

BALTIMORE41, LLC

d/b/a STOREHOUSE

Respondent.

License No. DA-23-00029

* * * * *

CONSENT ORDER

The Maryland Cannabis Administration (the "Administration" or "MCA") and Respondent **BALTIMORE41, LLC d/b/a STOREHOUSE, License No. DA-23-00029** ("Respondent"), pursuant to the Cannabis Reform Act, codified at Md. Code Ann., Alcoholic Beverages & Cannabis § 36-501, *et seq.* (2023, 2025 Supp.) (the "Act") and Code of Maryland Regulations (COMAR) 14.17 (2024), hereby enter into this Consent Order in order to resolve violations of the Act and COMAR 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:

§ 36-202. Powers and duties of Administration

(a) The Administration shall:

7) after a determination that a violation of this title or a regulation adopted under this title has occurred, suspend, fine, restrict, or revoke cannabis licenses and cannabis registrations, whether active, expired, or surrendered, or impose any other penalty authorized by this title or any regulation adopted under this title;

The pertinent provisions of COMAR in place at the time of the allegations set forth herein are as follows:

14.17.12 Cannabis Dispensary Operations

.04 Dispensary Operations

* * *

C. Dispensary Controls

* * *

(2) A dispensary shall use the seed-to-sale tracking system to track its stock of cannabis from the time it is received by the dispensary to the time it is delivered or dispensed to another licensee, a registrant, a qualifying patient, registered caregiver, or adult-use consumer.

* * *

D. At least monthly, a dispensary shall conduct a physical inventory of its stock of cannabis and compare the physical inventory of its stock with the stock reflected in [the] seed-to-sale tracking system.

.11 Standard Operating Procedures

A. A dispensary shall establish standard operating procedures in accordance with this subtitle for all aspects of:

(1) Inventory control, including:

(a) Tracking the dispensary's stock of cannabis in the seed-to-sale tracking system from the time it is received by the dispensary to the time it is delivered or dispensed to another licensee, a registrant, a qualifying patient, a registered caregiver, or an adult-use consumer; and

(b) Monthly physical inventory;

* * *

(7) Green waste procedures;

* * *

14.17.14 Complaints, Enforcement, Record Keeping and Inspection of Cannabis Businesses

* * *

.04 Discipline and Enforcement.

A. Diversion.

(1) A licensee, registrant, or agent may not:

* * *

(c) Fail to accurately track, tag, or otherwise record inventory in the seed-to-sale tracking system;

* * *

C. A licensee or registrant may not substantially deviate or demonstrate a pattern of deviation from the standard operating procedures or terms set forth in the license.

FINDINGS OF FACT

The parties agree to the following statement of facts:

1. Respondent holds license number **DA-23-00029** for the operation of Baltimore41, LLC d/b/a Storehouse, a dispensary located at 5730 Falls Road in Baltimore City, Maryland 21209 (the "Dispensary" or "Respondent").
2. At all times referenced herein, Respondent employed W.C.¹ as a registered cannabis agent who held the position of Assistant General Manager and Inventory Manager at the Dispensary.
3. On October 29, 2024, an MCA investigator conducted an inspection at the Dispensary which included a review of Respondent's Metrc entries, the Dispensary's point-of-sale system ("POS"), and information provided by Respondent, including video footage for the required pre-inspection 90-day time period.
4. After performing a Package Adjustment Report (the "Report") query through Metrc for the period between July 29, 2024 and October 19, 2024, the investigator noted several suspicious package adjustments. On September 11, 2024, W.C. made a package

¹ Agent W.C.'s name is being withheld from this document to protect their privacy but is already known to Respondent.

adjustment in Metrc for -20 grams of 1A40303000000CD as "missing" cannabis. When the investigator compared the Metrc entry with Respondent's POS, no API issue existed². Therefore, Agent W.C. failed to use the seed-to-sale tracking system to track cannabis stock from the time it was received by the Respondent until the time it was delivered or dispensed to another licensee, registrant, qualifying patient, registered caregiver, or adult use consumer.

6. Further review of the Report showed four instances in which Agent W.C. made package adjustments in Metrc for large amounts of green waste and failed to list them as such in Respondent's green waste log. The investigator reviewed the relevant video footage, and W.C. can be seen diverting cannabis he had noted in Metrc as green waste as follows:

a. Video footage from August 15, 2024 shows Agent W.C. emptying six (6) 3.5 gram containers of Guicy Banger cannabis flower into a black bag, typically used for repackaging, and then placing the bag on his desk. After taking out the trash, W.C. returns to the work area and can be seen taking the black bag off his desk and putting it into his personal backpack. A short time later, W.C. is again captured on video as he exits the building carrying the backpack in which he placed the black bag. The Report showed that W.C. made a package adjustment in Metrc of -21 grams of Guicy Banger and labeled it as "spoilage" and "green waste" on the same date.

b. On August 30, 2024, W.C. made a package adjustment in Metrc of 52.5 grams of Garcia Florida Kush as green waste. Video footage shows W.C. green

² An "API issue" notation is used to indicate that Metrc and the POS system were not properly communicating at the time of the sale.

wasting only one 3.5 gram container. There is no video footage showing he removed the cannabis product from the Dispensary, but the whereabouts of the remainder of the product is unknown.

