

Office of the General Counsel 2920 Kilgore Road Rancho Cordova, CA 95670

April 9, 2025

VIA CERTIFIED MAIL

Buyantod Rinchin, Owner PACWI, LLC 1005 Bliss Lane Garberville, CA 95542

> Re: PACWI, LLC - Case No. DCC25-00001-CON Decision Adopting Stipulated Settlement and Condemnation Order

Dear Mr. Rinchin:

Pursuant to section 11415.60 of the Government Code, attached please find a copy of the Department of Cannabis Control's Decision Adopting Stipulated Settlement and Condemnation Order in the above-referenced matter involving PACWI, LLC.

The Department's Order and Decision will be effective on April 30, 2025. Pursuant to this Final Decision and its stipulated settlement, PACWI, LLC, has waived any right to reconsideration or appeal in this matter.

Sincerely,

Douglas Smurr

Douglas Smurr Assistant General Counsel info@cannabis.ca.gov www.cannabis.ca.gov

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8	BEFORE THE DEPARTMENT OF CANNABIS CONTROL OF THE STATE OF CALIFORNIA	
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10 11	In the Matter of the Proceeding for Condemnation of Embargoed Cannabis) CASE NO. DCC25-00001-CON
11	Product(s) Against: PACWI, LLC, BUYANTOD RINCHIN, OWNER;	DECISION ADOPTING STIPULATED SETTLEMENT AND CONDEMNATION
12	1005 Bliss Lane Garberville, CA 95542	ORDER
14	Cultivation - Medium Mixed-Light)
15	License No. CCL18-0003688)
16	Respondent.)
17	Pursuant to Government Code section	11415.60, the Department of Cannabis Control
18	("Department") hereby adopts the attached St	ipulated Settlement and Condemnation Order as
19	its Decision in this matter.	
20	This Decision and Condemnation Ord	ler shall become effective on April 30, 2025.
21		
22	IT IS SO ORDERED, April 9, 2025.	
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24	(at	- Jun
25	Douglas	
26	Assistant General Counsel FOR THE DEPARTMENT OF CANNABIS CONTROL	
27		
28	DECISION ADOPTING STIPU	LATED SETTLEMENT AND CONDEMNATION ORDER CASE NO. DCC25-00001-CON; PACWI, LLC.

1	ROB BONTA	
2	Attorney General of California HARINDER K. KAPUR	
3	Senior Assistant Attorney General State Bar No. 198769	
4	600 West Broadway, Suite 1800 San Diego, CA 92101	
5	P.O. Box 85266 San Diego, CA 92186-5266	
6	Telephone: (619) 738-9407 Facsimile: (619) 645-2061	
7	E-mail: Harinder.Kapur@doj.ca.gov Attorneys for Complainant	
8		
9	BEFOR	ЕТНЕ
10	DEPARTMENT OF C STATE OF C	ANNABIS CONTROL
11		
12	In the Matter of the Proceeding for	Case No. DCC25-00001-CON
13	Condemnation of Embargoed Cannabis Product(s) Against:	
14	PACWI, LLC;	STIPULATED SETTLEMENT AND CONDEMNATION ORDER
15	BUYANTOD RINCHIN, OWNER 1005 Bliss Lane	
16	Garberville, CA 95542	
17	Cultivation Medium Mixed-Light License No. CCL18-0003688	
18	Respondent.	
19]
20	IT IS HEREBY STIPULATED AND AGR	EED by and between the parties to the above-
21	entitled proceedings that the following matters ar	e true:
22	PARTIES	
23	1. Evelyn Schaeffer (Complainant) is th	e Deputy Director of the Compliance Division
24	of the Department of Cannabis Control (Department). She brought this action solely in her	
25	official capacity and is represented in this matter by Rob Bonta, Attorney General of the State of	
26	California, by Harinder K. Kapur, Senior Assistant Attorney General.	
27	2. Respondent PACWI, LLC (Responde	ent); Buyantod Rinchin, Owner (Owner) is
28	representing themself in this proceeding and has	chosen not to exercise its right to be represented
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		STIPULATED SETTLEMENT (DCC25-00001-CON)

