REVENUE IMPACT OF PROPOSED LEGISLATION

78th Oregon Legislative Assembly 2016 Regular Session Legislative Revenue Office Bill Number: SB 1598 - A

Date: 2/24/2016

Only Impacts on Original or Engrossed Versions are Considered Official

This office has reviewed the proposed legislation and determined that it has

Minimal Revenue Impact

The measure requires OLCC to create a permitting process, which includes worker training, for producers, propagators, and processors. It also creates a new category of dispensary, a non-profit dispensary, which, under rules to be adopted by OHA, would be allowed to receive gifts or bequests of marijuana and to provide marijuana products free of charge or at a discounted price to a registry cardholder who is at or below the federal poverty level. This is likely to result in a minimal impact on revenue.

OLCC estimates costs associated with the increased number of workers in the marijuana industry that will require permits, background checks, and associated worker training. The cost is likely to reduce net revenue to the different legally specified uses by the amounts that is not recovered by permit fees.

Counties and cities may adopt local ordinances and enforcement, however, the anticipated impacts are also likely to be minimal.

This bill removes the tax regulation provisions in HB 4014 and SB 1511. Those provisions will be treated in SB 1601.

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