BEFORE THE CANNABIS COMPLIANCE BOARD STATE OF NEVADA

STATE OF NEVADA, CANNABIS COMPLIANCE BOARD,

Case No. 2024-007

Petitioner.

VS.

TWELVE TWELVE, LLC,

Respondent.

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STIPULATION AND ORDER FOR SETTLEMENT OF DISCIPLINARY ACTION

The Cannabis Compliance Board (the "CCB" or the "Board"), by and through its counsel, Aaron D. Ford, Attorney General for the State of Nevada, and L. Kristopher Rath, Esq., Senior Deputy Attorney General, hereby enters into this Stipulation and Order for Settlement of Disciplinary Action ("Stipulation and Order") with Respondent Twelve Twelve, LLC (hereinafter "TTL" or "Respondent"), by and through its counsel of record, Adam R. Fulton, Esq., of the law firm Jennings & Fulton, Ltd. Pursuant to this Stipulation and Order, TTL and the CCB (collectively, the "Parties") hereby stipulate and agree that CCB Case No. 2024-007 (the "Administrative Action") shall be fully and finally settled and resolved upon the terms and conditions set out herein.

PERTINENT FACTS

1. On or about April 26, 2024, the CCB initiated this disciplinary action via the service and filing of a Complaint for Disciplinary Action (the "Complaint"). The Complaint alleges, inter alia, that, contrary to Nevada law, the TTL medical and adult-use cannabis cultivation facility (C119 and RC119): (1) operated without all required licenses and permits; (2) made an unintentional false statement or false misrepresentation of fact to a CCB Agent; (3) failed to maintain required surveillance systems; (4) failed to follow seed-to-sale tracking requirements; (5) failed to meet the requirements for disposal of cannabis

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waste; (6) had an owner without a valid cannabis establishment owner agent card; (7) failed to submit timely inventory and sales reports; and (8) failed to properly maintain facility visitor logs.

- 2. TTL has not filed an Answer and/or a Request for a Hearing as of the date of this Stipulation and Order. Rather, TTL requested and was granted an extension to file its Answer in order to attempt to negotiate resolution of the Administrative Action. The Parties entered into good faith negotiations to resolve the Administrative Action and reached an agreement in principle for resolving this case. As a result, the CCB's Chair approved a stipulation and order to stay the Administrative Action on May 29, 2024, to allow the Parties time to finalize this Stipulation and Order and for the CCB to consider approval of this Stipulation and Order at its June 20, 2024, meeting.
- 3. The Parties have engaged in good faith settlement negotiations to reach an agreement that is mutually acceptable to Respondent, CCB staff, and counsel for the CCB, for resolution of the Administrative Action, with the understanding that this Stipulation and Order must be approved by a majority vote of the members of the CCB to become effective.

ACKNOWLEDGEMENTS AND APPLICABLE LAW

This Stipulation and Order is made and based upon the following acknowledgements by the Parties:

TTL has entered into this Stipulation and Order on its own behalf and with 4. full authority to resolve the claims against it and is aware of TTL's rights to contest the violations pending against it. These rights include representation by an attorney at TTL's own expense, the right to file an answer to the Complaint, the right to a hearing on any violations or allegations formally filed, the right to confront and cross-examine witnesses called to testify against TTL, the right to present evidence on TTL's own behalf, the right to have witnesses testify on TTL's behalf, the right to obtain any other type of formal judicial review of this matter, and any other rights which may be accorded to TTL pursuant to provisions of NRS Chapters 678A through 678D, the Nevada Cannabis Compliance

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Regulations (NCCR), and any other provisions of Nevada law. TTL is waiving all these rights by entering into this Stipulation and Order. If the CCB rejects this Stipulation and Order, or any portion thereof, all such waivers shall be deemed withdrawn by TTL.

