

**THE DISTRICT OF COLUMBIA
ALCOHOLIC BEVERAGE AND CANNABIS BOARD**

In the Matter of:

Stonerz DC, LLC
t/a Farmerz DC Cannabis Store/
Stonerz/Farmerz Stonerz DC

Cease and Desist

at premises
3236 Prospect Street, N.W.
Washington, D.C. 20002

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) Case No.: 24-ULC-00017
) License No.: N/A
) Order No.: 2024-688
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BEFORE: Donovan Anderson, Chairperson
James Short, Member
Silas Grant, Jr., Member

PARTIES: Nagib Fouad Khallouf, Respondent

Kawsur A. Ruma, Landlord Respondent

Alycia K. Hogenmiller, Assistant Attorney General
Office of the Attorney General for the District of Columbia

ORDER APPROVING OFFER-IN-COMPROMISE

Nagib Fouad Khallouf (Respondent) appeared before the Alcoholic Beverage Control Board on October 2, 2024. At the hearing, the Respondent and the Government presented an Offer-in-Compromise (OIC) to resolve the summary closure issued in Case No. 24-ULC-00017. The Board approved the OIC at the hearing.

ORDER

Therefore, on this 2nd day of October 2024, the Board **APPROVES** the OIC presented by the parties, which contains the following terms:

1. The Respondent voluntarily waives the right to present evidence, have a hearing, judicial review, or appeal of this matter;

2. The Respondent agrees to abide and comply with the terms of the offer-in-compromise attached to this Order; and
3. The Board notes that the Property Owner, Kawsur A. Ruma, is not subject to the agreement.

A copy of this Order shall be provided to the parties.

District of Columbia
Alcoholic Beverage and Cannabis Board

eSigned via SeamedDoc.com
Donovan Anderson
Key: ac43cb9b6dd5f0e4b730060d1dccc8

Donovan Anderson, Chairperson

eSigned via SeamedDoc.com
James Short
Key: 547ac373f820de0ac8d1b3325d2048e

James Short, Member



Silas Grant, Jr., Member

Pursuant to D.C. Official Code § 25-433(d)(1) (applicable to alcohol matters) or 22-C DCMR § 9720 (applicable to medical cannabis matters), any party adversely affected may file a Motion for Reconsideration of this decision within ten (10) days of service of this Order with the Alcoholic Beverage and Cannabis Administration, 2000 14th Street, N.W., Suite 400S, Washington, DC 20009.

Also, pursuant to section II of the District of Columbia Administrative Procedure Act, Pub. L. 90-614, 82 Stat. 1209, D.C. Official Code § 2-510 (2001), and Rule 15 of the District of Columbia Court of Appeals, any party adversely affected has the right to appeal this Order by filing a petition for review, within thirty days of the date of service of this Order, with the District of Columbia Court of Appeals, 430 E Street, N.W., Washington, D.C. 20001 (202/879- 1010). However, the timely filing of a Motion for Reconsideration stays the time for filing a petition for review in the District of Columbia Court of Appeals until the Board rules on the motion. *See* D.C. App. Rule 15(b) (2004).

**GOVERNMENT OF THE DISTRICT OF COLUMBIA
ALCOHOLIC BEVERAGE AND CANNABIS ADMINISTRATION ALCOHOLIC
BEVERAGE AND CANNABIS BOARD**



IN THE MATTER OF:

**STONERZ DC, LLC/FARMERZ DC
CANNABIS STORE/STONERZ/FARMERZ
STONERZ, DC**

Respondent.

Case No. 24-ULC-00017

OFFER IN COMPROMISE FOR BOARD APPROVAL

The District of Columbia, jointly with the licensee (Respondent), submits this Offer in Compromise (OIC) to the Alcoholic Beverage and Cannabis Board (Board), as authorized by 22-C DCMR § 6213, for approval by the Board.

The Parties understand that if the Board approves the OIC, this case will conclude. Respondent will be obligated to abide by the terms of the OIC shown below. If the Board does not approve the OIC, litigation of this summary closure will continue.