1	by counsel. Respondent is acting in this proceeding through Buyantod Rinchin, Owner, who has
2	been designated and authorized by PACWI, LLC to enter into this agreement on behalf of the
3	Respondent (hereafter "Authorized Representative").
4	3. On or about April 29, 2020, the Department issued Cannabis Cultivation – Medium
5	Mixed Light Tier 1 License No. CCL18-0003688 to PACWI, LLC; Buyantod Rinchin, Owner
6	(Respondent). The Cannabis Cultivation License was in full force and effect at all times relevant
7	to the charges brought in Condemnation Action No. DCC25-00001-CON, and will expire on
8	April 29, 2025, unless renewed.
9	JURISDICTION
10	4. Condemnation Action No. DCC25-00001-CON was filed before the Department and
11	is currently pending against Respondent. The Condemnation Action and all other statutorily
12	required documents were properly served on Respondent on January 29, 2025. On February 19,
13	2025, Respondent filed its Notice of Defense contesting the Condemnation Action.
14	5. A true and correct copy of Condemnation Action No. DCC25-00001-CON is attached
15	as Exhibit A and incorporated herein by reference.
16	ADVISEMENT AND WAIVERS
17	6. Respondent and its current owners of record and members have carefully read, and
18	fully understand the charges and allegations in Condemnation Action No. DCC25-00001-CON.
19	Respondent and its current owners of record and members have also carefully read, and fully
20	understand the effects of this Stipulated Settlement and Condemnation Order.
21	7. Respondent and its current owners of record and members are fully aware of their
22	legal rights in this matter, including the right to a hearing on the charges and allegations in
23	Condemnation Action No. DCC25-00001-CON; the right to be represented by counsel at its own
24	expense; the right to confront and cross-examine the witnesses against them; the right to present
25	evidence and to testify on its own behalf; the right to the issuance of subpoenas to compel the
26	attendance of witnesses and the production of documents; the right to reconsideration and court
27	review of an adverse decision; and all other rights accorded by the California Administrative
28	Procedure Act and other applicable laws.
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	STIPULATED SETTLEMENT (DCC25-00001-CON)

8. Respondent voluntarily, knowingly, and intelligently waives and gives up each and 1 every right set forth above. 2 **CULPABILITY** 3 9. Respondent admits the truth of each and every charge and allegation in 4 Condemnation Action No. DCC25-00001-CON. 5 10. Respondent agrees that its Cannabis Cultivation – Medium Mixed Light Tier 1 6 License No. CCL18-0003688 is subject to condemnation and agrees to be bound by the 7 Department's determination and requirement to destroy the cannabis as set forth in the 8 Condemnation Order below. 9 CONTINGENCY 10 11. This stipulation shall be subject to approval by the Department. Respondent 11 understands and agrees that counsel for Complainant and the staff of the Department may 12 communicate directly with the Department regarding this stipulation and settlement, without 13 14 notice to or participation by Respondent. By signing the stipulation, Respondent understands and agrees that it may not withdraw its agreement or seek to rescind the stipulation prior to the time 15 the Department considers and acts upon it. If the Department fails to adopt this stipulation as its 16 Decision and Order, the Stipulated Settlement and Condemnation Order shall be of no force or 17 effect, except for this paragraph, it shall be inadmissible in any legal action between the parties, 18 19 and the Department shall not be disqualified from further action by having considered this matter. 12. The parties understand and agree that Portable Document Format (PDF) and facsimile 20 21 copies of this Stipulated Settlement and Condemnation Order, including PDF and facsimile signatures thereto, shall have the same force and effect as the originals. 22 This Stipulated Settlement and Condemnation Order may be signed in any number of 13. 23 24 counterparts, each of which is an original and all of which taken together form one single document. 25 14. This Stipulated Settlement and Condemnation Order is intended by the parties to be 26 an integrated writing representing the complete, final, and exclusive embodiment of their 27 agreement. It supersedes any and all prior or contemporaneous agreements, understandings, 28

