

Fiscal Note

State of Alaska
2015 Legislative Session

Bill Version: SB 62
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB062-DCCED-ABC-02-27-15
Title: REGULATION OF MARIJUANA BUSINESSES;
BOARD
Sponsor: JUDICIARY
Requester: SENATE STATE AFFAIRS

Department: Department of Commerce, Community and
Economic Development
Appropriation: Alcoholic Beverage Control Board
Allocation: Alcoholic Beverage Control Board
OMB Component Number: 2690

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2016 Appropriation Requested	Included in Governor's FY2016 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2016	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Personal Services		610.5					
Travel		73.0					
Services		756.4					
Commodities		134.5					
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	1,574.4	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund		1,574.4					
Total	0.0	1,574.4	0.0	0.0	0.0	0.0	0.0

Positions

Full-time		6.0					
Part-time							
Temporary							

Change in Revenues			***	***	***	***	***
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Estimated SUPPLEMENTAL (FY2015) cost: 785.7 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2016) cost: 0.0 (separate capital appropriation required)
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 11/24/16

Why this fiscal note differs from previous version:

Not applicable, initial version.

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Agency: Division of Administrative Services
Phone: (907)269-0351
Date: 02/13/2015 09:00 AM
Date: 02/27/2015

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2015 LEGISLATIVE SESSION

BILL NO. SB062

Analysis

SB62 sets out guidelines for marketing, licensing, enforcement, and certification of marijuana businesses in Alaska. It creates six separate license categories and defines the scope and requirements for each. Marijuana retailers are restricted from operating businesses within 200 feet of schools, churches, or correctional facilities. This bill also limits the sale of marijuana to one ounce per person, per day and requires that marijuana producers and brokers pay a \$50/ounce excise fee for sale or transfer of marijuana to a retailer.

SB62 also amends AS 17.38 to refer to municipalities instead of local governments, and adds requirements for municipalities who have not already taken action related to the regulation of marijuana to establish advisory boards. It also requires municipalities to designate a local regulatory authority that is responsible for processing applications submitted for registration to operate a marijuana establishment.

Receipts related to marijuana activities are expected to be recieved as activities increase; however, the timing and amount of receipts is indeterminate at this time.

There is a fiscal impact associated with regulating marijuana in the state, including implementing the provisions of SB62. Funding for marijuana-related activities in the Alcoholic Beverage Control board is included in FY2016 Governor's budget, and as a supplemental budget request for FY2015 in the amount of \$785.7. If either funding request is removed from an appropriation bill, the fiscal note for this bill will need to be increased accordingly.