

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT SECOND REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: March 4, 2022

BILL NUMBER: HB 3208 STATUS AND DATE OF BILL: Committee Sub. 3/3/22

AUTHORS: House Cornwell Senate NA

TAX TYPE (S): MMJ Sales and Income Tax SUBJECT: Other

PROPOSAL: Amendatory and New Law

The Committee Substitute for HB 3208 proposes to amend 63 O.S. § 427.3 to authorize the Oklahoma Medical Marijuana Authority to declare and establish a moratorium on processing and issuing new medical marijuana business licenses for an amount of time the Authority deems necessary. Beginning August 1, 2022, and ending August 1, 2024, the Authority will declare and establish a moratorium on processing and issuing new medical marijuana business licenses for dispensaries, processors and commercial growers, based on the number of current medical marijuana business licenses. The Executive Director of the Authority is authorized to terminate the moratorium at any time prior to August 1, 2024, if the Executive Director determines that all pending licensing reviews, inspections or investigations have been completed by the Authority.

EFFECTIVE DATE: Emergency – July 1, 2022

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 23: None

FY 24: None

Mar. 4, 2022
DATE

Rick Miller
DIVISION DIRECTOR

bdf

3/4/2022
DATE

Huan Gong
HUAN GONG, ECONOMIST

3/4/2022
DATE

Joseph P. Gappa
FOR THE COMMISSION

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

ATTACHMENT TO REVENUE IMPACT – HB 3208 [CS] Prepared 3/4/2022

The Committee Substitute for HB 3208 proposes to amend 63 O.S. § 427.3 to authorize the Oklahoma Medical Marijuana Authority to declare and establish a moratorium on processing and issuing new medical marijuana business licenses for an amount of time the Authority deems necessary. Beginning August 1, 2022, and ending August 1, 2024, the Authority will declare and establish a moratorium on processing and issuing new medical marijuana business licenses for dispensaries, processors and commercial growers, based on the number of current medical marijuana business licenses. The Executive Director of the Authority is authorized to terminate the moratorium at any time prior to August 1, 2024, if the Executive Director determines that all pending licensing reviews, inspections or investigations have been completed by the Authority.

The moratorium will not apply to the renewal of a medical marijuana business license for a dispensary, processor, or commercial grower, or to the issuance of a medical marijuana business license necessitated by a change in the ownership or location of a medical marijuana dispensary, medical marijuana processor, or medical marijuana commercial grower, provided the Authority is authorized to deny the request for issuance of a medical marijuana business license due to a change in ownership if the licensee is subject to any disciplinary action that may necessitate the revocation, suspension, or nonrenewal of the medical marijuana business license.

The Authority will review and process applications for medical marijuana business licenses for dispensaries, processors, and commercial growers, if applications were received on or before August 1, 2022.

HB 3208 will not impact collections attributable to retail sales of medical marijuana.