1	discussions, negotiations, and commitments (written or oral). This Stipulated Settlement and
2	Condemnation Order may not be altered, amended, modified, supplemented, or otherwise
3	changed except by a writing executed by an authorized representative of each of the parties.
4	15. In consideration of the foregoing admissions and stipulations, the parties agree that
5	the Department may, without further notice or formal proceeding, issue and enter the following
6	Condemnation Order:
7	CONDEMNATION ORDER
8	1. <u>WITHDRAWAL OF APPEAL</u> : Respondent's appeal of Condemnation Action
9	No. DCC25-00001-CON and request for administrative hearing is deemed withdrawn and any
10	further appeal is waived.
11	2. DESTRUCTION AND DISPOSAL OF EMBARGOED CANNABIS: Within
12	fifteen (15) days of the effective date of the Decision and Order, Respondent shall destroy and dispose
13	of the listed cannabis products detailed below in a manner, time and location mutually agreed upon
14	between the Respondent and the Department, at Respondent's own expense. The Department will
15	provide Respondent with three (3) dates that fall within the fifteen (15) day period upon which the
16	Department's designee will be available to observe and document the destruction and disposal of the
17	following:
18	a. Six hundred and eighty (680) pounds of unbagged, harvested cannabis;
19	b. One thousand two hundred and ninety-eight (1,298) pounds of bucked down cannabis; and,
20	c. Two-thousand, one-hundred, and ninety-two (2,192) cannabis plants.
21	3. <u>PAYMENT OF COSTS</u> : Respondent shall pay costs in the amount of three-
22	thousand, three hundred (\$3,300.00) dollars in twelve (12) equal monthly payments of two-
23	hundred seventy-fivedollars (\$275), with the first payment to be made within fifteen (15) days of
24	the effective date of the Decision and Order, followed by five (5) consecutive monthly payments.
25	4. The above referenced payment, in the form of cashier's check, money order,
26	personal or business check, shall be remitted by either of the following methods: (1) the
27	Department of Cannabis Control's cash payment procedures; or, (2) mailed to:
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	STIPULATED SETTLEMENT (DCC25-00001-CON)

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2	By U.S. Postal Service: Department of Cannabis Control	
3	Attn: Cashiers P.O. Box 419106	
4	Ranch Cordova, CA 95741-9106	
5	By FedEx or UPS:	
6	Department of Cannabis Control Attn: Cashiers	
7	2920 Kilgore Road Rancho Cordova, CA 95670-9106	
8	Relicito Coldova, CA 35070-3100	
9	5. Failure to complete the payments or comply with the terms of this Order shall result	
10	in further disciplinary action or non-renewal of Respondent's Cannabis Cultivation - Medium	
11	Mixed Light Tier 1 License No. CCL18-0003688 and denial of any other license sought, as the	
12	Department deems appropriate. Additionally, failure to complete the payment shall result in	
13	Respondent's immediate obligation and responsibility to pay the full amount of the Department's	
14	costs of investigation and enforcement pursuant to Business and Professions Code section 26031	
15	and California Code of Regulations, title 4, section 17813, in the amount of three-thousand, three	
16	hundred dollars (\$3,300), less any partial payments received prior to the failure to complete	
17	payments or comply with the terms of this Order and will result in enforcement of the Order in	
18	the Superior Court.	
19	ACCEPTANCE	
20	I have carefully read the Stipulated Settlement and Condemnation Order. I understand the	
21	stipulation and the effect it will have on my Cannabis Cultivation - Medium Mixed-Light Tier 1	
22	License No. CCL18-0003688. I enter into this Stipulated Settlement and Condemnation Order	
23	voluntarily, knowingly, and intelligently, and agree to be bound by the Decision and Order of the	
24	Department of Cannabis Control.	
25	INTER STATES	
26	DATED: 03. DJ. 2005 THU UND	
27	PACWI, LLC; BUYANTOD RINCHIN, OWNER/AUTHORIZED REPRESENTATIVE	
28	Respondent	
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	STIPULATED SETTLEMENT (DCC25-00001-CON)	

1	ENDO	<u>RSEMENT</u>
2	The foregoing Stipulated Settlement and	Condemnation Order is hereby respectfully
3	submitted for consideration by the Department	of Cannabis Control.
4	DATED: March 13, 2025	Respectfully submitted,
5	DATED. Watch 15, 2025	Rob Bonta
6		Attorney General of California
7		
8		HARINDER K. KAPUR
9		Senior Assistant Attorney General Attorneys for Complainant
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		STIPULATED SETTLEMENT (DCC25-00001-CON)

