

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE DISPOSITION OF MONEYS COLLECTED BY THE STATE IN CONNECTION WITH THE LEGAL MARIJUANA INDUSTRY, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Senator Steadman
Reps. Duran and Gerou

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Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 04/30/14.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
None.	

Current Appropriations Clause in Bill

The bill contains the following appropriations:

- Section 11 of the bill authorizes the Division of Criminal Justice (DCJ) in the Department of Public Safety to roll-forward and spend up to \$45,000 of a current year appropriation from the Marijuana Cash Fund (MCF) in FY 2014-15 for the purpose of gathering data and studying law enforcement’s activity and costs related to the implementation of retail marijuana;
- Section 12 of the bill changes the funding source for appropriations contained in the FY 2014-15 Long Bill (H.B. 14-1336) from the MCF to the Marijuana Tax Cash Fund (MTCF) as detailed in the table below:

Section 12. Appropriation - adjustments to 2014 long bill.						
Agency	Section 12 (1)	Total	Marijuana Tax		FTE	Purpose
			Marijuana Cash Fund (MCF)	Cash Fund (MTCF)		
LAW	(a) (b)	\$0	(\$76,000)	\$76,000	0.0	Peace officers standards and training board support
PBH	(c) (d)	0	(320,388)	320,388	0.0	Monitoring of health effects of marijuana
DPS	(e) (f)	0	(159,983)	159,983	0.0	Study law enforcement activity and costs
REV	(g) (h)	0	(7,600,000)	7,600,000	0.0	Direct and indirect costs
Total		\$0	(\$8,156,371)	\$8,156,371	0.0	

- Section 13 of the bill appropriates \$24.3 million total funds and 11.2 FTE (including \$3.5 million General Fund, \$19.1 million cash funds from the MTCF, and \$1.8 million federal funds) as detailed in the table below:

Section 13. Appropriation.							
Agency	Section 13	Total	General Fund	Marijuana Tax		FTE	Purpose
				Cash Fund	Federal Funds		
EDU	(1)	\$3,000,000	\$0	\$3,000,000	\$0	1.0	Behavioral health issues in public schools
GOV	(2)	190,097	0	190,097	0	2.0	Drug policy office creation
HCP	(3)	3,272,856	1,500,000	0	1,772,856	0.0	School-based prevention and intervention services
HCP	(4)	2,000,000	2,000,000	0	0	0.0	School-based early intervention and prevention substance abuse grant program
HUM	(5)	2,000,000	0	2,000,000	0	0.0	Tony Grampas program grants for prevention
HUM	(6)	1,500,000	0	1,500,000	0	0.0	Substance use disorder treatment services for adolescents and pregnant women
HUM	(7)	2,000,000	0	2,000,000	0	0.0	Expansion and enhancement of jail-based behavioral health services
HUM	(8)	2,000,000	0	2,000,000	0	0.0	Enhancement of S.B. 91-094 programs
LAW	(9)	456,760	0	456,760	0	2.0	Development of in-house expertise on regulations
LAW	(10)	1,168,000	0	1,168,000	0	1.0	Peace Officers Standards and Training Board expanded training activities
PBH	(11)	5,833,608	0	5,833,608	0	3.7	Public awareness campaign
PBH	(12)	903,561	0	903,561	0	1.5	Health Kids Colorado survey
Total		\$24,324,882	\$3,500,000	\$19,052,026	\$1,772,856	11.2	

- In addition, Section 2 of the bill directs the Treasurer to transfer \$3,727,500 from the MTCF to the General Fund for FY 2014-15 intended to offset two programs funded with General Fund in the Department of Health Care Policy and Financing (\$1.5 million General Fund appropriated in Section 13 (3) and \$2.0 million General Fund appropriated in Section 13 (4). Note that the transfer is \$227,500 higher than the appropriations in order to account for a 6.5 percent General Fund reserve.

Points to Consider

Technical Issues

The Legislative Council Staff Fiscal Note states that the bill takes effect upon signature of the Governor or becoming law without signature, however, Section 14 of the bill states that the bill takes effect July 1, 2014, except that Section 10 of the bill takes effect July 1, 2015.