c. Video footage from September 25, 2024, shows W.C. opening approximately eight (8) different 3.5 gram containers, emptying them into a silver bowl, and then placing the bowl's contents into a black bag. Shortly thereafter, W.C. empties an additional five (5) containers with cannabis flower into the same black bag, and then empties three (3) separate containers with cannabis flower into a smaller black bag. W.C. retrieves a brown paper bag, puts both black bags into it, and then places the brown bag on top of his personal backpack. W.C. then takes an additional 3.5 gram container and puts it on his desk before he is seen putting both the brown bag and 3.5 gram container into his personal backpack. The Report showed that W.C. made a package adjustment in Metrc of "green waste expired cannabis" on the same date. The Metrc entries are for two different products: -10.5 grams of Happy Eddie Mischief and -21 grams of Nature's Heritage Guicy. The cannabis product W.C. placed in his backpack visually approximates the same weight as what he logged as green waste.

d. Video footage from October 7, 2024 shows W.C. opening twelve (12) packages of cannabis product and emptying them into a black repackaging bag before placing it on his desk. He can then be seen putting the black bag into his personal backpack. The Report showed that W.C. logged -12 grams of cannabis product as green waste in Metrc on the same date. The cannabis product W.C. places in his backpack visually approximated the same weight as what he logged

as green waste

e. Video footage from October 15, 2024 shows W.C. placing three (3) 3.5 gram containers of cannabis product on the counter before emptying them into a black bag, which he then places on the counter. Several minutes later, video footage shows W.C. removing the bag from the counter and then placing it into his personal backpack. The Report showed that W.C. logged -10.5 grams of cannabis product as "expired green waste" in Metrc on the same date. The cannabis product W.C. places in his backpack visually approximates the same weight as what he logged as green waste.

9. Respondent was unaware of WC's diversion until MCA's investigator requested the video footage. Upon discovery of the diversion, Respondent terminated W.C.'s employment, effective October 15, 2024.

10. By Respondent's own admission to the investigator, Respondent failed to conduct monthly inventory between August and October 2024 as required by COMAR.

MITIGATING FACTORS

11. Upon discovering W.C.'s violations as set forth herein, Respondent was very cooperative and responsive with the MCA's investigator in obtaining additional information and documenting W.C.'s conduct.

12. Respondent reported W.C.'s violations to local law enforcement and criminal charges were pursued against W.C.

13. Respondent immediately took measures to ensure that monthly inventory audits were being completed following the MCA investigator's initial inspection.

CONCLUSIONS OF LAW

14 . Respondent's failure to use the seed-to-sale tracking system to track its stock of cannabis constitutes five violations of COMAR 14.17.12.04C.

15 . Respondent's failure to perform monthly inventory constitutes three violations of COMAR 14.17.12.04D.

16 . Respondent's failure to follow the Standard Operating Procedures for inventory control including METRC entries and monthly inventory constitutes two violations of COMAR 14.17.14.04C.

ORDER

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

ORDERED that Respondent shall, within 10 days of this Order, pay a fine in the amount of **\$10,000** for the aforementioned violations; and it further;

ORDERED that failure to comply with the terms of this Consent Order shall be deemed a violation of the Maryland Cannabis Reform Act and may result in additional enforcement action, including suspension of Respondent's licensee; and be it further

ORDERED that Respondent shall be responsible for the costs associated with complying with this Order; and it is further

ORDERED that this Consent Order is a PUBLIC DOCUMENT pursuant to Md. Code Ann., Gen. Provis. §§ 4-101 et seq. (2019 Repl. Vol., 2024 Supp.).

11-26-2025

Date



Tabatha Robinson, Executive Director
Maryland Cannabis Administration

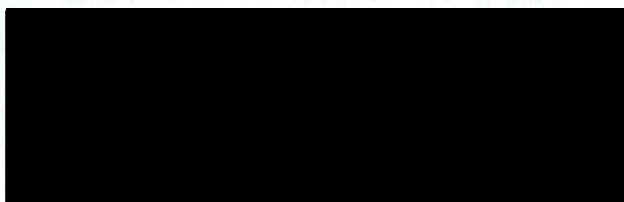
CONSENT

Respondent acknowledges that he had the opportunity to seek advice of counsel in this matter. By this Consent, Respondent agrees and accepts to be bound by this Consent Order and its conditions and restrictions. Respondent waives any rights he may have had to contest the Findings of Fact and Conclusions of Law.

Respondent acknowledges the validity of this Consent Order as if entered into after the conclusion of a formal evidentiary hearing in which the Respondent would have had the right to counsel, to confront witnesses, to give testimony, to call witnesses on its own behalf, and to all other substantive and procedural protections as provided by law. Respondent acknowledges the legal authority and the jurisdiction of the Administration to initiate these proceedings and to issue and enforce this Consent Order. Respondent also affirms that he is waiving its right to appeal any adverse ruling of the Administration that might have followed any such hearing.

Having consulted with counsel, Respondent fully understands and comprehends the language, meaning and terms of this Consent Order, without reservation, and understands its meaning and effect.

12/16/25
Date



Name: JEFFREY JACOBSON
Title: CEO

NOTARY

[insert state]

Sworn to and subscribed before me, this 16th day of December 2025, by Jeffrey Jacobson
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.

John Connor Jr.

Notary Public

John Connor Jr.

My Commission Expires: 12-13-2026

State of Maryland
County of Baltimore

