

FISCAL NOTE

	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase/(decrease)			
SCHOOL FOUNDATION FUND	\$30,700,000	\$30,700,000	\$30,700,000
LOCAL SOURCES FUND	\$15,350,000	\$15,350,000	\$15,350,000
SPECIAL REVENUE (License Fees)	\$3,100,000	\$860,000	\$860,000
Forfeiture Fund 609		(\$342,323)	(\$342,323)

Source of revenue increase(decrease):

Sources of revenue increases include imposing a 30% excise tax on the sale of retail marijuana and marijuana products and license fees associated with the sale of retail marijuana and marijuana products.

Fund 609 averaged \$649,645 per year in FY 2017 and FY 2019 as a result of asset forfeitures from cash seizures of drug-related crimes. Approximately 50% of cash seizures were from marijuana crimes.

Assumptions:

Revenue increase estimates for the School Foundation Program (SFP) Account and local governments are derived from FY 2020 sales of marijuana and marijuana products in Colorado, adjusted for the population of Wyoming. The Department of Revenue (DOR) estimates these revenue increases to remain flat from FY 2022 - FY 2024.

The Department of Agriculture (the Department) assumes an application fee of \$5,000 would apply to each license type, per the proposed legislation. The Department estimates 100 cultivation facilities, 50 manufacturing facilities, 25 secure transporters, five (5) testing facilities, 200 retail stores, and 50 microbusinesses. The Department notes that additional fees may be determined in the rule-making process.

The Attorney General's Office assumes legalization of marijuana will eliminate funds previously seized from marijuana crimes, but that maintenance of status quo for seizures will still yield average asset seizure revenues of \$684,645 per year.

The fiscal impact to the Supreme Court is indeterminable due to an unknown number of cases.

NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.

The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Attorney General's Office
Department of Agriculture
Department of Revenue

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