

**Department of Licensing and Regulatory Affairs
Bureau of Medical Marihuana Regulation**

**Medical Marihuana Operation and Oversight Grants
For County Law Enforcement Offices**

2018 Grant Application Information and Instructions

1. The Michigan Legislature has appropriated a total of \$3 million dollars for the Medical Marihuana Operation and Oversight Grants. These grants, which are available to county law enforcement offices, will only be approved by the Department of Licensing and Regulatory Affairs, Bureau of Medical Marihuana Regulation for the education, communication, and enforcement of the Michigan Medical Marihuana Act, 2008 IL, MCL 333.26421 et. seq.
2. The completed Medical Marihuana Operation and Oversight grant application must be received electronically no later than **January 1, 2018** at the following email address: **Jennifer Piggott**, PiggottJ3@michigan.gov.
3. The amount of funds available to each county are posted on the department website. Potential grant amounts are calculated based on the proportion of the number of registry identification cards issued or renewed in the county as of **September 30, 2017**.
4. A county law enforcement office may distribute discretionary grants to municipal law enforcement agencies for the operation and oversight of the Michigan Medical Marihuana Program pursuant to Section 6(1) of the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26426. If a county law enforcement office distributes discretionary grants to municipal law enforcement agencies, the county law enforcement office agrees to require the receiving municipal law enforcement agency to provide a report on how the discretionary grant was spent.
5. The county law enforcement office must submit **financial status reports** to the Department of Licensing and Regulatory Affairs on **April 1, 2018**, **July 1, 2018**, and **September 15, 2018**. The required reports from any municipal law enforcement agency that received a discretionary grant must be included in the county law enforcement office's report. (The Financial Status Report form is attached to this application).
6. On **September 15, 2018**, a **final report** must be submitted detailing how the total grant was expended. The final report should include:
 - A summary of the project implementation plan and any deviations from the original project as proposed.
 - Accomplishments and problems experienced while carrying out the project activities.
 - Coordinated efforts with other organizations to complete the project.
 - Impacts, anticipated and unanticipated, experienced as a result of the project implementation.
 - Financial expenditures of grant money and other contributions to the project, in-kind and/or direct funding.
 - Any experience in applying the project products and anticipated "next steps."
 - Actual budget expenditures compared to the budget in the agreement and the reason for any discrepancies.

**Department of Licensing and Regulatory Affairs
Bureau of Medical Marihuana Regulation**

7. Applicants must be EFT compliant and obtain (if they have not already) a SIGMA Vendor Customer ID number. SIGMA Vendor information can be obtained at the following website: <https://sigma.michigan.gov/webapp/PRDVSS2X1/AltSelfService>

Questions regarding the Medical Marihuana Operation and Oversight Grants to County Law Enforcement Offices are to be directed to the Department of Licensing and Regulatory Affairs, Bureau of Medical Marihuana Regulation, **Jennifer Piggott at (517) 284-8596 or by email to PiggottJ3@michigan.gov**.

The Department of Licensing and Regulatory Affairs is only responsible for processing grant applications that meet the requirements as set forth by Section 902 of 2017 PA 107, the expending of grant funds, and the compiling of the required reports.

**Medical Marihuana Operation and Oversight Grants
For County Law Enforcement Offices
2017 PA 107 (Section 902)**

Sec. 902. (1) The department shall expend the funds appropriated in part 1 for medical marihuana operation and oversight grants for grants to county law enforcement offices for the operation and oversight of the Michigan medical marihuana program pursuant to section 6(*l*) of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These grants shall be distributed proportionately based on the number of registry identification cards issued to or renewed for the residents of each county whose county law enforcement office applied for a grant under subsection (2). For the purposes of this subsection, operation and oversight grants are for education, communication, and enforcement of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430.

(2) No later than December 1, the department shall post a listing of potential grant money available to each county law enforcement agency on its website. In addition, the department shall work collaboratively with county law enforcement agencies, the Michigan Sheriff's Association, and other representative law enforcement organizations regarding the availability of these grant funds. A county law enforcement agency requesting a grant shall apply on a form developed by the department and available on the website. The form shall contain the county law enforcement agency's specific projected plan for use of the money and its agreement to maintain all records and to submit documentation to the department to support the use of the grant money.

(3) In order to be eligible to receive a grant under subsection (1), a county law enforcement agency shall apply no later than January 1 and agree to report how the grant was expended and provide that report to the department no later than September 15. The department shall submit a report no later than October 15 of the subsequent fiscal year to the state budget director, the subcommittees, and the fiscal agencies detailing the grant amounts by recipient and the reported uses of the grants in the preceding fiscal year.

