

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version: HB 94  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB094-DOH-BHTRG-02-28-25  
Title: MARIJUANA: TAX/REGISTRATION; INCOME TAX  
Sponsor: TOMASZEWSKI  
Requester: (H) L&C

Department: Department of Health  
Appropriation: Behavioral Health  
Allocation: Behavioral Health Treatment and Recovery  
Grants  
OMB Component Number: 3099

**Expenditures/Revenues**

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

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates				
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
<b>OPERATING EXPENDITURES</b>	<b>FY 2026</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Fund Source (Operating Only)**

1004 Gen Fund (UGF)	3,672.4		3,540.2	3,493.3	3,505.8	3,518.5	3,531.0
1246 RcdvsmFund (DGF)	(1,902.8)		(1,831.2)	(1,808.5)	(1,815.0)	(1,821.6)	(1,828.0)
1254 MET Fund (DGF)	(1,769.6)		(1,709.0)	(1,684.8)	(1,690.8)	(1,696.9)	(1,703.0)
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - 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? No  
If yes, by what date are the regulations to be adopted, amended or repealed?

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version.

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Division: Behavioral Health	Date: 02/28/2025
Approved By: Pam Halloran, Assistant Commissioner	Date: 02/28/25
Agency: Department of Health	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION

BILL NO. HB094

**Analysis**

HB094 proposes to reduce the cultivator's tax burden from \$50 per ounce to \$12.00 per ounce effective July 1, 2025. No other changes are identified to where the taxes are appropriated.

If the gross taxes collected as a result of these changes are not revenue neutral, there will be fiscal impacts to Department of Health programs such as grants to afterschool programs, reentry and recidivism reduction programs, and substance use treatment programs.

Based on projections from the Department of Revenue, changing the rate from \$50 per ounce to \$12.00 per ounce would reduce projected revenue in FY2026 by \$11.8 million in FY2026, including \$3.0 million general fund, \$5.9 million recidivism reduction, and \$2.9 million marijuana education and treatment funds. The revenue reduction will decrease slightly in future years due to inflation, market growth, and population growth.

The reduced revenues will result in lower dollar amounts appropriated to the Department of Health for the comprehensive marijuana use education and treatment program and recidivism reduction program. General fund would be necessary to maintain grants.