



# P.A. 166 of 2022, Sec. 602 & 604

January 1, 2023 – February 28, 2023



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**P.A. 166 of 2022, Sec. 602.**

Sec. 602.

From the funds appropriated in part 1, within 15 days before the last day of each fiscal quarter, the cannabis regulatory agency shall post on a publicly accessible website a list of all of the following:

- (a) The number of investigative reports that identify suspected illegal or irregular activities of licensees under the agency's purview.
- (b) The number of investigative reports that identify suspected marijuana product without the tracking numbers assigned by the statewide monitoring system affixed, tagged, or labeled as required by the act or the rules.
- (c) The number of complaints filed by the public with the agency concerning marijuana product without the tracking numbers assigned by the statewide monitoring system affixed, tagged, or labeled as required by the act or the rules.
- (d) The number of complaints filed by the public with the agency concerning unlicensed commercial production or sale of delta-8 THC.
- (e) The number and outcome of all agency disciplinary proceedings initiated against any licensee subject to the reports in subdivisions (a), (b), (c), and (d).
- (f) The number of reports of any suspected or illegal activities and the category of suspected illegal or irregular activities the agency referred to the department of state police, or other appropriate law enforcement agency, of any suspected or illegal activities contained in the reports in subdivisions (a), (b), (c), and (d).
- (g) For any licensee subject to disciplinary proceedings initiated by the agency under the reports in subdivisions (a), (b), (c), and (d), the cannabis regulatory agency shall post the following information on a publicly available website upon the closure of any investigative report:
  - (i) Name of licensee.
  - (ii) Description of the allegation.
  - (iii) Complaint type.
  - (iv) Process used to resolve the allegation.
  - (v) Name of the law enforcement agency the allegation was referred to, including the date of the referral.

**P.A. 166 of 2022, Sec. 604.**

**Sec. 604.**

- (1) From the FTEs provided for in part 1 for recreational marihuana regulation, the cannabis regulatory agency must use at least 5.0 FTEs to conduct in-person no-notice inspections of licensed processors, with higher priority given to inspecting those facilities that produce distillate or other concentrates and that produce the most marihuana product. These inspections shall happen quarterly and at times the facility intakes a significant amount of biomass or other raw material.
- (2) The cannabis regulatory agency shall post a quarterly report of these inspections on a publicly accessible website that lists all of the following:
  - (a) The number of inspections and the number of investigative reports that identify suspected illegal or irregular activities of licensees as identified by the inspections.
  - (b) The number of complaints filed by the public with the cannabis regulatory agency concerning possible illegal or irregular activities by a licensed processor or cultivation facility regarding the production of distillate or concentrates.
  - (c) The number and outcome of all cannabis regulatory agency disciplinary proceedings initiated against any licensee subject to the reports in subsections (a) and (b), including if the suspected or illegal activities under subsections (a) and (b) have been referred to the department of state police or other appropriate law enforcement agencies or if any product has been recalled.
  - (d) For any licensee subject to disciplinary proceedings initiated by the cannabis regulatory agency under the reports in subsections (a) and (b), the cannabis regulatory agency shall post all of the following information on a publicly available website upon the closure of any investigative report:
    - (i) Name of the licensee.
    - (ii) Description of the allegation.
    - (iii) Complaint type (CRA inspection or public).
    - (iv) Process used to resolve the investigation.
    - (v) Name of the law enforcement agency referred to, including the date of the referral.

**1. Suspected Illegal Activity**

*P.A. 166 of 2022, Sec. 602 (a) The number of investigative reports that identify suspected illegal or irregular activities of licensees under the agency's purview.*

*(f) The number of reports of any suspected or illegal activities and the category of suspected illegal or irregular activities the agency referred to the department of state police, or other appropriate law enforcement agency, of any suspected or illegal activities contained in the reports in subdivisions (a), (b), (c), and (d).*

*P.A. 166 of 2022, Sec. 604 (2)(a) The number of inspections and the number of investigative reports that identify suspected illegal or irregular activities of licensees as identified by the inspections.*

The information in this report indicates all the complaints that were turned over to law enforcement for suspected illegal activity.

