BEFORE THE CANNABIS COMPLIANCE BOARD 1 STATE OF NEVADA 2 STATE OF NEVADA, CANNABIS COMPLIANCE BOARD. 3 Petitioner, Case No. 2023-014 4 5 VS. MICHAEL QUATTLEBAUM, 6 7 Respondent. 8 9 COMPLAINT FOR DISCIPLINARY ACTION 10 The Cannabis Compliance Board of the State of Nevada (the "CCB"), by and through 11 counsel Aaron D. Ford, Attorney General of the State of Nevada, and Emily N. Bordelove, 12 Esq., Senior Deputy Attorney General, having a reasonable basis to believe that MICHAEL 13 QUATTLEBAUM1 ("QUATTLEBAUM" or "Respondent") has violated provisions of 14 Chapters, 678A through 678D of the Nevada Revised Statutes ("NRS"), and the Nevada 15 Cannabis Compliance Regulations ("NCCR"), hereby issues its Complaint, stating the 16 CCB's charges and allegations as follows: 17 JURISDICTION 18 QUATTLEBAUM currently holds the following cannabis establishment agent 19 registration cards issued by the CCB: Cannabis 20 ID No. **Application Date Expiration Date** Establishment Type 21 May 18, 2022 Cultivation May 22, 2024 22 2. As set forth below, the events at issue in this CCB Complaint occurred after July 23 1, 2020. QUATTLEBAUM applied for QUATTLEBAUM's Agent Card on May 2418, 2022, and the CCB issued the agent card to QUATTLEBAUM. Therefore, 25 QUATTLEBAUM is subject to the jurisdiction of the CCB and subject to discipline 26

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Respondent first name was spelled as "Micheal" in his May 18, 2022, Cultivation Card application, which is how it is spelled on the Agent Card, however the name listed in the government identification portion of the application confirms the spelling as "Michael."

3. Pursuant to NRS 678A.500 and 678A.510(1), the CCB's Executive Director has transmitted the details of the suspected violations of QUATTLEBAUM to the Attorney General, and the Attorney General conducted an investigation of the suspected violations to determine whether they warrant proceedings for disciplinary action. The Attorney General has recommended to the Executive Director that further proceedings are warranted, as set forth in this CCB Complaint. The CCB has authorized proceeding with disciplinary action against QUATTLEBAUM, pursuant to NRS 678A.510(2)(b). Pursuant to NRS 678A.520(1), the CCB's Executive Director has authorized service of this Complaint upon QUATTLEBAUM.

FACTUAL ALLEGATIONS

- 4. The CCB incorporates all prior paragraphs as though fully set forth herein.
- 5. On December 7, 2022, cannabis cultivation and production licensee Helping Hands Wellness Center Inc. employed QUATTLEBAUM as its cultivation manager at its facility located at (the "Facility").
- 6. On or about December 7, 2022, Board Agents Christine Shoemaker, Bruce Nisberg, & Bradly Haynes conducted a routine inspection of the Facility. On or about December 8, 2022, Board Agents Jordan Galloway, Meiny Trisno, & Marvin Taylor conducted a routine audit at the Facility.²
- 7. As part of their investigation and audit, Board Agents requested the Facility provide surveillance video from December 7, 2022. The Facility provided a series of .mp4 files of surveillance videos from December 7, 2022 ("Surveillance Videos").
- 8. Board Agents' investigation and audit of the Surveillance Videos showed QUATTLEBAUM, after learning that Board Agents were approaching the Facility, quickly dumping out the liquid contents of a spray canister into a Facility's sink and hiding a plastic

² The results of the December 7, 2022, investigation & December 8, 2022, audit formed, in part, the basis for the Emergency Order of Summary Suspension of Helping Hands Inc., CCB Case No. 2023-005.

container in personnel lockers before he personally allowed Board Agents to enter the Facility.

- 9. During Board Agents' investigation and audit of the Surveillance Videos, QUATTLEBAUM can be heard on the Surveillance Videos verbally encouraging a female Facility employee lacking the appropriate cannabis agent registration card to leave the Facility before Board Agents saw her on the Facility's premises.
- 10. During Board Agents' investigation and audit of the Surveillance Videos, QUATTLEBAUM can be seen, after allowing Board Agents into the Facility, removing untagged cannabis plant clones from a Trim room to conceal elsewhere in the Facility before Board Agents enter that Trim room.
- 11. During Board Agents' follow-up investigations and audits, the Facility stated that QUATTLEBAUM claimed the cannabis plant clones he removed from the Trim room had russet mites on them, so he dumped the clones as plant waste material into a trash bag in front of the attic door to prevent contamination. The Facility noted that QUATTLEBAUM admittedly did not follow the correct order of the process for waste as he did not weigh and log the waste prior to putting it in the trash and did not switch the location of the clones in METRC prior to transferring rooms.

VIOLATIONS OF LAW

- 12. The CCB incorporates all prior Paragraphs as though fully set forth herein.
- NCCR 4.035 (1)(a)(4) by intentionally destroying or concealing evidence. As outlined in paragraphs 8-10 above, Surveillance Videos showed QUATTLEBAUM quickly dumping out the liquid contents of a spray canister into a Facility's sink, hiding a plastic container in personnel lockers, rushing to remove untagged cannabis plant clones from a Trim room and allegedly throwing them in a trash bag, and encouraging an un-carded Facility employee to leave the Facility, before he personally allowed Board Agents to enter the Facility. Such violations, if intentional, constitute at least one (1) Category I violation, allowing for a civil penalty of \$4,500 and suspension for not more than thirty (30) days or revocation of Agent

. NCCR 4.035(2)(a)(1). Alternatively, these violations, if unintentional,

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NOTICE TO RESPONDENT

PLEASE TAKE NOTICE, that Respondent has a right to request a hearing on the charges set forth herein, pursuant to NRS 678A.510 through 678A.590. Failure to demand a hearing constitutes a waiver of the right to a hearing and to judicial review of any decision or order of the Board, but the Board may order a hearing, even if the Respondent so waives its right. NRS 678A.520(2)(e).