Exhibit A

Proceeding For Condemnation of Embargoed Cannabis No. DCC25-00001-CON

1	ROB BONTA	
2	Attorney General of California HARINDER K. KAPUR	
3	Senior Assistant Attorney General State Bar No. 198769	
4	600 West Broadway, Suite 1800 San Diego, CA 92101	
5	P.O. Box 85266 San Diego, CA 92186-5266	
6	Telephone: (619) 738-9407 Facsimile: (619) 645-2061	
7	E-mail: Harinder.Kapur@doj.ca.gov Attorneys for Complainant	
8	BEFOR	ЕТНЕ
9	DEPORE THE DEPARTMENT OF CANNABIS CONTROL STATE OF CALIFORNIA	
10		
11	In the Matter of the Condemnation of Embargoed Cannabis Product(s) Against:	Case No. DCC25-00001-CON
12	PACWI, LLC BUYANTOD RINCHIN, OWNER	CONDEMNATION OF EMBARGOED
13	1005 Bliss Lane Unincorporated, CA 95542	CANNABIS PRODUCT(S)
14	Cultivation - Medium Mixed-Light Tier 1	
15	License No. CCL18-0003688	
16	Respondent.	
17		1
18	PART	<u>FIES</u>
19	1. Evelyn Schaeffer (Complainant) bring	gs this Condemnation Action solely in her
20	official capacity as the Deputy Director of the Compliance Division of the Department of	
21	Cannabis Control (Department).	
22	2. On or about April 29, 2020, the Department issued Cultivation - Medium Mixed-	
23	Light Tier 1 CCL18-0003688 to PACWI, LLC (Respondent), and or about April 21, 2022,	
24	Buyantod Rinchin, Owner was added to the licens	se. The Cultivation - Medium Mixed-Light Tier
25	1 was in full force and effect at all times relevant to the charges brought herein and will expire on	
26	April 29, 2025, unless renewed.	
27	///	
28	///	
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	(PACWI, LLC; BUYANTOD RI	NCHIN, OWNER) CONDEMNATION PROCEEDING

1	JURISDICTION	
2	3. This Proceeding for Condemnation is brought before the Office of	of Administrative
3	Hearings, under the authority of the following laws. All section references as	re to the Business
4	and Professions Code (Code) unless otherwise indicated.	
5	4. Section 26010 of the Code states:	
6	There is in the Business, Consumer Services, and Housing Agend	
7	7 Department of Cannabis Control under the supervision and control of a director. T director shall administer and enforce the provisions of this division related to the	
8	department.	
9	5. Section 26010.5, subdivision (d), of the Code states:	
10	The department has the power, duty, purpose, responsibility, and regulate commercial cannabis activity as provided in this division.	jurisdiction to
11		
12	6. Section 26012, subdivision (a), of the Code states:	
13 14	It being a matter of statewide concern, except as otherwise authorized in this division, the department shall have the sole authority to create, issue, deny, renew, discipline, condition, suspend, or revoke licenses for commercial cannabis activity.	
15		
16 17	The department shall make and prescribe reasonable rules and re may be necessary to implement, administer, and enforce its duties under in accordance with Chapter 3.5 (commencing with Section 11340) of P	er this division
18	Division 3 of Title 2 of the Government Code	
19	8. Section 26039.3, subdivision (f), of the Code states:	
20	The department may condemn cannabis or a cannabis product un	
21	provisions of this section. A proceeding for condemnation shall be sub appropriate notice to, and the opportunity for a hearing with regard to,	the person or
22	licensee affected in accordance with Chapter 5 (commencing with Sect Part 1 of Division 3 of Title 2 of the Government Code.	ion 11500) of
23	(1) Upon a finding by the administrative law judge that the	
24	cannabis product is adulterated or misbranded, or that its sale violation of this division, the administrative law judge may di	rect the
25	cannabis or cannabis product to be destroyed at the expense or or product owner and under the supervision of the department	. The licensee
26	or owner of the affected cannabis or cannabis product shall pareasonable costs, including the costs of storage, testing, and su	ipervision,
27	incurred by the department in investigating and prosecuting the pursuant to this section.	e action taken
28		
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	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNA	TION PROCEEDING