<b>Business Type</b>	<b>Number of Complaints Referred to MSP</b>
No Business Type Selected	3
Grower	8
Sales Location	3
Unlicensed	30

**2. Investigative Reports by Category**

*P.A. 166 of 2022, Sec. 602 (b) The number of investigative reports that identify suspected marijuana product without the tracking numbers assigned by the statewide monitoring system affixed, tagged, or labeled as required by the act or the rules.*

*P.A. 166 of 2022, Sec. 604 (2)(a) The number of inspections and the number of investigative reports that identify suspected illegal or irregular activities of licensees as identified by the inspections.*

Provides counts of each category for a complaint that was investigated and was found to be substantial and led to legal review (Irregular Activity).

<b>Complaint Category</b>	<b>Number of Investigations</b>
AFS Non-compliance	2
Delta-8 THC	0
Failure to Report Material Changes - Legal Entity	10
Failure to Report Material Changes - Physical Location/Operations	9
General Operational Issues	33
METRC Non-compliance	24
Misc Employee Issues	3
Misc Reporting Issues	17
Miscellaneous	4
Non-compliance with BFS Requirements	14
Non-compliance with EGLE Requirements	2
Non-compliant Handling and Production	5
Non-compliant Sales	6
Non-compliant Transfers Between Marijuana Businesses	9

Non-compliant Waste Disposal	4
Packaging and Advertising	7
Sampling and Testing	14
Surveillance / Security	15

### 3. Public Vs Non-Public Complaints

*P.A. 166 of 2022, Sec. 602 (c) The number of complaints filed by the public with the agency concerning marijuana product without the tracking numbers assigned by the statewide monitoring system affixed, tagged, or labeled as required by the act or the rules.*

*(d) The number of complaints filed by the public with the agency concerning unlicensed commercial production or sale of delta-8 THC.*

*P.A. 166 of 2022, Sec. 604 (2)(b) The number of complaints filed by the public with the cannabis regulatory agency concerning possible illegal or irregular activities by a licensed processor or cultivation facility regarding the production of distillate or concentrates.*

Report takes a count of complaints that were filed in each complaint category and separates them by public vs nonpublic.

Public Filing	
Complaint Category	Number of Complaints
Delta-8 THC	0
General Operational Issues	33
METRC Non-compliance	27
Misc Employee Issues	6
Misc Reporting Issues	4
Miscellaneous	11
No Category	32
Non-compliant Handling and Production	26
Non-compliant Sales	46
Non-compliant Transfers Between Marijuana Businesses	2
Non-compliant Waste Disposal	3
Packaging and Advertising	10
Sampling and Testing	4
Surveillance / Security	3

Non-Public Filing	
Complaint Category	Number of Complaints
AFS Non-compliance	3
Delta-8 THC	0
Failure to Report Material Changes - Legal Entity	19
Failure to Report Material Changes - Physical Location/Operations	5
General Operational Issues	60
METRC Non-compliance	34
Misc Employee Issues	6
Misc Reporting Issues	118
Miscellaneous	32
No Category	3
Non-compliance with BFS Requirements	7
Non-compliance with EGLE Requirements	2
Non-compliant Handling and Production	33
Non-compliant Sales	51
Non-compliant Transfers Between Marijuana Businesses	6
Non-compliant Waste Disposal	1
Packaging and Advertising	15
Sampling and Testing	41
Surveillance / Security	12

**4. Disciplinary Action Report**

*P.A. 166 of 2022, Sec. 602 (g) For any licensee subject to disciplinary proceedings initiated by the agency under the reports in subdivisions (a), (b), (c), and (d), the cannabis regulatory agency shall post the following information on a publicly available website upon the closure of any investigative report:*

- (i) Name of licensee.*
- (ii) Description of the allegation.*
- (iii) Complaint type.*
- (iv) Process used to resolve the allegation.*
- (v) Name of the law enforcement agency the allegation was referred to, including the date of the referral.*

*P.A. 166 of 2022, Sec. 604 (2)(d) For any licensee subject to disciplinary proceedings initiated by the cannabis regulatory agency under the reports in subsections (a) and (b), the cannabis regulatory agency shall post all of the following information on a publicly available website upon the closure of any investigative report:*

- (i) Name of the licensee.*
- (ii) Description of the allegation.*
- (iii) Complaint type (CRA inspection or public).*
- (iv) Process used to resolve the investigation.*
- (v) Name of the law enforcement agency referred to, including the date of the referral.*

Summary of records that were sent for legal review and had disciplinary actions taken against them.