(4) County law enforcement agencies may distribute discretionary grants made under subsection (1) to municipal law enforcement agencies for the operation and oversight of the Michigan medical marihuana program pursuant to section 6(*l*) of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a county law enforcement agency distributes a discretionary grant in this manner, that

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county law enforcement agency shall require the receiving municipal law enforcement agency to provide a report on how that grant was spent. Reports from municipal law enforcement agencies shall be included as part of the report submitted to the department as required in subsection (3).

MCL Section 333.26426(1): The Michigan medical marihuana fund is created within the state treasury. All fees collected under this act shall be deposited into the fund. The state treasurer may receive money or other assets from any source for deposit into the fund. The state treasurer shall direct the investment of the fund. The state treasurer shall credit to the fund interest and earnings from fund investments. Money in the fund at the close of the fiscal year shall remain in the fund and shall not lapse to the general fund. The department of licensing and regulatory affairs shall be the administrator of the fund for auditing purposes. The department of licensing and regulatory affairs shall expend money from the fund, upon appropriation, for the operation and oversight of the Michigan medical marihuana program.

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**Department of Licensing and Regulatory Affairs
Bureau of Medical Marihuana Regulation**

Medical Marihuana Operation and Oversight Grants for County Law Enforcement Offices

2018 Grant Application

Authority: Michigan Medical Marihuana Act
2008 IL 1, Section 6(I), MCL 333.26426

**This application must be submitted electronically to Jennifer Piggott at PiggottJ3@michigan.gov
at the Bureau of Medical Marihuana Regulation on or before January 1, 2018.**

Section I: Grant Applicant Information

Oakland County Sheriff's Office

Applicant (Name of County Law Enforcement Office)

CV0048080

180

VS

SIGMA Vendor Customer ID No.

Mail Code

Section II: Grant Administrator Information

Name

Michael Gingell

Address

1200 N. Telegraph Rd.

City

Pontiac

State

MI

Zip Code

48341

Area Code/Telephone Number

248-858-0100

Email Address

gingellm@oakgov.com

Section III: Description of Grant Program

Funds must be used for education, communication and enforcement of the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430. On agency letterhead, submit your proposal that includes the items listed below:

- Describe the project(s) for which funds are requested with an implementation plan.
- Explain how funds will be used to coordinate efforts with other agencies, if applicable.
- Describe the impact will these funds have on the community and what you hope to accomplish.
- Explain how these funds will be combined with other funding to complete the project, if necessary
- Explain anticipated outcomes that will result from this grant.
- Submit a detailed budget showing how the requested funds will be expended.

Section IV: Certification

I certify and agree to report how the grant was expended and to provide a report to the Department of Licensing and Regulatory Affairs, Bureau of Medical Marihuana Regulation, no later than September 15, 2018. If discretionary grants are awarded to a municipal law enforcement agency or agencies, I further agree to require the receiving municipal law enforcement agencies to provide reports on how the discretionary grants were spent and will include as attachments the municipal law enforcement agency reports to the county report. By signing below, I also agree to meet and follow the statutory provisions in which this program was established pursuant to Section 902 of 2017 PA 107.

Signature of County Grant Administrator (Original Signature Required)

Date

Chairperson, Oakland County Board of Commissioners

Title

Medical Marihuana Operation and Oversight Grants for County Law Enforcement Offices: Oakland County

I. Overview

The Oakland County Narcotic Enforcement Team (NET) is a multijurisdictional task force which is designed to integrate federal and local law enforcement agencies for the purpose of identifying, investigating, and prosecuting drug traffickers and to dismantle their organizations. In 1971, participating law enforcement agencies in Oakland County agreed to organize and support, on an interagency level, a task force known as the Oakland County Narcotic Enforcement Team (NET).

NET, currently under direction from the Oakland County Sheriff's Office, has officers from the Oakland County Prosecutor's Office, and 15 local police departments. The NET Advisory Board meets on a regular basis and helps set policy and direction to the NET task force. NET also assigned two Deputies to two different DEA task force groups as well. These groups bring local officers together to work with DEA agents.