Respondent has been advised that there is no obligation to accept an OIC. Respondent has been advised, through service of the Notice of Summary Closure, that at any summary closure hearing or other proceedings, Respondent may be represented by legal counsel, have subpoenas issued to require production of witnesses and evidence, produce witnesses and evidence, cross-examine witnesses, and apply to the Board for a qualified interpreter.

The OIC terms are as follows:

(1) Cease Operations: Respondent shall cease operating as an unlicensed cannabis retailer selling cannabis and cannabis products or take any other actions that violate D.C. Code § 7-1671.08.

- a. Respondent shall cancel its lease at 521 H Street, NE, Washington, DC 20002.
- b. The District of Columbia shall have the authority to enforce this Offer in Compromise and the Board's August 14, 2024 Cease and Desist Order (Board Order No. 2024-577) in Superior Court of the District of Columbia or by any other avenue as outlined in D.C. Code § 7-1671.12a(f).

(2) Collection of Personal Items: Respondent may schedule with Alcoholic Beverage and Cannabis Administration (ABCA) enforcement a mutually convenient time to retrieve personal items (as listed in (2)b) from 521 H Street, NE, Washington, DC 20002.

Respondent shall be accompanied by a representative from ABCA and the Metropolitan Police Department (MPD).

- a. If Respondent wishes to schedule a time to retrieve personal items, it shall contact ABCA enforcement within seven days of signing this Offer in Compromise. ABCA will not return to Respondent any items seized by ABCA or MPD.
- b. Personal items Respondent may retrieve are pocketbooks, iPads, laptops, Khallouf's medicine, makeup containers, makeup, perfume bottles, computers, tables, desks, display cases, décor, couches, tools, cleaning supplies, wall art, tobacco products and accessories, printers, label printers, cameras, security equipment, credit card terminal, window signs, figurine boxes, and TVs.

Dated: September 27, 2024

Respectfully submitted,

BRIAN L. SCHWALB
Attorney General for the District of Columbia

STEPHANIE E. LITOS
Deputy Attorney General
Civil Litigation Division

/s/ Kimberly M. Johnson
KIMBERLY M. JOHNSON [435163]
Chief, Civil Enforcement Section


/s/ Kerslyn D. Featherstone
KERSLYN D. FEATHERSTONE [478758]
Assistant Chief, Civil Enforcement Section

/s/ Alycia K. Hogenmiller
ALYCIA K. HOGENMILLER [90004316]
Assistant Attorney General
400 6th Street, NW
Washington, DC 20001
(202) 256-9692
Alycia.Hogenmiller@dc.gov

ATTORNEYS FOR THE DISTRICT OF COLUMBIA

CONSENT OF RESPONDENT

By this Offer in Compromise, I agree to accept and perform its terms. I acknowledge the validity of the OIC and waive a hearing to which I would have a right under D.C. Code § 7-1671.08(h). I also recognize that I am waiving any right to appeal an adverse ruling of the Board that might have followed any such hearing. By this settlement, I waive all such rights. I sign this OIC without reservation, and I fully understand its meaning and my rights.



Nagib Fouad Khallouf, StonerzDC
Respondent

9-30-24
DATE

CERTIFICATE OF SERVICE

On September 30, 2024, the foregoing Offer in Compromise for Board Approval was

served to:

Rose Knox
80 M Street, NE
Washington, DC 20002
Mayqua002@gmail.com

Representative for Respondent (By E-Mail)

Nagib Fouad Khallouf
Stonerz DC, LLC/Farmerz DC Cannabis Store/Stonerz/Farmerz
521 H Street, NE
Washington, DC 20002
stonerzdc@gmail.com

Respondent (by E-Mail)

Kawsur A. Ruma
2810 Joseph Makell Court
Alexandria, VA 22306-2840

Landlord (by First Class Mail)

Martha Jenkins
General Counsel, ABCA
2000 14th Street, NW, Suite 400 South
Washington, DC 20009
Martha.Jenkins@dc.gov

Counsel for ABC Board (by E-Mail)

/s/ Alycia K. Hogenmiller
Alycia K. Hogenmiller
Assistant Attorney General