\*There were no referrals to other Law Enforcement Agencies upon the closure of any investigative reports.

<b>Descriptions for the Basis for Action</b>	
<b>Action Types</b>	<b>Description</b>
AFS Non-Compliance	Untimely filing of AFS or related matter.
Failure to Report Material Changes – Legal Entity	Attempted to sell an interest, new members, managers, licensing agreements
Failure to Report Material Changes – Physical Location/Operations	Physical modifications to the building, changes in processing/equipment for processing, changing equipment for testing, changing SOPs for testing methods.
General operational issues	Grew more plants than allowed by license, did not report information within required time, did not tag plants properly as they continued growing, operating without proper approval, operating outside scope of license.
METRC non-compliance	Incorrect inventory, product not identified in METRC, product without METRC tags, missing or incorrect info in Metrc, employees in METRC
Misc. employee issues	Underage employees, failure to staff required caregiver, did not have required background checks, inexperienced lab manager.
Misc. Reporting Issues	Litigation, municipal ordinance violations, regulatory action, criminal activity, judgments
Miscellaneous	Placeholder. If selected, come back and review for more specific category.

Non-compliance with BFS requirements	Operating without proper inspection and approval by BFS.
Non-compliant handling and production	No serv safe certification, Non-compliance with GMP, Bad ROFs / No ROFs, No training manual, Not training employees
Non-compliant sales	Sales of Product on Hold, Overselling, Not verifying registry or ID, improper delivery, not following delivery procedures, not having delivery procedures.
Non-compliant transfers between marijuana businesses	Transfers backward in supply chain under MMFLA, product not on a manifest, using an unregistered vehicle to complete transfers.
Non-compliant waste disposal	Improper destruction of marijuana waste, failure to secure waste, did not render product unrecognizable.
Packaging & Advertising	Appealing to minors, missing labeling info, package in not opaque/resealable, false/deceptive/misleading packaging
Sampling & Testing	Issues with reporting of test results, not using SOPs, not complying with ISO standards, non-compliant sampling events, non-compliant fresh frozen transfers, banned chemical residue, non-homogenous products, falsification of data/test results
Surveillance / Security	Failure to retain/provide footage, system not recording, unmonitored visitors, unlogged visitors, product not in secured area.

<b>Disciplinary Action Report</b>				
<b>Entity Name</b>	<b>License Number</b>	<b>Issue Date</b>	<b>Disciplinary Action Imposed</b>	<b>Basis for Action</b>
HQ3 Enterprises, LLC	PC-000167	12/29/2022	Withdrawing Formal Complaint	METRC non-compliance
Healing Organic Garden, LLC	GR-C-000018	12/29/2022	Withdrawing Formal Complaint	AFS Non-Compliance
Healing Organic Garden, LLC	GR-C-000018	12/29/2022	Withdrawing Formal Complaint	AFS Non-Compliance
Botanical Biologics, LLC	GR-C-000450	12/29/2022	Withdrawing Formal Complaint	AFS Non-Compliance
Cross Country Enterprises, LLC dba Exclusive Grand Rapids	PC-000568	1/3/2023	Fine Imposed	Non-compliant sales, Non-compliant transfers between marijuana businesses
Davidson-Putman, LLC	GR-A-000026	1/4/2023	Fine Imposed	AFS Non-Compliance
Living Well Laboratories LLC	AU-G-B-000115	1/6/2023	Fine Imposed	AFS Non-Compliance
Precision Safety Innovation Laboratories, LLC	AU-SC-000100	1/6/2023	Fine Imposed	AFS Non-Compliance
Precision Safety Innovation Laboratories, LLC	SC-000005	1/9/2023	Fine Imposed	Non-compliant waste disposal
GREEN GENIE, INC.	PC-000009	1/9/2023	Fine Imposed	AFS Non-Compliance
GREEN GENIE, INC.	PC-000009	1/9/2023	Fine Imposed	AFS Non-Compliance
Morenci Brothers Holding Group, LLC	AU-G-C-000131	1/11/2023	Fine Imposed	AFS Non-Compliance
MI Loud Flower Farms, LLC	AU-G-C-000275	1/14/2023	Fine Imposed	AFS Non-Compliance
The House of Mary Jane LLC	PC-000102	1/23/2023	Fine Imposed	AFS Non-Compliance
H & F Enterprises LLC	GR-A-000069	1/23/2023	Fine Imposed	AFS Non-Compliance
3843 Euclid, LLC dba Dispo	PR-000098	1/24/2023	Withdrawing Formal Complaint	Non-compliant waste disposal
3843 Euclid, LLC dba Dispo	AU-P-000106	1/24/2023	Withdrawing Formal Complaint	Non-compliant waste disposal
CLDD, LLC	PR-000027, PC-000077	1/26/2023	Fine Imposed	AFS Non-Compliance
D&K Ventures, LLC	AU-P-000116	1/27/2023	Withdrawing Formal Complaint	METRC non-compliance