II. Project

One of the goals and objectives of the NET Unit is to monitor compliance with the Michigan Medical Marihuana Act (MMMA). Investigators are tasked with educating patients and caregivers. The NET Unit is also responsible for investigating individuals who manufacture Butane Hash Oil (BHO). This process is extremely dangerous and has caused residential fires and explosions. NET investigators conduct 'knock and talk' investigations on marihuana grow operations across Oakland County. During these investigations, patients and caregivers are checked for compliance and educated as needed. NET investigators investigate Drug Trafficking Organizations (DTOs) who violate the Michigan Medical Marihuana Act as well.

NET investigates street level marihuana dealers, mid-level marihuana dealers, and large-scale multistate DTOs who smuggle high quality marihuana from California, Colorado, and other states where marihuana has been legalized.

NET is currently devoting its resources to the investigation of Continuing Criminal Enterprises (CCEs). These investigations involve DTOs who operate a criminal enterprise under the guise of the MMMA. The DTOs use marihuana dispensaries/provisioning centers to operate criminal organizations, but are not entities that are in compliance with state and federal law.

Additionally, NET will work with its partners at the Michigan Department of State Police as well as with the Michigan Department of Licensing and Regulatory Affairs to help implement and ensure compliance with the recent changes to the medical marihuana laws. Task forces from across the state will have to ultimately deal with the current model as well as the new licensing model which will ramp up early in 2018.

III. Coordination with other agencies

Currently, NET works with all local police departments and is responsive to their direct needs. This enables NET to have stronger local ties and provides for better sharing of intelligence information. NET will continue with the operation of street level crews for undercover drug buys and investigations of street level marihuana dealers. NET operates a conspiracy team where intelligence gathered can be turned over for development of investigations and arrests to disrupt and dismantle marihuana DTOs.

The Oakland County Sheriff's Office will provide the Unit Commander, Deputies, and administrative positions. Additionally, the OCSO will also provide investigative buy funds, confidential informant payments, phones, pagers, vests, vehicles, and all other equipment and supplies needed. The local departments will provide their officer's salaries, fringe benefits, and other related costs.

NET will further develop a partnership between the Oakland County Sheriff's Office, all local police departments, and federal agencies such as the FBI, DEA, and the IRS. The Oakland County Sheriff's Office will take the lead role in the NET Unit, but will follow the direction of the NET Advisory Board which consists of all departments and agencies that provide a full-time officer to NET. NET plans to utilize all resources available, by working closely with the specialized units of the local police departments such as their undercover teams, vice units, and detective bureaus. NET will develop cases and informants with these units to ensure great success. The Unit's partnership with the Oakland County Prosecutor's Office is vital to ensure that cases are developed and prosecuted to the fullest extent under the law. In addition, NET will work with the Deputies assigned to Road Patrol at the various substations to better understand and identify localized drug problems in each jurisdiction. NET's involvement and cooperation with the federal agencies, such as the FBI, DEA, ATF, IRS, and HIDTA, will increase under the OCSO leadership.

OCSO's Commitment to NET:

- (1) Lieutenant - Unit Commander
- (4) Sergeants - Team Leaders
- (5) Deputies - Team Members
- (1) Auditor
- (1) Technical Assistant
- (1) Property Room Technician
- (2) Part-Time Office Assistants

The Oakland County Sheriff's Office also provides the NET office, utilities, office equipment, supplies, phones, computers, cell phones, undercover vehicles, 'buy' money, investigative expenses, and informant fees.

Additional full-time team members assigned from the following municipalities:

City of Auburn Hills - Auburn Hills Police Department
Bloomfield Township - Bloomfield Twp. Police Department
City of Birmingham - Birmingham Police Department
City of Farmington Hills - Farmington Hills Police Department
City of Farmington - Farmington Department of Public Safety
City of Ferndale - Ferndale Police Department
City of Hazel Park - Hazel Park Police Department
City of Madison Heights - Madison Heights Police Department
City of Pontiac - OCSO Pontiac Substation
City of Rochester Hills - OCSO Rochester Hills Substation
City of Rochester - Rochester Police Department
City of Royal Oak - Royal Oak Police Department
City of Troy - Troy Police Department
Commerce Township - OCSO Commerce Substation
Waterford Township - Waterford Township Police Department
West Bloomfield Township - West Bloomfield Township Police Department
White Lake Township - White Lake Township Police Department

IV. Community Impact

Marihuana is the most commonly used illicit drug in the United States. There has been a dramatic increase across Oakland County in the number of people using marihuana. Nationwide, marihuana use has doubled from 2007 to 2013. After alcohol, marihuana has the highest rate of dependence and abuse among all drugs. Marihuana is considered a gateway drug and has been associated with the use of other illicit narcotics.