PLEASE TAKE NOTICE, you, as the Respondent, must Answer this Complaint within twenty (20) days after service of this Complaint, unless granted an extension. Pursuant to NRS 678A.520(2), in the Answer Respondent:

- (a) Must state in short and plain terms the defenses to each claim asserted.
- (b) Must admit or deny the facts alleged in the Complaint.
- (c) Must state which allegations the Respondent is without knowledge or information to form a belief as to their truth. Such allegations shall be deemed denied.
- (d) Must affirmatively set forth any matter which constitutes an avoidance or affirmative defense.
- (e) May demand a hearing. Failure to demand a hearing constitutes a waiver of the right to a hearing and to judicial review of any decision or order of the Board, but the Board may order a hearing even if the Respondent so waives its right.
- Failure to Answer or to appear at the hearing constitutes an admission by the Respondent of all facts alleged in the Complaint. The Board may take action based on such an admission and on other evidence without further notice to the Respondent. NRS 678A.520(3).

The Board shall determine the time and place of the hearing as soon as is reasonably practical after receiving the Respondent's Answer. The Board may assign a hearing officer to conduct the hearing under NCCR 2.070, 4.095, and 4.110. The Board or its assigned hearing officer shall deliver or send by registered or certified mail a notice of hearing to all parties at least ten (10) days before the hearing. The hearing must be held within forty-five (45) days after receiving Respondent's Answer unless an expedited hearing is determined

to be appropriate by the Board, in which event the hearing must be held as soon as practicable. NRS 678A.520(4). The Chair of the Board or the assigned hearing officer may grant one or more extensions to the forty-five (45) day requirement pursuant to the request of a party or an agreement by both parties.

Respondent's Answer and Request for Hearing must be either: mailed via registered mail, return receipt; or emailed to:

Tyler Klimas, Executive Director Cannabis Compliance Board 700 E. Warm Springs Rd, Suite 100 Las Vegas, NV 89119 tklimas@ccb.nv.gov

If serving its Answer and Request for Hearing via email, Respondent must ensure that it receives an acknowledgment of receipt email from the CCB as proof of service. Respondent is also requested to email a copy of its Answer and Request for Hearing to the Senior Deputy Attorneys General listed below at ebordelove@ag.nv.gov.

As the Respondent, you are specifically informed that you have the right to appear and be heard in your defense, either personally or through your counsel of choice at your own expense. At the hearing, the CCB has the burden of proving the allegations in the Complaint. The CCB will call witnesses and present evidence against you. You have the right to respond and to present relevant evidence and argument on all issues involved. You have the right to call and examine witnesses, introduce exhibits, and cross-examine opposing witnesses on any matter relevant to the issues involved.

You have the right to request that the CCB issue subpoenas to compel witnesses to testify and/or evidence to be offered on your behalf. In making this request, you may be required to demonstrate the relevance of the witness's testimony and/or evidence.

If the Respondent does not wish to dispute the charges and allegations set forth herein, within thirty (30) days of the service of this Complaint³, Respondent may pay the

³ This 30-day deadline may be extended upon request, at the discretion of the CCB's Chair and or Executive Director.

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DECLARATION AND CERTIFICATE OF SERVICE OF COMPLAINT FOR DISCIPLINARY ACTION

(Service via Mail)

- I, Amber Virkler, hereby certify and affirm that:
- 1. I am over the age of 18 years old.
- 2. I am a Board Agent of the Cannabis Compliance Board ("CCB"), as defined in NCCR 1.068.
- 3. Pursuant to NRS 678A.520 and NCCR 4.075, I have served the Respondent herein with the Complaint for Disciplinary Action ("Complaint") in the above captioned matter as follows:

By placing a true and correct copy of the Complaint to be deposited for mailing in the United States Mail in a sealed envelope via registered or certified mail, prepaid in Las Vegas, Nevada, to Respondent's point of contact with the CCB under NCCR 2.050 at Respondent's address on file with the Board as follows:

Name of point of contact served: Michael Quattlebaum

Address on file with CCB:

Date of Service: May 19, 2023

I declare under penalty of perjury that the foregoing is true and correct.

Executed on May 19, 2023

(date)

(signature)

cc: Michael Quattlebaum, via First Class mail

Certified Mail: 7019 2280 0002 0378 6713

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DECLARATION AND CERTIFICATE OF SERVICE OF COMPLAINT FOR DISCIPLINARY ACTION (Service via Mail)

3 I, Amber Virkler, hereby certify and affirm that:

- 1. I am over the age of 18 years old.
- 2. I am a Board Agent of the Cannabis Compliance Board ("CCB"), as defined in NCCR 1.068.
 - 3. Pursuant to NRS 678A.520 and NCCR 4.075, I have served the Respondent herein with the Complaint for Disciplinary Action ("Complaint") in the above captioned matter as follows:

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Name of point of contact served: Michael Quattlebaum

Address on file with CCB:

Date of Service: May 19, 2023

I declare under penalty of perjury that the foregoing is true and correct.

Executed on May 19, 2023

cc: Michael Quattlebaum,

via First Class mail

(date)

(signature)

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