- 5. Should this Stipulation and Order be rejected by the CCB or not timely performed by TTL, it is agreed that presentation to and consideration by the CCB of such proposed stipulation or other documents or matters pertaining to the consideration of this Stipulation and Order shall not unfairly or illegally prejudice the CCB or any of its members from further participation, consideration, adjudication, and/or resolution of these proceedings and that no CCB member shall be disqualified or challenged for bias.
- 6. TTL acknowledges that this Stipulation and Order shall only become effective after the CCB has approved it.
- 7. TTL enters this Stipulation and Order after being fully advised of TTL's rights and as to the consequences of this Stipulation and Order. This Stipulation and Order embodies the entire agreement reached between the CCB and TTL. It may not be altered, amended, or modified without the express written consent of the Parties, and all alterations, amendments and/or modifications must be in writing. The Parties stipulate and agree that this Stipulation and Order, if approved by the Board, resolves only the allegations set forth in the Administrative Action via the Complaint in Case No. 2024-007.
- 8. In an effort to avoid the cost and uncertainty of a disciplinary hearing, TTL has agreed to settle these matters. For purposes of settling these matters, TTL acknowledges that the facts contained in the paragraphs in the above "Pertinent Facts" section of this Stipulation and Order are true and correct. Without waiving any constitutional rights against self-incrimination, TTL further acknowledges that certain facts contained in the CCB Complaint in Case No. 2024-007 could be found to constitute violations of Title 56 of NRS (NRS Chapters 678A through 678D), and the NCCR, with civil penalties of up to \$80,000 for licenses C119 and RC119, if these matters proceeded to an administrative hearing.
 - In settling this matter, the Executive Director for CCB and counsel for CCB 9.

have considered the factors set forth in NCCR 4.030(2), including: the gravity of the violations; the economic benefit or savings, if any, resulting from the violations; the size of the business of the violator; the history of compliance with the NCCR and Title 56 of NRS by the violator1; actions taken to remedy and/or correct the violations; and the effect of the penalty on the ability of the violator to continue in business. The Executive Director for CCB and counsel for CCB have also considered the appropriate mitigating factors in reaching the proposed settlement of this Administrative Action. The mitigating factors in Case No. 2024-007 include: (1) the fact that Respondent cooperated with the CCB's staff in formulating and instituting a plan of correction (as set forth below) to prevent regulatory violations from occurring in the future; (2) Respondent also cooperated with the CCB's counsel in resolving this matter shortly after the Complaint was filed; and (3) TTL terminated the employee who was responsible for the lack of a City of Las Vegas business license and who provided false information to CCB Agents. The CCB staff and counsel appropriately weighted each of the mitigating factors and the Parties stipulate and agree to the weight given to each factor. The greatest weight was given to mitigating factor No. 3, which involved Category I and Category II violations. The other two factors were weighed equally in further reducing the number of violations admitted to and reducing the total civil penalties. The Executive Director for CCB and counsel for CCB also took into account the size of the Respondent's business and the impact of the civil penalties on its ability to continue with its business. A reasonable civil penalty has been proposed in this Stipulation and Order, and Respondent has been provided with a payment plan, at its request, that will allow full payment over 7 months to mitigate the financial impact on Respondent.

10. To resolve the Administrative Action, and only for those purposes and no

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With respect to TTL's recent compliance history, and as noted in the Complaint, the CCB also conducted a routine audit of TTL on June 10, 2022. During that prior audit, other CCB agents also found several violations of seed-to-sale tracking requirements, non-compliance with submitting required reports, and

incomplete visitor logs. No disciplinary complaint was filed as a result of those findings. However, TTL was advised of these deficiencies via a Statement of Deficiencies Letter the CCB sent to TTL on October 14, 2022.

other, TTL specifically admits to the following five violations with respect to the Complaint in CCB Case No. 2024:

- a. One violation of NCCR 4.050(1)(a)(5) for failing to follow a required security plan, which constitutes one Category III violation.
- b. One violation of NCCR 4.050(1)(a)(3) for failing to follow seed-to-sale tracking requirements, which constitutes a second Category III violation.
- c. One violation of NCCR 4.055(1)(a)(1) for failing to display or have in the immediate possession of each cannabis establishment agent a cannabis establishment agent registration card or proof of temporary registration, which constitutes a Category IV violation.
- d. One violation of NCCR 4.060(1)(a)(7) for failing to submit required reports to the Board, which constitutes a Category V violation.
- e. One violations of NCCR 4.060(1)(a)(6) for failing to comply with any other requirements not described in another category of violations², which constitutes a second Category V violation.