1 2	(2) Upon a finding by the administrative law judge that the adulteration or misbranding can be corrected by proper labeling or additional processing of the cannabis or cannabis product and that all provisions of this division
3	can be complied with, the administrative law judge may direct the cannabis or cannabis products to be brought into compliance under the department's
4	supervision STATUTORY PROVISIONS
5	9. Section 26039.1 of the Code states:
6	9. Section 20039.1 of the Code states:
7	(a) When the department has evidence that cannabis or a cannabis product is adulterated or misbranded, the department shall notify the licensee. The licensee may conduct a voluntary recall of the affected cannabis or cannabis product and may
8	remediate the cannabis or cannabis product, if approved by the department, or shall destroy the affected cannabis or cannabis product under the supervision of the
	department.
10 11	(b) The department may issue a mandatory recall order and require the licensee to immediately cease distribution of cannabis or a cannabis product and recall the cannabis or cannabis product if the department determines both of the following:
12	(1) The cultivation, manufacture, distribution, or sale of the cannabis or
13	cannabis product creates or poses an immediate and serious threat to human life or health.
14	(2) Other procedures available to the department to remedy or prevent the occurrence of the situation would result in an unreasonable delay.
15 16	(c) The department shall provide the licensee an opportunity for an informal proceeding on the matter, as determined by the department, within five days, on the
17	actions required by the order and on why the cannabis or cannabis product should not be recalled. Following the proceeding, the order shall be affirmed, modified, or set aside as determined appropriate by the department.
18	(d) The department's powers set forth in this section expressly include the
19 20	power to order movement, segregation, isolation, or destruction of cannabis or cannabis products, as well as the power to hold cannabis or cannabis products in place.
21 22	(e) If the department determines it is necessary, it may issue the mandatory recall order, may conduct the recall, and may use all appropriate measures to obtain reimbursement from the licensee for any and all costs associated with these orders.
23	All funds obtained by the department from these efforts shall be deposited in the Cannabis Control Fund and shall be available for use by the department upon appropriation by the Legislature.
24	
25 26	(f) It is unlawful to move or allow to be moved cannabis or a cannabis product subject to an order issued pursuant to this section unless that person has first obtained written authorization from the department.
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	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNATION PROCEEDI

10.

Section 26039.3 of the Code states in pertinent part:

2 (a) If the department finds or has probable cause to believe that cannabis or a cannabis product is adulterated or misbranded within the meaning of this division, or 3 the sale of the cannabis or cannabis product would be in violation of this division, the department shall affix to the cannabis or cannabis product, or component thereof, a 4 tag or other appropriate marking. The department shall give notice that the cannabis or cannabis product is, or is suspected of being, adulterated or misbranded, or the 5 sale of the cannabis or cannabis product would be in violation of this division and has been embargoed and that the cannabis or cannabis product shall not be removed 6 or disposed of by sale or otherwise until permission for removal or disposal is given by the department or a court. 7 (b)(1) It is unlawful to remove, sell, or dispose of embargoed cannabis or an 8 embargoed cannabis product without written permission of the department or a court. The removal, sale, or disposal of each item of embargoed cannabis or cannabis 9 product without written permission of the department constitutes a violation of this subdivision. A violation of this subdivision is subject to a citation and fine of not 10 more than ten thousand dollars (\$10,000). 11 (2) Notwithstanding paragraph (1), a licensed cultivator may request permission for the continued cultivation or harvesting of the cannabis subject to 12 embargo. The department may authorize, and may impose conditions on, the continued cultivation or harvesting of the cannabis subject to embargo. 13 (c) If the adulteration or misbranding can be corrected by proper labeling or 14 additional processing of the cannabis or cannabis product and all of the provisions of this division can be complied with, the licensee may request that the department 15 remove the tag or other marking to permit correction. If, under the supervision of the department, the adulteration or misbranding has been corrected, the department may 16 remove the tag or other marking. Cannabis and cannabis products found at an unlicensed location, or cultivated, processed, produced, or manufactured at an 17 unlicensed location, or derived from an unlicensed source, cannot be corrected and shall be destroyed. 18 (d) If the department finds that cannabis or a cannabis product that is 19 embargoed is not adulterated or misbranded, or that its sale is not otherwise in violation of this division, the department may remove the tag or other marking. 20 Section 26039.5 of the Code states: 11. 21 22 (a) Cannabis or a cannabis product is misbranded if it is any of the following: 23 (1) Cultivated, processed, manufactured, packed, or held in a location not duly licensed as provided in this division. 24 (2) Consists of cannabis or cannabis product that was cultivated, processed, 25 manufactured, packed, or held in a location not duly licensed as provided in this division. 26 (3) Its labeling is false or misleading in any particular. 27 28 4