Marihuana is being smuggled, mailed, and transported into Oakland County from other states on a regular basis. The marihuana is being used and sold as 'medical marihuana', when in reality, the majority of the cases are not for medical purposes.

Marihuana dispensaries in the community have attracted DTOs which are operating under the guise of the MMMA. The dispensaries attract a criminal element in the community and put law abiding citizens at risk. As an example, NET investigated a DTO operating four marihuana dispensaries in Oakland and Wayne County. The investigation has revealed an incident involving two employees of the dispensaries who were shot by a rival DTO. One individual was murdered; the other shot several times, but survived. While some dispensaries may operate to serve patients and caregivers, many operate outside the confines of the MMMA and bring additional criminal activity into the community.

While marihuana laws in the state may continue to be reformed in the state, it remains a Schedule I narcotic and those operating outside of the allowed MMMA act will continue to be a focus of criminal investigations.

V. Use Of Grant Funding

Overtime Reimbursement: Using the funds received from the grant, NET investigators would be allotted overtime reimbursement which would allow for additional investigative hours. The funds would offset additional hours incurred from labor intensive marihuana investigations. Investigative, administrative, and prosecutorial aspects would be covered by these additional monies. Additionally, once the investigation has been adjudicated investigators and civilian personal are tasked with destroying the marihuana which can be burdensome and time consuming. A portion of the funding (\$3,000 X 2 per clerk) would be used to compensate overtime hours incurred during the destruction and administrative process. The overtime funds will be equally split between all agencies assigned to NET. (See above listed municipalities and Oakland County).

FLIR Single LRU EO/IR Imaging System: The funds will be used to purchase a high definition imaging system which will be installed in a county owned and operated helicopter. The new imaging system will be replacing old, outdated equipment currently in use. This equipment is extremely important in locating illegal marihuana grows operating in remote locations hidden on state and private land. In addition, once a search warrant has been authorized, the imaging system is very useful in obtaining additional probable cause information which can further investigations of DTOs in violation of current MMMA guidelines. NET has been using this technology for the last several years with great success. The equipment will also assist investigators conducting surveillance on large level DTOs who are surveillance conscious and go to great lengths to avoid being detected. The current imaging system has been used 103 times since 01/01/2012 on specific marihuana related investigations. It is estimated during the months of June through September the imaging equipment is used to locate illegal marihuana grows operating outside the guidelines of the MMMA between 50 and 60 percent of the time during aviation patrols. This technology is used to assist not only NET, but to any outside task force or agency which requests assistance.

VI. Anticipated Outcome

The NET Unit will use the additional funds to offset overtime cost and pay for personnel and equipment expenses associated with MMMA violations and marihuana related criminal investigations. Additional hours will allow for more illegal marihuana grow operations to be dismantled.

NET investigators will continue to monitor compliance with the MMMA. Investigators

will continue to educate patients and caregivers, enforce criminal laws associated with the MMMA, and criminally prosecute those individuals who are not in compliance. Additionally, investigators will continue to conduct knock and talk investigations on marihuana grow operations across Oakland County. During these investigations, patients and caregivers will be checked for compliance and educated as needed. Additionally, NET will investigate individuals and/or DTOs who are violating the MMMA.

VII. Proposed Initiative Budget

Below is a funding request and proposed spending of the MMMA Grant funds. NET is requesting reimbursement overtime for county and local officers investigating cases involving the illegal distribution of marihuana, marihuana edibles and/or butane hash oil. A portion of the funding (\$3,000 per civilian) would be used to compensate overtime hours incurred during the destruction process. Funding will also be used to purchase imaging equipment which will be installed in a county owned and operated helicopter. The new imaging system will be replacing old, outdated equipment currently in use. This equipment is extremely important in locating illegal marihuana grows operating in remote locations hidden on state and private land. In addition, once a search warrant has been authorized, the imaging system is very useful in obtaining additional probable cause information which can further investigations of DTOs in violation of current MMMA guidelines. NET has been using this technology for the last several years with great success. The equipment will also assist investigators conducting surveillance on large level DTOs who are surveillance conscious and go to great lengths to avoid being detected. The current imaging system has been used 103 times since 01/01/2012 on specific marihuana related investigations. It is estimated during the months of June through September the imaging equipment is used to locate illegal marihuana grows operating outside the guidelines of the MMMA between 50 and 60 percent of the time during aviation patrols. This technology is used to assist not only NET, but to any outside task force or agency which requests assistance. The total purchase price of the imaging system is \$424,601.00 where the remaining balance would be covered at the expense of Oakland County.

