Lyndsey M. Olson



CITY OF SAINT PAUL

Mayor Melvin Carter

Civil Division

400 City Hall

Telephone: 651 266-8710

15 West Kellogg Blvd.

Facsimile: 651 298-5619

Saint Paul, Minnesota 55102

July 6, 2018

NOTICE OF VIOLATION

Tulshi Kharel, Owner Asian Market 1423 Rice Street St. Paul, MN 55117

RE:

Cigarette/Tobacco and Malt Off-Sale licenses held by Asian Market, Inc. d/b/a Asian Market for the premises

located at 1423 Rice Street in Saint Paul

License ID #:20160002560

Dear Licensee:

The Department of Safety and Inspections (DSI) has recommended adverse action against the Cigarette/Tobacco and Malt Off-Sale licenses held by Asian Market, Inc. d/b/a Asian Market the premises located at 1423 Rice Street in Saint Paul. The basis for the recommendation is as follows:

On February 23, 2016 and again on December 20, 2016, all Cigarette/Tobacco license holders were sent a letter regarding annual inspections/compliance checks on all establishments that sell tobacco products. These letters also reminded every license holder of the regulations concerning Cigar Pricing & Flavored Tobacco.

On April 23, 2018, a menthol education and a compliance inspection was conducted by DSI Inspector Joseph Voyda at Asian Market located at 1423 Rice Street. During the compliance inspection, Inspector Voyda observed flavored single cigars displayed for sale in violation of Saint Paul Legislative Code § 324.07 (f) which state: "No person shall sell, offer for sale, or otherwise distribute any flavored products..."

During the inspection, another person came into store and told Inspector Voyda that the flavored tobacco product was left over from a previous owner two (2) years ago. Inspector Voyda then asked the clerk to ring up the price on the single cigar the register showed \$1.29 in violation of Saint Paul Legislative Code § 324.07 (e) states: "No person shall sell, offer for sale, or otherwise distribute cigars in original packages containing three (3) or fewer cigars for a sale price, after any coupons, multipack or buy-one/get-one promotions, or any other discounts are applied and prior to applicable sales taxes being imposed, of less than two dollars and sixty cents (\$2.60) per cigar contained within. In addition, no person shall sell, offer for sale, or otherwise distribute cigars in original packages of four (4) or more cigars for a sale price, after any coupons, multipack or buy-one/get-one promotions, or any other discounts are applied and prior to applicable sales taxes being imposed, of less than ten dollars and forty cents (\$10.40) per package."

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This is a second violation within the past twelve (12) months and the licensing office is recommending a \$1,000.00 matrix penalty.

You have four (4) options:

- If you do not contest the imposition of the proposed adverse action, you may do nothing. If I have not heard from you by Monday, July 16, 2018, I will presume that you have chosen not to contest the proposed adverse action, and the matter will be placed on the August 1, 2018 City Council Agenda for approval of the proposed remedy.
- 2. You can pay the recommended \$1,000.00 matrix penalty. If this is your choice, you should send the payment directly to the Department of Safety and Inspections, at 375 Jackson Street, Ste. 220, St. Paul, Minnesota 55101-1806 no later than Monday, July 16, 2018. A self-addressed envelope is enclosed for your convenience. Payment of the \$1,000.00 matrix penalty will be considered a waiver of the hearing to which you are entitled.
- 3. If you wish to admit the facts but you contest the penalty, you may have a public hearing before the Saint Paul City Council. You will need to send me a letter with a statement admitting to the facts and requesting a public hearing no later than Monday, July 16, 2018. The matter will then be scheduled before the City Council to determine whether to impose the \$1,000.00 matrix penalty. You will have an opportunity to appear before the Council and make a statement on your own behalf.
- 4. If you dispute the facts outlined above, you may request a hearing before an Administrative Law Judge (ALJ). You will need to send me a letter disputing the facts and requesting an administrative hearing no later than Monday, July 16, 2018. At that hearing both you and the City will appear and present witnesses, evidence and cross-examine each other's witnesses. After receipt of the ALJ's report (usually within 30 days), a public hearing will need to be scheduled. At that time, the City Council will decide whether to adopt, modify or reject the ALJ's report and recommendation.

Please note: If you choose an administrative hearing, the Department of Safety and Inspections reserves the right to request that City Council impose the costs of the administrative hearing per Saint Paul Legislative Code § 310.05 (k).

If you have not contacted me by Monday, July16, 2018, I will assume that you do not contest the imposition of the \$1,000.00 matrix penalty. In that case, the matter will be placed on the August 1, 2018 City Council Consent Agenda for approval of the recommended penalty.

If you have questions about these options, please contact Julie Kraus, my Legal Assistant at (651) 266-8710.

Sincerely,

Therese Skarda

Assistant City Attorney

therese Standal JK

License No. 024989

cc: Tulshi Kharel, 1812 Clarence Street, Maplewood, MN 55109 Kerry Antrim, Executive Director, North End Neighborhood Organization, 171 Front Avenue, St. Paul, MN 55117 1419 Rice Street LLC, 2038 Cottage Grove Drive, St. Paul, MN 55129-5369

AFFIDAVIT OF SERVICE BY U.S. MAIL

COUNTY OF RAMSEY)

Julie Kraus, being first duly sworn, deposes and says that on the 6th day of July she served the attached **NOTICE OF VIOLATION** and a correct copy thereof in an envelope addressed as follows:

Tulshi Kharel, Owner Asian Market 1423 Rice Street St. Paul, MN 55117

Tulshi Kharel 1812 Clarence Street Maplewood, MN 55109

Kerry Antrim, Executive Director North End Neighborhood Organization 171 Front Avenue St. Paul, MN 55117

1419 Rice Street LLC 2038 Cottage Grove Drive St. Paul, MN 55129-5369

(which is the last known address of said person) depositing the same, with postage prepaid, in the United States mail at St. Paul, Minnesota.

Julie Kraus

Subscribed and sworn to before me this 6th day of July, 2018

Notary Public

KAREN M. DOUMANY
NOTARY PUBLIC - MINNESOTA
My Commission Expires
January 31, 2020