1 2	(4) Its labeling or packaging does not conform to the requirements of Section 26120 or any other labeling or packaging requirement established pursuant to this division.
3	(b) It is unlawful to cultivate, process, manufacture, sell, deliver, hold, or offer for sale cannabis or a cannabis product that is misbranded.
4 5	(c) It is unlawful to misbrand cannabis or a cannabis product.
5 6 7	(d) It is unlawful to receive in commerce cannabis or a cannabis product that is misbranded or to distribute, deliver, or offer for delivery any such cannabis or cannabis product.
8	REGULATORY PROVISIONS
9	12. California Code of Regulations, title 4, section 17801.5 states:
10	
11	(a) The Department may embargo cannabis or cannabis products to prevent their sale, disposal, or removal from the location when the Department has probable cause to believe the cannabis or cannabis products are adulterated or misbranded or the sale would otherwise be in violation of the Act or this division.
12	
13	(b) To embargo cannabis or cannabis products, the Department shall:
14 15	(1) Provide initial notice to the licensee or product owner that the cannabis or cannabis products are subject to embargo and the reason for the embargo. Initial notice may be oral or written and may be provided in person or by telephone, mail, facsimile transmission, email, or other electronic means;
16	(2) Affix a tag or marking to the cannabis or cannabis products, or component thereof, subject to embargo; and
17 18	(3) Provide an inventory of the embargoed items to the licensee or product owner.
19	(c) The Department shall provide a supplemental written notice to the licensee or product owner of the embargoed items that includes the following:
20	(1) The factual and legal bases for the embargo;
21	(2) A description of the cannabis or cannabis products under embargo;
22	(3) A request for a written plan to address the items under embargo and the
23	issues(s) that resulted in the embargo;
24 25	(4) A summary of the proceedings for condemnation in accordance with chapter 5 (commencing with section 11500) of part 1 of division 3 of title 2 of the Government Code;
26	(5) Notification that the embargoed items cannot be removed from embargo,
27	sold, or disposed of without authorization of the Department or a court; and
28	(6) The penalty for violation of the embargo.
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	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNATION PROCEEDIN

1 2	(d) The licensee or product owner may submit a written plan to the Department that describes how the licensee or product owner will address the items under embargo and the issue(s) that resulted in the embargo.
3	(1) If the Department determines that the plan will resolve the issue(s) that
4	resulted in the embargo, and that all of the provisions of the Act and this division can be complied with, the Department will approve the plan and supervise the completion of the plan.
5	
6	(2) If the Department cannot approve the plan, or the Department does not receive a response from the licensee within seven (7) calendar days after providing the
7	notice described in subsection (c), the Department may initiate condemnation proceedings in accordance with Business and Professions Code section 26039.3(f).
8	(e) A licensee or product owner or their authorized representative may agree in writing to the voluntary condemnation and destruction of the cannabis and cannabis
9 10	products subject to embargo. Destruction and disposal of the cannabis or cannabis products shall be at the licensee or product owner's expense and shall be conducted with the approval of and under the supervision of the Department.
11	(f) A licensee or product owner shall not remove the tag or marking from
12	cannabis or cannabis products under embargo. A licensee or product owner shall not undertake corrective action or destruction of the items under embargo unless the Department has provided written approval and removed the embargo tag.
13	
14 15	(g) A licensee or product owner shall not remove from embargo, sell, or dispose of any cannabis or cannabis products under embargo without written permission of the Department or a court. Each item removed, sold, or disposed of without written permission of the Department or a court constitutes a separate violation of the Act.
16 17 18 19	(h) A licensed cultivator or a microbusiness authorized to engage in cultivation may request permission to continue cultivation or harvesting of cannabis under embargo. The request shall be made to the Department in writing at compliance@cannabis.ca.gov and shall specify the cultivation or harvesting activities in which the licensee requests to engage. The Department may, in its sole discretion, authorize and impose conditions on the continued cultivation or harvesting of the cannabis under embargo.
20 21	(i) Cannabis and cannabis products found, cultivated, processed, produced, or manufactured at an unlicensed location, or derived from an unlicensed source, cannot be corrected and shall be destroyed.
22	COST RECOVERY
23	13. Section 26039.3, subdivision $(f)(2)$, of the Code states in pertinent part that the
24	licensee shall pay fees and reasonable costs, including the costs of storage, testing, and
25	supervision, incurred by the department in investigating and prosecuting the action.
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	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNATION PROCEEDIN