3843 Euclid, LLC dba Dispo	PC-000134	1/27/2023	Withdrawing Formal Complaint	Packaging & Advertising
3843 Euclid, LLC dba Dispo	AU-R-000153	1/27/2023	Withdrawing Formal Complaint	Packaging & Advertising
Blumfield Secure Transport, LLC	ST-000032	1/30/2023	Fine Imposed	AFS Non-Compliance
No Limit Investment Group, LLC dba Green Pharm Detroit	PC-000125	2/1/2023	Withdrawing Formal Complaint	METRC non-compliance
MLL William, Inc. dba Treehouse 603	PC-000525	2/3/2023	Fine Imposed	AFS Non-Compliance
Treelated Health Cener, LLC	PC-000376	2/3/2023	Fine Imposed	AFS Non-Compliance
JARS HOLDINGS, LLC dba Jars Cannabis	PC-000394, PC-000425	2/7/2023	Fine Imposed	AFS Non-Compliance
Pure Green, LLC	PR-000077	2/7/2023	Fine Imposed	Non-compliant waste disposal
The Curing Corner, LLC	PC-000179	2/14/2023	Withdrawing Formal Complaint	AFS Non-Compliance
Free Reign, LLC	GR-C-000102	2/16/2023	Fine Imposed	AFS Non-Compliance
The Releaf Center of Niles, LLC dba The Releaf Center for Compassionate Care	AU-R-000152	2/16/2023	Fine Imposed	METRC non-compliance
The Releaf Center, LLC dba Releaf Center for Compassionate Care Chesaning	AU-R-000136	2/16/2023	Fine Imposed, Submit AFS	AFS Non-Compliance
The Releaf Center of Niles, LLC dba The Releaf Center for Compassionate Care	PC-000217	2/16/2023	Fine Imposed, submit AFS	AFS Non-Compliance
TRCOL of Niles, LLC dba TriMed Farm	AU-G-C-000326, AU-G-C-000378, AU-G-C-000379, AU-G-C-000416	2/16/2023	Fine Imposed, submit updated SOPs	Non-compliant waste disposal
The Releaf Center of Niles, LLC dba The Releaf Center for Compassionate Care	AU-R-000152	2/16/2023	Fine Imposed, submit updated SOPs	Non-compliant sales
Green Light District. Thetford, Inc.	PC-000332	2/21/2023	Fine Imposed	AFS Non-Compliance
TAS Asset Holdings, LLC	AU-P-000251	2/21/2023	Summary Suspension	METRC non-compliance, Sampling & Testing, Non-compliant transfers between marijuana businesses, General operational issues, Packaging & Advertising, Failure to Report Material Changes – Physical Location/Operations, Misc. Reporting Issues
TAS Asset Holdings, LLC	PR-000267	2/21/2023	Summary Suspension	METRC non-compliance, Sampling & Testing, Non-compliant transfers between marijuana businesses, General operational issues, Packaging & Advertising, Failure to Report Material Changes – Physical

