CONSENT ORDER

The Maryland Cannabis Administration (the "Administration" or "MCA") and Respondents CURIO CULTIVATION, LLC and CURIO MANUFACTURING, LLC ("Respondents"), License Nos. GA-23-00010 and PA-23-00012, respectively, pursuant to the Cannabis Reform Act, found at Md. Code Ann. Alcoholic Beverages & Cannabis §§ 36-901 through 36-903, as well as Code of Maryland Code of Maryland Regulations (COMAR) 14.17.14.06, hereby enter into this Consent Order in order to resolve violations of the Act without the need for formal proceedings, to include an evidentiary hearing.

The pertinent provisions of the Act in place at the time of the events set forth herein is as follows:

Alc. Bev. § 36-903

- (a)(1) This subsection does not apply to an advertisement placed on property owned or leased by a dispensary, grower, or processor.
- (2) An advertisement for a cannabis licensee, cannabis product, or cannabis-related service may not:
 - (i) violate Title 13, Subtitle 3 of the Commercial Law Article;
 - (ii) directly or indirectly target individuals under the age of 21 years;
 - (iv) engage in advertising by means of television, radio, Internet, mobile application, and social media, or other electronic communication, or print publication, unless at least 85% of the audience is reasonably expected to

be at least 21 years old as determined by reliable and current audience composition data; or

(v) engage in advertising by means of placing an advertisement on the side of a building or another publicly visible location of any form, including a sign, a poster, a placard, a device, a graphic display, an outdoor billboard, or a freestanding sign board.

The pertinent provisions of COMAR are as follows:

14.17.14.06 Advertising

- A. All advertisements for cannabis products, businesses, licensees, or other cannabis-related services shall comply with the requirements of Alcoholic Beverages and Cannabis Article §§ 36-901-36-903, Annotated Code of Maryland.
- B. A standard licensee, registrant, agent, or employee who violates §A of this regulation:
 - (1) Is subject to a fine not exceeding:
 - (a) \$1,000 for the first violation;
 - (b) \$5,000 for the second violation occurring within 24 months after the first violation; and
 - (c) \$10,000 for each subsequent violation occurring within 24 months after the preceding violation; and
 - (2) May elect to:
 - (a) Pay the imposed fine; or
 - (b) Request a hearing not later than 30 days from the receipt of the fine.
- C. In accordance with the hearing provisions in Regulation .05 of the chapter, the Administration may deny, suspend, or revoke the license or registration of a licensee, registrant, agent, or employee who violates §A of this regulation.

FINDINGS OF FACT

The parties agree to the following statement of facts:

 Respondent Curio Cultivation, LLC holds a standard cannabis grower license number GA-23-00010.

- Respondent Curio Manufacturing, LLC holds a standard cannabis process license number PA-23-00012.
- Together, Curio Cultivation, LLC and Curio Manufacturing, LLC grow, manufacture, package and distribute cannabis flower and cannabis products under the Curio brand.

Case No. 23-00316

- On August 19, 2023, Respondents displayed a canopy/tent with Respondents' logo and name at The Hot August Music Festival (the "Music Festival") at the Oregon Ridge Park located at 13401 Beaver Dam Road, Cockeysville, Md 20130.
- 5. The Music Festival was not restricted to adults 21 and older. The Music Festival advertised activities specifically for children and families to be offered at the Music Festival.
- 6. Respondents did not provide reliable and current audience composition data showing that at least 85% of the audience at the Music Festival is reasonably expected to be at least 21 years old.

Case No. 23-00418

- 7. In 2023, Respondents sponsored the Baltimore Running Festival (the "Running Festival").
- 8. The Running Festival was not an age-restricted event and allowed individuals of all ages to register to participate. In addition, the Running Festival advertised a "Kids Fun Zone" with activities and inflatable games.
- 9. The Running Festival promoted its 2023 5K event as the "2023 Curio Wellness 5K" and the Curio name and brand were featured prominently in print materials such as the Running Festival's 2023 Runner Handbook.¹

¹ Baltimore Running Festival's 2023 Runner Handbook, available at: https://www.thebaltimoremarathon.com/wp-content/uploads/2023/10/runner_handbook-balt23final.pdf (last accessed July 24, 2024).