1	FACTUAL ALLEGATIONS
2	14. On or about October 10, 2024, the Department conducted an announced cultivation
3	inspection of Respondent's licensed premises. Buyantod Rinchin (Owner Rinchin) was present
4	during the inspection.
5	15. During the inspection, Department staff found greenhouses on the premises
6	containing 2,192 immature cannabis plants that were missing the required Unique Identifier
7	(UID) tags. When asked about the source of the untagged cannabis plants, Owner Rinchin
8	claimed that the plants were derived from cuttings of cannabis clones purchased from a licensed
9	nursery in January 2024. However, Respondent's California Cannabis Track and Trace (CCTT)
10	account showed no evidence of immature plant batches or packages of clones created or
11	transferred into its inventory at any time in 2024. In addition, Owner Rinchin was unable to
12	produce a transfer manifest or purchase receipt for the cannabis clones.
13	16. Within the harvest storage area, Department staff found 680 pounds of unbagged
14	harvested cannabis as well as 278 black and yellow plastic tote bins containing approximately
15	1,298 pounds of bucked down cannabis. None of the cannabis stored in the harvest storage area
16	had UID tags affixed and Respondent's CCTT account showed no evidence of the harvested
17	cannabis.
18	17. Since neither the greenhouse cannabis plants nor the harvested cannabis could be
19	traced back to a licensed source, Department staff determined that the cannabis was misbranded
20	and thus, subject to embargo or Voluntary Condemnation and Destruction (VC & D). Owner
21	Rinchin opted to embargo the greenhouse plants and proceed with the VC & D of the bagged and
22	unbagged cannabis found at the harvest storage area. Department staff commenced cataloguing
23	and tagging the embargoed greenhouse plants but were unable to complete the VC & D that day.
24	18. When Department staff returned to Respondent's licensed premises the following day
25	(October 11, 2024), Owner Rinchin stated that they now wished to embargo the bagged harvested
26	cannabis instead of proceeding with the VC & D. Department staff issued an Initial Embargo
27	Notice and Record of Voluntary Condemnation and Destruction to Respondent. Owner Rinchin
28	was advised that the embargoed greenhouse plants could be watered and maintained but could not
	7
	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNATION PROCEEDING

1	be moved, sold, or disposed without Department authorization. Specifically, Respondent was		
2	notified that the following items were subject to embargo and could not be removed, sold, or		
3	disposed of without Department authorization:		
4	a. Six hundred and eighty (680) pounds of unbagged, harvested cannabis;		
5	b. One thousand two hundred and ninety-eight (1,298) pounds of bucked down cannabis;		
6	c. Two-thousand, one-hundred, and ninety-two (2,192) cannabis plants located at the		
7	premises.		
8	19. On October 25, 2024, the Department issued a Supplemental Embargo Notice to		
9	Respondent notifying it that the Department had probable cause to believe that the embargoed		
10	cannabis and cannabis plant inventory were misbranded, since they could not be traced back to a		
11	licensed source. Respondent was directed to submit a written plan describing how it would		
12	address the issues that resulted in the embargo of the cannabis. Respondent was directed to		
13	submit the written plan by November 1, 2024. Owner Rinchin submitted a written response on		
14	October 31, 2024, but the submission neither addressed nor resolved the issues that resulted in the		
15	embargo.		
16	20. On November 13, 2024, the Department issued a Notice of Embargo Determination		
17	(NED) to Respondent. The NED stated that the Department was unable to trace the embargoed		
18	cannabis to a licensed source and directed Respondent to submit a plan for destruction for the		
19	embargoed cannabis by November 20, 2024. As of the date of filing, no written plan has been		
20	received from Respondent.		
21	CAUSE OF ACTION		
22	(Misbranded Cannabis Subject to Condemnation)		
23	21. Respondent failed to provide documentation establishing the origins of the cannabis		
24	in its possession or a written plan for release of the embargoed cannabis pursuant to California		
25	Code of Regulation, title 4, section 17801.5, as described more fully in paragraphs 14 through 20,		
26	above, therefore the cannabis consisting of 2,192 plants, 680 pounds of unbagged and harvested		
27	cannabis, and 1,298 pounds of bucked down cannabis is misbranded and subject to		
28	condemnation.		
	8		
	(PACWI, LLC; BUYANTOD RINCHIN, OWNER) CONDEMNATION PROCEEDING		

