

UDAF Medical Cannabis Fee Analysis Presentation

Natural Resources, Agriculture, and Environmental Interim Committee
November 2023



Qualified Production Enterprise Fund Balance Projections

Medical Cannabis Qualified Production Enterprise Fund Balance Projections					
	Actual	Actual	Projected	Projected	Projected
	FY2022	FY 2023	FY 2024	FY 2025	FY 2026
REVENUES:					
Fee Revenue:	2,610,012	2,667,808	3,746,075	3,746,075	3,746,075
Interest	13,067	147,757	100,000	50,000	50,000
TOTAL REVENUE:	2,623,079	2,815,565	3,846,075	3,796,075	3,796,075
EXPENSES:					
Personnel	1,036,003	1,475,370	2,370,700	2,430,000	2,430,000
Travel	1,484	7,362	8,500	9,500	9,500
Current Expense	301,244	712,819	984,000	984,000	984,000
IT Development Projects - Current Expense	-	264,070	1,750,000	500,000	200,000
Data Processing Current Expense	31,289	86,725	95,000	95,000	95,000
Capital Depreciation - Lab Equipment, Software	47,690	55,503	75,000	75,000	75,000
TOTAL EXPENSES:	(1,417,710)	(2,601,849)	(5,283,200)	(4,093,500)	(3,793,500)
Transfers Out - Returned to General Fund	(400,000)	-	(500,000)	-	-
Change in Fund Balance	805,369	213,716	(1,937,125)	(297,425)	2,575
Fund Balance - Beginning	2,981,682	3,787,051	4,000,767	2,063,642	1,766,217
Fund Balance - Ending	3,787,051	4,000,767	2,063,642	1,766,217	1,768,792



Medical Cannabis Fees

Fee Name	Current Fee Amount	Proposed FY25 Changes
Medical Cannabis		
Cultivation License Fee	100,000.00	None
Cultivation License Application Fee	2,500.00	App Fee Combined
Processor Tier 1 License Fee	100,000.00	None
Processor Tier 1 License Application Fee	1,250.00	App Fee Combined
Processor Tier 2 License Fee	35,000.00	None
Processor Tier 2 License Application Fee	1,250.00	App Fee Combined
Establishment Agent Regist. Fee - Background Check Needed	150.00	None
Establishment Agent Regist. Fee - No Background Check Needed	100.00	None
Laboratory License Fee	15,000.00	15,000.00
Laboratory License Application Fee	500.00	App Fee Combined
Research University License	2,500.00	2,500.00
Medical Cannabis Citation	5,000.00	5,000.00
Application Fee (excluding Courier)		2,500.00



Medical Cannabis Pharmacy Fees

Fee Name	Current Fee Amount	Proposed FY25 Changes
Pharmacy Application	500.00	App Fee Combined
Pharmacy License Urban	67,000.00	Moved from DHHS
Pharmacy License Rural	50,000.00	Moved from DHHS
Courier Application	125.00	250.00
Courier License - Initial	2,500.00	Moved from DHHS
Courier License - Renewal	1,000.00	Moved from DHHS
Courier Agent Registration (Initial or >= 1 Year Expired)	100.00	Moved from DHHS
Courier Agent Registratin (Renewal)	50.00	Moved from DHHS
Establishment License change of ownership	300.00	Moved from DHHS
Establishment License change of location	750.00	Moved from DHHS



Medical Cannabis Lab Fees

Fee Name	Current Fee Amount	Proposed FY25 Changes
Medical Cannabis Laboratory Testing		
Medical Cannabis Concentrate Testing Panel	Cost up to \$685	Cost up to \$754
Medical Cannabis Flower Testing Panel	Cost up to \$490	Cost up to \$539
Medical Cannabis Final Product Testing Panel	Cost up to \$175	Cost up to \$193
Medical Cannabis Pre-Pack Testing Panel	Cost up to \$105	Cost up to \$116
Cannabinoid Testing - Low Volume	125.00	138.00
Cannabinoid Testing - High Volume	70.00	77.00
Pesticide Testing	160.00	176.00
Foreign Matter Testing	15.00	17.00
Heavy Metal Testing	110.00	121.00
Mycotoxin Testing	130.00	143.00
Microbial Life Testing (with PCR)	120.00	132.00
Microbial Life Testing (without PCR)	90.00	99.00
Residual Solvent Testing	110.00	121.00
Terpenes Testing	110.00	121.00
Moisture Content Testing	25.00	28.00
Water Activity	20.00	22.00



Questions?

