

# Judicial Impact Fiscal Note

<b>Bill Number:</b> 2136 E 2S HB AMS WM S3153.1	<b>Title:</b> Marijuana market reforms	<b>Agency:</b> 055-Admin Office of the Courts
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## Part I: Estimates

**No Fiscal Impact**

### Estimated Cash Receipts to:

**Non-zero but indeterminate cost. Please see discussion.**

### Estimated Expenditures from:

COUNTY	FY 2016	FY 2017	2015-17	2017-19	2019-21
County FTE Staff Years					
<b>Account</b>					
Local - Counties					
Counties Subtotal \$					
CITY	FY 2016	FY 2017	2015-17	2017-19	2019-21
City FTE Staff Years					
<b>Account</b>					
Local - Cities					
Cities Subtotal \$					
Local Subtotal \$					
Total Estimated Expenditures \$					

This bill was identified as a proposal governed by the requirements of RCW 43.135.031 (Initiative 960). Therefore, this fiscal analysis includes a projection showing the ten-year cost to tax or fee payers of the proposed taxes or fees.

*The revenue and expenditure estimates on this page represent the most likely fiscal impact. Responsibility for expenditures may be subject to the provisions of RCW 43.135.060.*

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.

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OFM Review:	Phone:	Date:

Request # 2136 S3153-1

## Part II: Narrative Explanation

### II. A - Brief Description Of What The Measure Does That Has Fiscal Impact on the Courts

This bill addresses comprehensive marijuana market reforms to ensure a well regulated and taxed marijuana market in Washington State.

Sections with judicial impact:

Section 1103(3) would add an additional fine of \$10,000 minimum or \$500,000 maximum, for violating RCW 69.50.401 by distributing, dispensing, manufacturing, displaying for sale, offering for sale, attempting to sell, or selling to a purchaser any product that contains any amount of any synthetic cannabinoid, cathinone, or methcathinone, as identified in RCW 69.50.204. If the purchaser is under the age of eighteen the minimum penalty would be \$25,000 if the person is at least two years older than the minor.

Section 1301(4) would add a new section to RCW 69.50 that would make it a class C felony to operate an unlicensed marijuana club, defined as a club or association that conducts or maintains premises for individuals with the primary or incidental purpose of keeping or consuming marijuana on the premises.

### II. B - Cash Receipts Impact

There is no judicial data to estimate how much additional fine revenue would be generated by the new fines for distributing, manufacturing, or selling any product that contains any synthetic cannabinoid, cathinone, or methcathinone. There would need to be five convictions per year, with the minimum fine of \$10,000 paid in full, to exceed \$50,000 in cash receipts per year.

There is no judicial data available to estimate how much fine revenue the class C felony for operating an unlicensed marijuana club would generate. The maximum fine for a class C felony is \$10,000. There would need to be five convictions per year, with the maximum fine of \$10,000 ordered and paid in full, to exceed \$50,000 in cash receipts per year.

### II. C - Expenditures

## Part III: Expenditure Detail

### III. A - Expenditure By Object or Purpose (State)

<i>State</i>	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years					
<b>Total \$</b>					

### III. B - Expenditure By Object or Purpose (County)

<i>County</i>	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years					
<b>Total \$</b>					

### III. C - Expenditure By Object or Purpose (City)

<i>City</i>	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years					
<b>Total \$</b>					

## Part IV: Capital Budget Impact



# Ten-Year Analysis

<b>Bill Number</b> 2136 E 2S HB AMS WM S3153.1	<b>Title</b> Marijuana market reforms	<b>Agency</b> 055 Admin Office of the Courts
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This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

## Estimates

No Cash Receipts                       Indeterminate Cash Receipts

## Estimated Cash Receipts

Name of Tax or Fee	Acct Code											
<b>Total</b>												

### Biennial Totals

## Narrative Explanation (Required for Indeterminate Cash Receipts)

Section 1103(3) would add an additional fine of \$10,000 minimum or \$500,000 maximum, for violating RCW 69.50.401 by distributing, dispensing, manufacturing, displaying for sale, offering for sale, attempting to sell, or selling to a purchaser any product that contains any amount of any synthetic cannabinoid, cathinone, or methcathinone, as identified in RCW 69.50.204. If the purchaser is under the age of eighteen the minimum penalty would be \$25,000 if the person is at least two years older than the minor.

There is no judicial data to estimate how much additional fine revenue would be generated by the new fines for distributing, manufacturing, or selling any product that contains any synthetic cannabinoid, cathinone, or methcathinone. There would need to be five convictions per year, with the minimum fine of \$10,000 paid in full, to exceed \$50,000 in cash receipts per year.

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There is no judicial data available to estimate how much fine revenue the class C felony for operating an unlicensed marijuana club would generate. The maximum fine for a class C felony is \$10,000. There would need to be five convictions per year, with the maximum fine of \$10,000 ordered and paid in full, to exceed \$50,000 in cash receipts per year.



# Ten-Year Analysis

Revised

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