- 10. On October 14, 2023, while approximately 10,600 participants of all ages (some of whom were virtual runners) took part in the Running Festival, Respondents' name and logo were displayed on the event website and on the lanyards upon which medals were distributed to running participants.
- 11. Respondents did not provide reliable and current audience composition data showing that at least 85% of the audience is reasonably expected to be at least 21 years old.
- 12. Respondents have fully cooperated with the MCA's investigation in this matter, and Respondents otherwise remain in good standing with the MCA.

CONCLUSIONS OF LAW

Respondents violated Alc. Bev. §§ 36-901 through 36-903 in Cases No. 23-00316 and 23-00418 by advertising at functions where minors were directly or indirectly invited to attend, without providing reliable and current audience composition data showing that at least 85% of the audience is reasonably expected to be at least 21 years old, and by means of placing an advertisement on the side of a building or another publicly visible location of any form, including a sign, a poster, a placard, a device, a graphic display, an outdoor billboard, or a freestanding sign board. This conduct in turn violated COMAR 14.14.06 by failing to comply with the requirements of Alcoholic Beverages and Cannabis Article §§ 36-901-36-903, Annotated Code of Maryland. These reflect the only violations found arising from the underlying Amended Charges.

ORDER

Based on the foregoing Findings of Fact and Conclusions of Law, it is hereby

ORDERED that within 10 days of this Order, Respondents shall pay a fine in the amount of \$8,000 for the aforementioned advertising violations, which represents a fine of \$500 for each

Respondents' violation relating to Case No. 23-00316 and a fine of \$3,500 for each Respondents' violation relating to Case No. 23-00418; and it is further

ORDERED that this Consent Order is a PUBLIC DOCUMENT pursuant to Md. Code Ann., Gen. Prov. §§ 4-401 et seq. (2014).

8/5/2024 Date

william <u>Liburg, Director</u>

Maryland Camabis Administration

CONSENT

I, David Bronfein, am the General Counsel of Curio Cultivation, LLC and Curio

Manufacturing, LLC and I have legal authority to enter into this agreement on behalf of Curio

Cultivation, LLC and Curio Manufacturing, LLC (hereinafter "Respondent"). Respondents

acknowledge that they have had the opportunity to seek advice of counsel in this matter. By this

Consent, Respondents agree and accept to be bound by this Consent Order and its conditions and

restrictions. Respondents waive any rights they may have had to contest the Findings of Fact and

Conclusions of Law.

Respondents acknowledge the validity of this Consent Order as if entered into after the

conclusion of a formal evidentiary hearing in which the Respondents would have had the right to

counsel, to confront witnesses, to give testimony, to call witnesses on their own behalf, and to all

other substantive and procedural protections as provided by law. Respondents acknowledge the

legal authority and the jurisdiction of the Administration to initiate these proceedings and to issue

and enforce this Consent Order. Respondents also affirm that they are waiving their right to appeal

any adverse ruling of the Administration that might have followed any such hearing.

I sign this Consent Order with authority on behalf of Respondents after having had the

opportunity to consult counsel, without reservation, and I fully understand and comprehend the

language, meaning and terms of this Consent Order. I voluntarily sign this Consent Order and

understand its meaning and effect.

July 30, 2024

Date

David Bronfein

Respondent

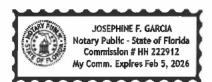
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NOTARY

STATE OF FLORIDA

COUNTY OF PALM BEACH

Sworn to and subscribed before me by means of online notarization, this 30th day of July, 2024, by David Bronfein, on behalf of Curio Cultivation, LLC and Curio Manufacturing, LLC, and gave oath in due form of law that the foregoing Consent Order was his voluntary act and deed. He has produced a Driver's license as identification.



Notary Public

Josephine F. Garcia

My Commission Expires: February 5, 2026

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