As to the remaining allegations in the Complaint, TTL neither admits nor denies those allegations and no civil penalties shall be assessed as to those remaining violations.

- 11. With respect to licenses C119 and RC119, TTL further agrees to pay a civil penalty in the amount of \$35,000³ in consideration for its admitted violations in Paragraphs 10(a) through 10(e), above, and to accept a formal CCB warning in consideration for its admitted first Category V violation in Paragraph 10(d), and in consideration for the CCB's agreement to resolve the Administrative Action on the terms set forth herein.
- 12. If the CCB approves this Stipulation and Order, it shall be deemed and considered disciplinary action by the CCB against TTL.
 - 13. Both parties acknowledge that the CCB has jurisdiction to consider and order

² Failing to maintain proper visitor logs.

³ To be apportioned \$17,500 to C119 and \$17,500 to RC119.

this Stipulation and Order because TTL holds privileged licenses regulated by the CCB as of July 1, 2020. TTL expressly, knowingly, and intentionally waives the 21-day and/or 5-day notice requirements contained in the Nevada Open Meeting Law⁴ and acknowledges that this Stipulation and Order may be presented to the CCB for its consideration and potential ratification at the CCB's meeting on June 20, 2024.

STIPULATED ADJUDICATION

Based upon the above acknowledgments of the Parties and their mutual agreement, the Parties stipulate and agree that the following terms of discipline shall be imposed by the CCB in this matter:

- 14. <u>Violations</u>: As to licenses C119 and RC119, TTL is found to have committed two Category III violations, one Category IV violation, and two Category V violations, as set forth in Paragraphs 10(a) through 10(e), above.
- 15. <u>Imposition of Civil Penalties</u>. TTL shall pay a total civil penalty in the amount of Thirty-five Thousand Dollars (\$35,000) within the time set forth in Paragraph 17 below, to be apportioned as set forth in Paragraph 11, above.
- 16. <u>Formal Warning</u>. In accordance with NCCR 4.060(2)(a)(1), the CCB hereby issues a formal warning to TTL, as to its first Category V violation in the immediately preceding three years: TTL shall comply with all requirements and regulations regarding the timely and proper submission of all required reports to the Board. Failure to do so in the future will invoke additional progressive discipline and shall be considered an aggravating factor in considering the amount of civil penalties in any future disciplinary actions.
- 17. Payment of Civil Penalties. TTL must pay the total civil penalty set forth in this agreement within the time frames set forth in this Paragraph and Paragraph 18. TTL may pay the lump sum of \$35,000 in civil penalties within 30 days of the date the CCB approves this Stipulation and Order⁵ (the "Lump Sum Payment Option"). In the

⁴ And/or the 7 and 14-calendar day requirements under A.B. 52, Section 6.

⁵ Which would be Monday, July 22, 2024, if the CCB approves this Stipulation and Order at its June 20, 2024, meeting.

alternative, TTL may elect to pay the civil penalties via a payment plan as set forth in this Paragraph (the "Payment Plan Option"), in which payment is to be made in installments over 7 months, on the fifteenth day of the month (or first business day thereafter), commencing the month after the CCB approves this Stipulation and Order. If this Stipulation and Order is approved at the June 20, 2024, CCB meeting, the Payment Plan Option payments shall be made on the following schedule and in the indicated amounts:

Installment	Payment Deadline	Amount of Payment ⁶
First Installment	Monday, July 15, 2024	\$5,000
Second Installment	Thursday, August 15, 2024	\$5,000
Third Installment	Monday, September 16, 2024	\$5,000
Fourth Installment	Tuesday, October 15, 2024	\$5,000
Fifth Installment	Friday, November 15, 2024	\$5,000
Sixth Installment	Monday, December 16, 2024	\$5,000
Seventh Installment	Thursday, January 16, 2025	\$5,000

TTL may pay any installment prior to its due date without pre-payment penalty. If TTL makes the first payment of \$5,000 on or before July 15, 2024, it shall be deemed to have elected the Payment Plan Option. If this Stipulation and Order is approved at a CCB meeting later than June 20, 2024, the Parties shall meet and confer and develop a new payment plan schedule which shall be submitted to the CCB's Chair for approval, and the provisions of Paragraph 18 shall apply to that new payment schedule.

18. Penalties for Failure to Comply with Payment Deadlines. TTL acknowledges that it is critical to comply with the strict requirements of the deadlines for payment set forth in this agreement under the Lump Sum Payment Option or the Payment Plan Option, whichever it should elect. TTL agrees that, should it fail to timely make any installment payment under the Payment Plan Option (or fail to comply with the Lump Sum Payment Option, if applicable), the following penalties and procedures will be in effect:

⁶ Each payment of \$5,000 shall be apportioned \$2,500 to C119 and \$2,500 to RC119; however, Respondent may pay each installment with a single payment of \$5,000. When Respondent reverts to a single license under S.B.277, any payments shall be solely attributable to that single license.

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- b. If payment is not physically received by CCB at its Carson City office by 5:00 p.m., Pacific Time, on the last day of the grace period, TTL shall be deemed to be in breach of this Stipulation and Order, deemed to be in default, and deemed to have admitted all allegations in the CCB Complaint in Case No. 2024-007 and shall pay all penalties and receive all discipline set forth under the "Relief Requested" section of the Complaint, inclusive of the civil penalty of \$80,000, and shall have its licenses C119 and RC119 immediately suspended, with such suspension remaining in place until all amounts due under this Stipulation and Order are paid in full and within 90 days of the order of default. The CCB will enter an order of default to this effect after default and all amounts due under this subsection shall be immediately due and payable to CCB. If all amounts due under this section are not paid within 90 days after the date of the order of default, licenses C119 and RC119 shall be deemed voluntarily surrendered. TTL agrees it cannot and will not file any petition for judicial review and/or any action in any forum for relief from this order of default and/or this Stipulation and Order and that the CCB may file any judicial action necessary to recover the amounts owed under this subsection, along with its attorneys' fees and costs for recovery of amounts owed.
- c. TTL may petition the CCB for an extension of 30 days to pay any of the installments set forth in Paragraph 17 (or the lump sum, under the Lump Sum Payment Option). However, for the CCB to consider any such petition, the CCB must receive said petition no later than 5

a. CCB will allow a five-business day grace period for late payment⁷.

⁷ If a check or other form of payment is returned for insufficient funds, or otherwise rejected, the failed payment will <u>not</u> be considered a payment and no additional time beyond the five business days grace period will be granted for payment.

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business days prior to the installment deadline at issue (which does not include any grace period). The CCB is not required to grant such a petition. In such a petition, TTL must demonstrate to the satisfaction of the CCB that there are extraordinary and unusual circumstances necessitating the extension requested and specify which installment deadline or deadlines it is seeking an extension. The CCB may delegate the decision as to whether to grant such a petition to the CCB Chair.