he following the hearing, the Offi Ordering the destruction of the LLC with Buyantod Rinchin as C Ordering Respondent PACWI, e costs of the investigation and er ns Code section 26039.3; and	PRAYER ts that a hearing be held on the matters herein alleged, ice of Administrative Hearings issue a decision: e cannabis that is subject to embargo by Respondent Owner, under the supervision of the Department; LLC with Buyantod Rinchin as Owner to pay the inforcement of this case, pursuant to Business and action as deemed necessary and proper.	
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Ordering the destruction of the LLC with Buyantod Rinchin as C Ordering Respondent PACWI, e costs of the investigation and er ns Code section 26039.3; and Taking such other and further a	e cannabis that is subject to embargo by Respondent Owner, under the supervision of the Department; , LLC with Buyantod Rinchin as Owner to pay the nforcement of this case, pursuant to Business and action as deemed necessary and proper.	
LLC with Buyantod Rinchin as C Ordering Respondent PACWI, e costs of the investigation and er ns Code section 26039.3; and Taking such other and further a	Owner, under the supervision of the Department; , LLC with Buyantod Rinchin as Owner to pay the nforcement of this case, pursuant to Business and action as deemed necessary and proper.	
Ordering Respondent PACWI, e costs of the investigation and er ns Code section 26039.3; and Taking such other and further a	LLC with Buyantod Rinchin as Owner to pay the nforcement of this case, pursuant to Business and action as deemed necessary and proper. <u>EVELYN SCHAEFFER</u> Deputy Director of the Compliance Division Department of Cannabis Control State of California	
e costs of the investigation and en ns Code section 26039.3; and Taking such other and further a	nforcement of this case, pursuant to Business and action as deemed necessary and proper. EVELYN SCHAEFFER Deputy Director of the Compliance Division Department of Cannabis Control State of California	
ns Code section 26039.3; and Taking such other and further a	action as deemed necessary and proper. EVELYN SCHAEFFER Deputy Director of the Compliance Division Department of Cannabis Control State of California	
Taking such other and further a	EVELYN SCHAEFFER Deputy Director of the Compliance Division Department of Cannabis Control State of California	
	EVELYN SCHAEFFER Deputy Director of the Compliance Division Department of Cannabis Control State of California	
: <u>January 23, 2025</u>	Deputy Director of the Compliance Division Department of Cannabis Control State of California	
: <u>January 23, 2025</u>	Deputy Director of the Compliance Division Department of Cannabis Control State of California	
: <u>January 23, 2025</u>	Deputy Director of the Compliance Division Department of Cannabis Control State of California	
	Deputy Director of the Compliance Division Department of Cannabis Control State of California	
	Department of Cannabis Control State of California	
	<i>r</i>	
SA2025800007		
	9	

PROOF OF SERVICE

Case Name: In the Matter of the Proceeding for Condemnation of Embargoed Cannabis Product(s) Against: PACWI, LLC. DCC Case No. DCC25-00001-CON License Number: CCL18-0003688

I am a resident of the State of California, over the age of eighteen years, and not a party to the within action. My business address is Department of Cannabis Control, 2920 Kilgore Road, Rancho Cordova, CA 95670. On April 9, 2025, I served the within document(s):

DECISION ADOPTING STIPULATED SETTLEMENT AND CONDEMNATION ORDER

VIA ELECTRONIC TRANSMISSION. Pursuant to CCP § 1010.6, I caused the document(s) to be sent to the person(s) at the Email address(es) listed below. I did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was unsuccessful.

VIA CERTIFIED MAIL by placing the envelope for collection and mailing following our ordinary business practices for collecting and transmitting mail through the United States Postal Service to the Respondent listed below.

Service via certified mail to be completed upon the following business day.

Buyantod Rinchin, Owner	Harinder Kapur (via email only)
BACWI, LLC	Assistant Attorney General
1005 Bliss Lane	Cannabis Control Section
Garberville, CA 95542	Office of Attorney General
Buyantodthomas@gmail.com	Harinder.Kapur@doj.ca.gov

I am familiar with the Department's business practices for collecting and transmitting mail through the United States Postal Service. In accordance with those practices, correspondence placed in the Department's internal mail collection system is, in the ordinary course of business, deposited in the United States Postal Service, with postage paid, on the same day I am aware that on motion of the party served, service is presumed invalid if postal cancellation date or postage meter date is more than one day after the date of deposit for mailing in affidavit.

I declare under penalty of perjury under the laws of the State of California, and the United States of America, that the above is true and correct.

Executed on April 9, 2025, at Rancho Cordova, California.

