

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office**

**Bill Number: SB 460 - 7
Revenue Area: Marijuana Revenue
Economist: Mazen Malik
Date: 06/24/2015**

***Only Impacts on Original or Engrossed
Versions are Considered Official***

Measure Description:

Allows medical dispensaries to engage in an early start of commercial sales of Marijuana.

Revenue Impact (in \$Millions):

The early start by medical dispensaries is expected to provide \$2 to \$3 million in revenue (at 25% rate provided for in HB 2041) assuming no major implementation difficulties. This revenue will result in the period following January 2016. This early start however, remains a major risk and needs to be monitored not to further disrupt the unfolding of the legal commercial system.

Impact Explanation:

This measure activates the early start section in HB 2041-A. The early start has no tax before January 2014, and a rate of 25% from January till the end of 2014.

The construction of a well regulated market will take some time and a synchronized process to become effective and operational. The early start option might complicate, delay or affect emergence of the regulated regime and pose a further risk to the intended system.

Creates, Extends, or Expands Tax Expenditure: Yes No