

**FISCAL IMPACT OF PROPOSED LEGISLATION**

**Measure: HB 4035 - 5**

80th Oregon Legislative Assembly – 2020 Regular Session  
Legislative Fiscal Office

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

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**Measure Description:**

Directs Oregon Health Authority, Oregon Liquor Control Commission, State Department of Agriculture and Governor's office to develop plan to address issues related to regulatory authority over marijuana.

**Government Unit(s) Affected:**

Oregon Liquor Control Commission (OLCC), Department of Revenue (DOR), Oregon Health Authority (OHA), Oregon Department of Agriculture (ODA), Office of the Governor

**Summary of Fiscal Impact:**

Costs related to the measure may require budgetary action - See analysis.

**Summary of Expenditure Impact - Oregon Liquor Control Commission:**

	2019-21 Biennium	2021-23 Biennium
Other Funds		
Personal Services	-	179,572
Services and Supplies	-	7,750
<b>Total Other Funds</b>	-	<b>\$187,322</b>
Positions	-	1
FTE	-	1.00

**Analysis:**

HB 4035 with the -5 amendment directs the Department of Revenue (DOR), Oregon Health Authority (OHA), the Oregon Liquor Control Commission (OLCC), the Oregon Department of Agriculture (ODA), and the Office of the Governor to collaborate to develop a plan to address the administrative burden and cost of regulating marijuana. OHA, OLCC, ODA, and the Office of the Governor must submit the plan to the Legislature by December 31, 2020. In addition, the bill requires OLCC to develop compliance education programs for licensees and cannabis entities regulated by the Commission by January 1, 2021.

The development of the plan is anticipated to have minimal fiscal impact on DOR, OHA, OLCC, ODA, and the Office of the Governor.

OLCC estimates the fiscal impact of developing compliance education programs for licensees and cannabis entities regulated by the Commission to be \$187,322 Other Funds, 1 position (1.00 FTE) for the 2021-23 biennium. This amount reflects the cost of one permanent full-time Operation and Policy Analyst 3 position to coordinate staff training and monitoring of implementation of the provisions of the bill across the regions and to coordinate cannabis entity training events. These responsibilities will be ongoing, so the position is assumed to be permanent.