				Location/Operations, Misc. Reporting Issues
Makana Fields, LLC	AU-G-C-000484	2/22/2023	Fine Imposed, Metrc training, new SOPs	General operational issues, Non-compliant waste disposal, METRC non-compliance
Utopia Gardens, LLC	PC-000079	2/22/2023	Fine Imposed, Metrc training, updated SOPs	METRC non-compliance
CHM1, Inc.	AU-P-000149	2/23/2023	Withdrawing First Superseding Formal Complaint	AFS Non-Compliance
Caldwell 5540, LLC	PC-000192	2/23/2023	Withdrawing Formal Complaint	AFS Non-Compliance
CHM1, Inc.	AU-P-000149	2/23/2023	Withdrawing Formal Complaint	Packaging & Advertising
Holistic Health Wayne, Inc.	PC-000285	2/24/2023	Fine Imposed	AFS Non-Compliance
Holistic Health Wayne, Inc.	PC-000285	2/24/2023	Fine Imposed	AFS Non-Compliance
Holistic Health Wayne, Inc.	AU-R-000303	2/24/2023	Fine Imposed	AFS Non-Compliance
Palmatier Enterprises, Inc. dba The Spott	AU-SC-000105	2/24/2023	Withdrawing Formal Complaint	Misc. employee issues
J. Elias Management, Inc. dba Puff Cannabis Company	AU-R-000349	2/24/2023	Withdrawing Formal Complaint	Packaging & Advertising
Fluresh, LLC	GR-C-000091	2/24/2023	Withdrawing Formal Complaint	Non-compliant transfers between marijuana businesses, METRC non-compliance, Sampling & Testing
Fluresh, LLC	AU-G-C-000182	2/24/2023	Withdrawing Formal Complaint	Non-compliant transfers between marijuana businesses, Sampling & Testing
Thrive Enterprises, LLC dba Gage Cannabis Company	AU-R-000601	2/24/2023	Withdrawing Formal Complaint	General Operational Issues
Davidson-Putman, LLC	GR-A-000026	2/24/2023	Withdrawing Formal Complaint	Non-compliant transfers between marijuana businesses

## 5. Administrative Hearing Adjudications

*P.A. 166 of 2022, Sec. 602 (e) The number and outcome of all agency disciplinary proceedings initiated against any licensee subject to the reports in subdivisions (a), (b), (c), and (d).*

*P.A. 166 of 2022, Sec. 604 (2)(c) The number and outcome of all cannabis regulatory agency disciplinary proceedings initiated against any licensee subject to the reports in subsections (a) and (b), including if the suspected or illegal activities under subsections (a) and (b) have been referred to the department of state police or other appropriate law enforcement agencies or if any product has been recalled.*

*Number of administrative hearing adjudications pertaining to each regulated activity.*

Provided are all final orders for denials.

Approximate Amounts: 0

*Number of administrative hearings pertaining to each regulated activity.*

Provided are all hearings that involved the CRA, e.g., denials, lawsuits, etc.

Approximate Amounts:

Denials: 0

Litigation: 6

Circuit Court Appeals: 0

**6. No Notice Inspection count**

*P.A. 166 of 2022, Sec. 604 (1) From the FTEs provided for in part 1 for recreational marijuana regulation, the cannabis regulatory agency must use at least 5.0 FTEs to conduct in-person no-notice inspections of licensed processors, with higher priority given to inspecting those facilities that produce distillate or other concentrates and that produce the most marijuana product. These inspections shall happen quarterly and at times the facility intakes a significant amount of biomass or other raw material.*

*\*Re-no notice inspections are conducted when a no notice inspection was not passed due to compliance issues being found.*

<b>Inspection Type</b>	<b>Completed</b>
AU No Notice Inspections Completed:	0
MMFL No Notice Inspections Completed:	0
AU RE-No Notice Inspections Completed:	0
MMFL RE-No Notice Inspections Completed:	0