

**FISCAL IMPACT OF PROPOSED LEGISLATION**

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

**Measure: HB 4034 - 1**

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

Prepared by: Michael Graham  
Reviewed by: Gregory Jolivette, Tom MacDonald, Michelle Deister, Ken Rocco  
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**Measure Description:**

Directs Oregon Liquor Control Commission to establish by rule process to register medical marijuana grow sites.

**Government Unit(s) Affected:**

Oregon Judicial Department (OJD), Cities, Counties, Oregon Health Authority (OHA), Oregon Liquor Control Commission (OLCC)

**Analysis:**

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Economic Development to the Joint Committee on Ways and Means.

The measure directs the Oregon Liquor Control Commission (OLCC) to establish by rule a medical marijuana grow site registration process. It defines medical marijuana grow site as a location where marijuana is produced for registry identification cardholders, but not including marijuana grow sites registered by the Oregon Health Authority (OHA). The measure specifies criteria for OLCC registration and for the transfer of marijuana; sets grow site production limits; establishes civil penalties for violations; and establishes OLCC registration deadlines. It transitions medical marijuana grow sites with more than two registry identification cardholders from the OHA regulation to regulation by the OLCC. The measure limits a person designated to produce marijuana by a registry identification cardholder under an OHA grow site registration to grow only for two cardholders. The OLCC may suspend, revoke, or refuse to issue a registration and may adopt rules. The measure takes effect on passage.

The measure is anticipated to have an impact on the Oregon Judicial Department, Cities, Counties, the Oregon Health Authority, and the Oregon Liquor Control Commission.

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Ways and Means.

*Further Analysis Required*