DEPARTMENT OF CANNABIS REGULATION

CANNABIS REGULATION COMMISSION

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http://cannabis.lacity.org

ENF-R-24-SAMPLE-CSE

NOTICE NO. ENF-R-24-SAMPLE-01-NOV

NOTICE OF VIOLATION

CASE NO.:

Mailing Date: September 25, 2024 Last Day to Appeal: October 10, 2024 Effective Date: October 11, 2024 (if no appeal filed) Compliance Date: November 9, 2024*

*unless otherwise noted in the corrective action below

Sample LLC 123 Main Street City, State Zip Code

Business Premises: Legal Business Entity: DBA: DCR Record No. Authorized Activities:

123 Main Street Sample LLC Sample LA-24-SAMPLE ANN Retail

DCR finds violations of the Los Angeles Municipal Code (LAMC) and/or the Rules and Regulations for Cannabis Procedures (Regulations) as identified below. You are hereby ordered to correct the violation(s), pay the violation fines,¹ submit the required updated documents and forms, and contact the case investigator for a compliance inspection by no later than the Compliance Date above unless this Notice of Violation (NOV) is timely appealed.

VIOLATIONS:

1. Regulation No. 5(A)(6)(v)

Administrative Fine: \$42,026

Violation Summary: Applicants and Licensees shall not host, participate in, sell or give away cannabis at an unlicensed special or temporary event relating to cannabis. A temporary or special event relating to cannabis shall include, but not be limited to, a pop-up cannabis event, 4/20 event, cannabis farmer's market, or an event to mark the opening of a commercial cannabis business. No special events or parties of any type shall be held at the Business Premises, including, but not limited to, events for which a

¹See LAMC section 104.19(i) for a list of fines, violations, and non-compliance fees.

Temporary Special Event Permit has been issued by the Building and Safety Commission or any other City department. (*Violation Type - Major*)

Finding:

Corrective Action: Immediately cease and desist from hosting or participating in unlicensed special and temporary events relating to cannabis

2. Regulation No. 5(A)(6)(v)

Administrative Fine: \$42,026

Violation Summary: Applicants and Licensees shall not host, participate in, sell or give away cannabis at an unlicensed special or temporary event relating to cannabis. A temporary or special event relating to cannabis shall include, but not be limited to, a pop-up cannabis event, 4/20 event, cannabis farmer's market, or an event to mark the opening of a commercial cannabis business. No special events or parties of any type shall be held at the Business Premises, including, but not limited to, events for which a Temporary Special Event Permit has been issued by the Building and Safety Commission or any other City department. (Violation Type - Major)

Finding:

Corrective Action:	Immediately cease and desist from hosting or participating in
	unlicensed special and temporary events relating to cannabis

3. Regulation No. 5(A)(6)(v)

Administrative Fine: \$42,026

Administrative Fine: \$21,013

Violation Summary: Applicants and Licensees shall not host, participate in, sell or give away cannabis at an unlicensed special or temporary event relating to cannabis. A temporary or special event relating to cannabis shall include, but not be limited to, a pop-up cannabis event, 4/20 event, cannabis farmer's market, or an event to mark the opening of a commercial cannabis business. No special events or parties of any type shall be held at the Business Premises, including, but not limited to, events for which a Temporary Special Event Permit has been issued by the Building and Safety Commission or any other City department. (*Violation Type - Major*)

Finding:

Corrective Action: Immediately cease and desist from hosting or participating in unlicensed special and temporary events relating to cannabis.

4. Regulation No. 5(C)(12)(iii)

Violation Summary: No entertainment of any type shall be allowed to take place, except for ambient music. No disc jockey, karaoke, or performances of any kind shall be allowed. Any music, sound, or noise emitted from the Business Premises shall comply with the noise regulations of the LAMC and shall not extend beyond the Business Premises. (Violation Type - Moderate)

Finding:

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Corrective Action:	Immediately cease and desist from playing loud music that extends beyond the Business Premises.
Regulation No. 5(A)(6)(iv) Administrative Fine: \$7,004
Violation Summary:	Loitering is prohibited on and around the Business Premises and the area under control of the Licensee. "No Loitering, Public Drinking, or Public Smoking/ Consumption of Cannabis" signs shall be clearly posted inside and outside of the Business Premises. (<i>Violation Type - Minor</i>)
Finding:	
Corrective Action:	Immediately cease and desist from allowing individuals to loiter on or around the Business Premises.
Regulation No. 5(A)(6)(vi) Administrative Fine: \$21,013
Violation Summary:	There shall be no outdoor speakers or paging system on the exterior portions of the Business Premises or attached to the façade of the building. (<i>Violation Type – Moderate</i>)
Finding:	
Corrective Action:	Immediately cease and desist from maintaining outdoor speakers or paging systems on the exterior portions of the Business Premises or attached to the façade of the building.
Regulation No. 5(A)(1)(iii) Administrative Fine: \$42,026
Violation Summary:	Applicants and Licensees shall fully cooperate with inspections, investigations or audits. Applicants and Licensees must provide any information, surveillance recordings, or other data to the City upon request and in the form, manner, and time requested. (<i>Violation Type - Major</i>)
Finding:	
Corrective Action:	Immediately comply with all inspections, investigations, and audits by DCR, and submit the requested video surveillance footage by no later than the Compliance Date.
Regulation No. 5(A)(1)(viii) Administrative Fine: \$7,004
Violation Summary:	A Licensee shall submit all information concerning the use of a fictitious business name or a "Doing Business As" name (DBA), if any, to DCR. The Licensee must submit a modification request to record or change a DBA within ten (10) days of the change. (Violation Type – Minor)

Finding:

Corrective Action:

Immediately submit all information concerning the use of a fictitious business name or a "Doing Business As" name (DBA), if any, to DCR.

ADMINISTRATIVE FINES (TOTAL): \$224,138

XXXXXXXXXXXX Compliance and Enforcement Division Date

***COMPLIANCE WITH THIS NOTICE:**

Any documents or evidence required to satisfy this NOV shall be submitted on or before the Compliance Date or within the specific time allotted within the cited violation. Please submit all documents, information or evidence, including, but not limited to, any requests or forms to <u>DCRCompliance@lacity.org</u> with the subject line referencing the Notice No. and Licensee's Name.

ADMINISTRATIVE APPEAL:

Pursuant to LAMC Sections 104.13 and 104.14, if you want to appeal this NOV, in full or in part, you must file a request for an administrative hearing **within 15 days of the mailing date of this NOV**. An appeal shall be deemed filed on the date that two requirements are met: (1) DCR receives a complete Administrative Hearing Request Form (ENF-3001-FORM), along with any supporting documentation, if any, via email to <u>DCRAppeals@lacity.org</u>; and (2) payment of the enclosed invoice for the Administrative Appeal Fee to the Office of Finance. A hearing officer's decision on any portion of the NOV shall be final and effective on the date the decision is sent by electronic mail and U.S. mail to the Licensee. Please refer to LAMC Sections 104.13 and 104.14 and <u>LIC-4001-PRO Administrative Hearing Procedures</u> for more information regarding the appeal process.

For your convenience, an invoice for the **Administrative Appeal Fee** is attached to this NOV. If you want to appeal this NOV, you are required to bring the invoice and payment to the Office of Finance, located at Los Angeles City Hall - 200 N. Spring Street, Room 101, Los Angeles, CA 90012. Appointments are required to make cash payments in excess of \$1,000. You may contact the Office of Finance via email at finance.csd.appt@lacity.org or by phone at (213) 978-1540, Monday-Friday from 8:00 a.m. - 5:00 p.m. to make an appointment

ADMINISTRATIVE FINES:

If you do not want to appeal any portion of this NOV, or if you fail to timely request an administrative hearing, this NOV shall become final and effective 15 days after the mailing date of this NOV. DCR shall then electronically mail an invoice for the **administrative fine total**, as identified above, which shall be due 30 days from the date the invoice was issued. A copy of the invoice will also be saved in the DCR Enforcement Record.

EXTENSION OF TIME:

Pursuant to Regulation No. 7(B)(2), Licensees may request an extension of time to correct violations and pay the associated penalties prior to the Compliance Date deadline by completing and submitting a Request for Extension of Time (ENF-3005-FORM) via email to <u>DCRAppeals@lacity.org</u>. DCR shall have the sole discretion to grant or deny any request for an extension. Licensees shall justify the request for the extension and provide a proposed timeline for compliance.

FAILURE TO COMPLY

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A Licensee that fails to comply with any administrative fines and/or corrective action in an NOV that is final and effective may be subject to one or more of the following actions by DCR: (1) denial of a License renewal; (2) revocation or suspension of a License; or (3) imposition of more restrictive License conditions.