- d. If an extension is granted under Paragraph 18(c), there shall be no grace period on the new payment date or dates. If TTL does not pay by the new payment date or dates, the provisions and penalties of Paragraph 18(b) apply.
- Plan of Correction. Respondent represents and warrants that it has submitted 19. and put in place a plan of correction, which CCB staff has approved, that will remedy and prevent the recurrence of the violations set forth in this Stipulation and Order. In summary, the plan of correction regarding the Administrative Action includes the following: (1) TTL terminated its Inventory Manager on October 23, 2023, and replaced her with a new compliance manager and director or operations on October 24, 2023; (2) TTL has now obtained a City of Las Vegas business license and discontinued deliveries to the City of Las Vegas until it received that business license; (3) TTL has installed/replaced security cameras and ensured its security cameras have proper and unobstructed coverage; (4) TTL has implemented a security malfunction log to ensure malfunctions are timely reported to the CCB; (5) TTL now ensures all clone batches are logged and documented with verification first, followed by recording in METRC; (6) TTL has updated its harvest logs to include the final yield rate of processed usable cannabis; (7) TTL's destruction and waste logs were updated to show confirmation that cannabis waste is recorded as unusable before physical disposal occurs; (8) TTL now ensures destruction logs and waste logs are recorded in METRC correctly and with no variances, with dual verification from employees; (9) TTL now requires visitors to enter all required information into visitor logs, which is

now checked and confirmed by the employee hosting each visitor; (10) TTL submitted the required agent card application for the owner who did not posses an agent card; and (11) TTL now ensures that all its required sales and inventory reports are timely submitted to the CCB. Respondent further represents and warrants that it is now, as of the date, it has executed this Stipulation and Order, operating in full compliance with NRS Title 56 and NCCR.

- 20. Contingency if Approval Denied. If approval of this Stipulation and Order is denied by the CCB, TTL and counsel for the CCB agree to resume settlement negotiations in good faith and attempt to reach an agreement to amend this Stipulation and Order and resubmit an amended Stipulation and Order to the CCB to review for approval at a subsequent regularly scheduled CCB meeting. If such an agreement cannot be reached, the Parties agree to proceed with the Administrative Action, with TTL to timely file its Answer and Request for Hearing, and the matter to proceed to a disciplinary hearing before the CCB's assigned hearing officer in the ordinary course. Should the Administrative Action proceed for the reasons set forth in this Paragraph, CCB preserves all its claims and arguments in the Administrative Action as set forth in its Complaint and TTL preserves all its defenses and arguments it may set forth in its Answer, and withdraws all waivers set forth herein. An unapproved Stipulation and Order shall not be admissible as evidence or referenced in argument at any disciplinary hearing in CCB Case No. 2024-007 or any other matter involving the CCB.
- 21. Contingency if Approval Conditioned. If the CCB approves this Stipulation and Order, but said approval is contingent on certain conditions, the Parties will undertake further good faith negotiations to include said conditions in an amended stipulation and order for execution by the CCB Chair. If TTL does not agree to the certain conditions imposed by the CCB, the Parties will undertake additional negotiations and attempt to reach an agreement to amend this Stipulation and Order and resubmit an amended stipulation and order to the CCB to review for approval at a subsequent regularly scheduled meeting. If such an agreement cannot be reached, the Parties agree to proceed with the

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Administrative Action, with TTL to timely file its Answer and Request for Hearing, and the matter to proceed to a disciplinary hearing before the CCB's assigned hearing officer in the ordinary course. Should the Administrative Action proceed for the reasons set forth in this Paragraph, CCB preserves all its claims and arguments in the Administrative Action as set forth in its Complaint and TTL preserves all its defenses and arguments it may set forth in its Answer, and withdraws all waivers set forth herein. An unapproved Stipulation and Order shall not be admissible as evidence or referenced in argument at any disciplinary hearing in CCB Case No. 2024-007 or any other matter involving the CCB.

