



Fiscal Note
H.B. 425 2nd Sub. (Gray)
 2020 General Session
 Medical Cannabis Modifications
 by Dailey-Provost, J. (Dailey-Provost,
 Jennifer.)



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$0	\$0	\$0

State Government

UCA 36-12-13(2)(c)

Revenues	FY 2020	FY 2021	FY 2022
Qualified Production Enterprise Fund	\$0	\$2,500	\$2,500
Qualified Patient Enterprise Fund	\$(47,500)	\$47,500	\$(138,000)
Total Revenues	\$(47,500)	\$50,000	\$(135,500)

Enactment of this legislation may change revenues to the Qualified Patient Enterprise Fund by \$(47,500) in FY 2020, \$47,500 in FY 2021, and \$138,000 ongoing beginning in FY 2022. Additionally, enactment of this legislation may increase ongoing revenues to the Qualified Production Enterprise Fund by \$2,500 ongoing beginning in FY 2021. Finally, to the extent that less people are convicted as a result of this bill, for each case, this bill could decrease revenue/case to the following accounts beginning in FY 2020: (1) \$2,600 to General Fund, (2) \$2,350 to Criminal Surcharge, and (3) \$50 to Court Security Account.

Expenditures	FY 2020	FY 2021	FY 2022
Qualified Production Enterprise Fund	\$0	\$3,300	\$2,500
Qualified Patient Enterprise Fund	\$(47,100)	\$48,000	\$(138,000)
Total Expenditures	\$(47,100)	\$51,300	\$(135,500)

Enactment of this legislation may change expenditures from the Qualified Patient Enterprise Fund for the Department of Health by \$(47,100) in FY 2020, \$48,000 in FY 2021, and \$138,000 ongoing beginning in FY 2022 to process 9,200 less medical patient cannabis card renewals and to process in FY 2021 rather than FY 2020 3,000 medical cannabis cards and 25 qualified medical provider licenses. Additionally, enactment of this legislation may increase expenditures from the Qualified Production Enterprise Fund for the Department of Agriculture by \$3,300 in FY 2021 and \$2,500 ongoing in FY 2022 for reporting and processing one additional medical cannabis research license. Finally, to the extent that less people are convicted as a result of this bill, for each case, this bill could decrease costs/case by \$700 for Courts beginning in FY 2020:

	FY 2020	FY 2021	FY 2022
Net All Funds	\$(400)	\$(1,300)	\$0

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

UCA 36-12-13(2)(c)

About 3,000 patients may pay for their \$15 medical cannabis card in FY 2021 rather than FY 2020. Around 25 qualified medical providers may pay for their \$100 license in FY 2021 rather than FY 2020. Approximately 9,200 medical cannabis patients will pay \$15 every 12 months instead of every six months. Additionally, one private, nonprofit college may pay \$2,500 annually for a medical cannabis research license. Finally, to the extent that fewer individuals violate provisions of this bill, this could save certain individuals about \$5,000/case, however the total amount is unknown.

Regulatory Impact

UCA 36-12-13(2)(d)

Enactment of this legislation could result in a small increase in the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.