

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 31, 2021

Agency Submitting: Cannabis Compliance Board

Items of Revenue or Expense, or Both	Fiscal Year 2020-21	Fiscal Year 2021-22	Fiscal Year 2022-23	Effect on Future Biennia
Category 01 - Personnel Services (Expense)		\$1,135,125	\$1,940,499	\$3,880,998
Category 04 - Operating (Expense)		\$79,103	\$97,241	\$194,482
Category 05 - Equipment (Expense)		\$88,920	\$9,978	
Category 26 - Information Services (Expense)		\$122,489	\$104,042	\$208,084
Category 28 - Staff Physicals (Expense)		\$2,174	\$2,899	\$5,798
Category 29 - Uniforms (Expense)		\$19,894	\$7,042	\$14,084
Total	0	\$1,447,705	\$2,161,701	\$4,303,446

Explanation

(Use Additional Sheets of Attachments, if required)

The agency has reviewed the bill as written and after analysis determined that the fiscal impact to the Board would be approximately \$1,447,705 in fiscal year 2022, \$2,161,701 in fiscal year 2023, and \$4,303,446 over future biennia.

This fiscal note adds 20 full-time positions to the Cannabis Compliance Board to assist in the new regulatory and enforcement duties as a result of the provisions in the bill. A detailed list of position types, duties, responsibilities, and workload of each of the positions as it relates to the provisions of the bill are included in the fiscal note submission.

Through limited research on other state's similar event programs, the CCB estimated the number of new licenses to be issued annually as a result of this legislation to be approximately 35. The number of event permits that would be approved and issued is estimated to be around 300 per year. The fiscal note which includes new FTEs was based on these estimates.

Revenue impacts were not included in the attached fiscal note due to the uncertainty around licensing and event fees which are to be decided by the CCB through regulation at a future date.

Additionally, it should be noted that this bill will require additional resources from the Attorney General's Office to support the CCB in regulation and enforcement areas, likely consisting of at least one additional Deputy Attorney General.

Name Jason Giesler

Title Administrative Services Officer II

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Wednesday, March 31, 2021

The agency's response appears reasonable.

Name Heather Field

Title Executive Branch Budget Officer 2