- 22. <u>Closure of Disciplinary Action</u>. Once this Stipulation and Order is fully performed by TTL, the Administrative Action will be closed.
- 23. Communications with CCB Members. TTL understands that this Stipulation and Order will be presented to the CCB in open session at a duly noticed and scheduled CCB meeting. TTL understands that the CCB has the right to decide in its own discretion whether or not to approve this Stipulation and Order. The CCB's counsel, which is the Nevada Attorney General and its staff attorneys, will recommend approval of this Stipulation and Order. In the course of seeking CCB acceptance of this Stipulation and Order, counsel for CCB may communicate directly with individual CCB members. TTL acknowledges that such communications may be made or conducted *ex parte*, without notice or opportunity for TTL to be heard on its part until the public CCB meeting where this Stipulation and Order is discussed, and that such contacts and communications may include, but may not be limited to, matters concerning this Stipulation and Order, the Administrative Action and any and all information of every nature whatsoever related to these matters. TTL agrees that it has no objections to such ex parte communications. The CCB agrees that TTL and/or its counsel may appear at the CCB meeting where this Stipulation and Order is discussed and, if requested, respond to any questions that may be addressed to TTL and/or the Nevada Attorney General's staff attorneys. TTL agrees that, should the CCB decline to approve this Stipulation and Order, TTL will not contest or otherwise object to any CCB member, and/or CCB appointed hearing officer, hearing and

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27 28 adjudicating the Administrative Action based on the aforementioned ex parte communications with anyone from the Nevada Attorney General's Office.

- Release. Respondent agrees that the State of Nevada, the CCB, the Office of 24. the Attorney General, and each of their members, staff, attorneys, investigators, experts, hearing officers, consultants and agents are immune from any liability for any decision or action taken in good faith in response to information and data acquired by the CCB. Respondent agrees to release the State of Nevada, the CCB, the Office of the Attorney General, and each of their members, staff, attorneys, investigators, experts, hearing officers, consultants and agents from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims and demands whatsoever, known or unknown, in law or equity, that Respondent ever had, now has, may have or claim to have against any and/or all of the persons, government agencies or entities named in this Paragraph, arising out of, or by reason of, CCB's investigation of the matters set forth in the Complaint, the matters set forth in this Stipulation and Order, and/or the administration of CCB Case No. 2024-007.
- 25. No Precedent. The Parties agree: (1) That this Stipulation and Order shall not constitute a precedent for any other issues or proceedings before the CCB and/or in any other forum, other than those set forth in this Stipulation and Order; (2) That this Stipulation and Order shall not be admissible in any other proceeding or action with respect to proof of fact or any other matter and/or any other licensee and/or cannabis establishment, except proceedings brought to enforce this Stipulation and Order under its terms and/or for the CCB's consideration of future disciplinary action against this Respondent.

Furthermore, the CCB may consider the discipline imposed herein in any future disciplinary action against Respondent, as required under NCCR 4.030(2), along with the other factors set forth in NCCR 4.030(2), and possible progressive discipline pursuant to NCCR 4.035 through 4.060. As every case concerns different facts and details, this Stipulation does not act as precedent, or persuasive authority, to bind CCB to impose any particular penalty, to charge or allege any particular violation, and/or to impose any

particular disciplinary action in the future for this Respondent, or any other respondent, for violations of the same statutes and/or regulations addressed in this Stipulation and Order. Likewise, CCB is not bound by any previous settlement agreements it has approved in entering into this Stipulation and Order.

- 26. Attorneys' Fees and Costs. The Parties each agree to bear their own attorneys' fees and costs.
- 27. <u>Further Assurances</u>. The Parties shall cooperate in executing such additional documents and performing such further acts as may be reasonably necessary to give effect to the purposes and provisions of this Stipulation and Order.
- 28. Voluntary and Informed Agreement. The Respondent represents that its owners, officers, and/or its directors, who are responsible for and able to legally bind TTL have read completely and understand fully the terms of this Stipulation and Order, that such terms are fully understood and voluntarily accepted by Respondent in advance of and as memorialized by the signing of this Stipulation and Order, and that the Respondent's signature to this Stipulation and Order indicates same. Respondent further represents that it has voluntarily entered into this Stipulation and Order to make a full, final, and complete compromise upon the terms and conditions set forth herein. Respondent further represents that any releases, waivers, discharges, covenants, and agreements provided for in this Stipulation and Order have been knowingly and voluntarily granted and without any duress or undue influence of any nature from any person or entity. The Parties, and each of them, hereby expressly acknowledge that they are each represented by counsel of their own choice in this matter and have been advised by counsel accordingly.
- 29. Warranties of Authority. The Parties to this Stipulation and Order, and each of them, expressly warrant and represent to all other Parties that each has the full right, title, and authority to enter into and to carry out its obligations hereunder, with the sole exception of the required approval of this Stipulation and Order by the CCB. The Parties also expressly acknowledge the foregoing authority.
 - 30. Binding Effect. This Stipulation and Order shall be binding upon and inure

to the benefit of the Parties hereto and the Parties' respective successors, predecessors, parents, affiliates, shareholders, employees, heirs, executors, assigns, and administrators.

