

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
79th Oregon Legislative Assembly
2018 Regular Session
Legislative Revenue Office

Bill Number:	SB 1544 - 16
Revenue Area:	Marijuana Revenue
Economist:	Mazen Malik
Date:	02-25-2018

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Removes height limitation on immature marijuana plants produced for medical purposes.

Revenue Impact (in \$Millions):

The impact reduces the amount available for distributions to the other uses of Marijuana revenue by:

	2017-19	2019-21	2011-23
Transfers from Marijuana account	(\$2.50)	(\$10.00)	(\$7.50)

Impact Explanation:

The measure funds enforcement programs through a transfer of revenue off the top of collections. \$875,000 to the Oregon Liquor Control Commission for deposit in the Marijuana Control and Regulation Fund established under ORS 475B.296; and \$375,000 to the Oregon Criminal Justice Commission for deposit into the Illegal Marijuana Market Enforcement Grant Program Fund established in section 15 of this Act. The transfers start in 1/1/2019 and sunset on 1/2/2023.

The Illegal Marijuana Market Enforcement Grant Program is established to assist cities and counties with the costs incurred by local law enforcement agencies in addressing unlawful marijuana cultivation or distribution operations. Providing financial assistance to local law enforcement agencies and district attorneys in rural areas to address, investigate, and prosecute unlawful marijuana cultivation or distribution operations.

Marijuana revenue available for distributions to the different funds is coming at about \$150 million a biennium. The off the top transfers equivalently reduces distributions to other statutory uses. 40% to the State School fund, 20% to Mental Health, 15% to State Police, 20% to cities and counties, and 5% to Oregon Health Authority.

Creates, Extends, or Expands Tax Expenditure: Yes No