VIII. Detailed Spending of MMMA Grant Funds:

(23)	Investigators overtime	\$138,000.00	(O.T. 23 Investigators)
	\$6,000.00 per investigator		
(2)	Clerical Staff overtime	\$6,000.00	(O.T. 2 Clerical Staff)
	\$3,000.00 per employee		
	Imaging System	\$220,332.00	(Imaging Equipment)
	Imaging equipment for helicopter		
	Total Grant Request:	<u>\$364,332.00</u>	

Please Note: This document is used for illustrative purposes only and the required documentation does not have to be the same, but must contain the same elements.

Required: Overtime slip signed by officer's supervisor. This item should include name, date, and overtime hours associated with HIDTA. The overtime rate should also be included unless provided in the paystub or payroll report.



[Redacted name]



[Redacted address]

[Redacted name]

TIME SHEET

DATE	HOURS	OVERTIME	NET#
07/11/2016	08:30-16:30		
07/12/2016	08:30-16:30		
07/13/2016	08:30-16:30		
07/14/2016	08:30-16:30		
07/15/2016	08:30-16:30		
		APPROVED <i>8/16/16</i> [Redacted Signature]	
08/01/2016	15:00-23:00		
08/02/2016	15:00-23:00		
08/03/2016	14:00-00:00	2hour	16-net-419
08/04/2016	14:00-23:00	1hour	IR-16-263
08/05/2016	03:00-07:00	4hour	IR-16-264
08/05/2016	15:00-23:00		

APPROVING SIGNATURE: _____

[Redacted Signature]

OVERTIME IN RED HAS BEEN TAKEN AS NET TIME (COMP)
OVERTIME IN GREEN HAS BEEN SUBMITTED FOR MJ OT GRAMP

Please sign and return.

Please Note: This document is used for illustrative purposes only and the required documentation **Exhibit D** does not have to be the same, but must contain the same elements.

Required: Pay stub or payroll report containing the same information as pay stub. If the paystub does not indicate the overtime rate of pay, then please include with the overtime slip.



Pay Period Ending On: 08/07/2016
 Check #:
 Check Date: 08/12/2016
 Primary Rate: 31.2962
 Withholding Rate: 00
 Federal Allowances: 0

PAYCODE ID	HOURS	OT HOURS	GROSS	YTD	DEDUCTION ID	AMOUNT	YTD
LONGEVITY_PS	0.00	0.00	0.00	350.00	FTW	475.02	8,268.40
SALARY	80.00	7.00	2,832.31	41,498.79	SITW	112.08	1,906.87
TRAINING_PS	0.00	0.00	0.00	876.28	SOCSEC_EE	176.08	2,991.56
SICK_PS_07/01	0.00	0.00	0.00	625.92	MEDICARE_EE	41.18	699.64
F/Y SICK PAYOUT	0.00	0.00	0.00	594.63	DUES_PSO	29.63	444.38
PS SCK GAP	0.00	0.00	0.00	2,879.25	PS_HBL VISION	9.13	104.73
IN_LIEU_MED_P_S	0.00	0.00	115.38	1,846.08	RETIRE_PS_OFF	84.97	1,424.49
LIFE INS	0.00	0.00	0.00	8.96	ICMA_PCNT	117.91	1,959.14
HOLIDAY	0.00	0.00	0.00	1,251.85	FLEX_PLAN	98.50	1,576.00
					SAVINGS_PSO	5.60	84.00
					PNC	647.59	11,474.94
					PNC	1,000.00	16,588.65
					ALLY	150.00	2,400.00
TOTALS:	80.00	7.00	2,947.69	49,931.76	TOTALS:	2,947.69	49,922.80

Net Pay This Period: 1,797.59

LEAVE BANK	PRIOR BALANCE	HOURS ACCRUED	HOURS LOST	HOURS TAKEN	NEW BALANCE
COMP_PS	7.50	0.00	0.00	0.00	7.50
F/Y SICK PAYOUT	0.00	0.00	0.00	0.00	0.00
PS KELLY BANK	0.00	0.00	0.00	0.00	0.00
SICK_PS_07/01	96.00	0.00	0.00	0.00	96.00
SICK_PS_GAP	41.00	0.00	0.00	0.00	41.00
VAC_PS	124.00	0.00	0.00	0.00	124.00



08/12/2016



1,797.59

VOID**VOID*****VOID*****CHECK STUB REPRINT*****