- 31. Construction. The headings of all Sections and Paragraphs of this Stipulation and Order are inserted solely for the convenience of reference and are not a part of the Stipulation and Order and are not intended to govern, limit, or aid in the construction or interpretation of any term or provision of this Stipulation and Order. In the event of a conflict between such caption and the paragraph at the head of which it appears, the paragraph and not such caption shall govern in the construction of this Stipulation and Order.
- 32. Governing Law. This Stipulation and Order shall be governed by and construed in accordance with the laws of the State of Nevada, without reference to conflict of law principles.
- 33. <u>Jurisdiction and Forum Selection</u>. The Parties consent to the jurisdiction of the Eighth Judicial District Court of the State of Nevada, in and for Clark County, to resolve any disputes related to the terms or enforcement of this Stipulation and Order. The successful or prevailing Party or Parties in such action shall be entitled to recover reasonable attorney fees, costs, and expenses actually incurred in initiating or responding to such proceeding, in addition to any other relief to which it may be entitled.
- 34. <u>Interpretation</u>. This Stipulation and Order is the result of negotiations among the Parties who have each negotiated and reviewed its terms. In the event a Court ever construes this Agreement, the Parties expressly agree, consent, and assent that such Court shall not construe this Agreement or any provision hereof against any Party as its drafter for purposes of interpreting any ambiguity or uncertainty in this Stipulation and Order.
- 35. <u>Time is of the Essence</u>. Time is of the essence in the performance of all terms of this Stipulation and Order.
- 36. <u>Severability</u>. If any portion of this Stipulation and Order, or its application thereof to any person or circumstance, shall be deemed to any extent to be invalid, illegal, or unenforceable as a matter of law, all remaining clauses of this Stipulation and Order

and its application thereof shall be not affected and shall remain enforceable to the fullest extent permitted by law.

37. Counterparts and Copies. This Stipulation and Order may be executed in counterparts, each of which when so executed and upon delivery to counsel of record for the Parties shall be deemed an original ("Counterparts"). This Stipulation and Order shall be deemed executed when Counterparts of this Stipulation and Order have been executed by all the Parties and/or their counsel; such Counterparts taken together shall be deemed to be the Agreement. This Stipulation and Order may be executed by signatures provided by electronic facsimile or email, which signatures shall be binding and effective as original wet ink signatures hereupon. All fully executed copies of this Stipulation and Order are duplicate originals, equally admissible in evidence.

IN WITNESS WHEREOF, this Stipulation and Order has been executed by the Parties and attested by their duly authorized representatives as of the date(s) so indicated. The Effective Date of this Stipulation and Order shall be the date it is ordered by the CCB.

Adam R. Fulton (Nev. Bar No. 11572)
Counsel for Respondent TTL

(printed name Lallan Maore),
On behalf of Respondent TTL

L. Kristopher Rath (Nev. Bar No. 5749)

Senior Deputy Attorney General

Counsel for Cannabis Compliance Board

Date: 6/10/2024

ORDER WHEREAS, on the 20th day of June 2024, the Nevada Cannabis Compliance Board approved and adopted all the terms and conditions set forth in the Stipulation and Order for Settlement of Disciplinary Action with TTL. IT IS SO ORDERED. SIGNED AND EFFECTIVE this day of STATE OF NEVADA, CANNABIS COMPLIANCE BOARD Adriana Guzmán Fralick, Chair