

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB 657** HLS 25RS 1102

Bill Text Version: REENGROSSED

Opp. Chamb. Action:

Proposed Amd.: Sub. Bill For.:

Date: May 22, 2025 4:31 PM **Author:** RISER

Dept./Agy.: Health

Subject: Fee of \$22,500 for therapeutic marijuana retail permit **Analyst:** Anthony Shamis

MEDICAL MARIJUANA

RE +\$225,000 SG RV See Note

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Provides relative to fees collected by the Louisiana Department of Health related to the sale of therapeutic marijuana

<u>Present law</u> requires the Louisiana Department of Health (LDH) to issue an annual retail permit to sell recommended marijuana for therapeutic use. The law provides that permits are renewed annually & allows LDH to charge renewal fees as required by law and the rules and regulations of the department.

<u>Proposed law</u> requires LDH to establish and collect an annual retail permit fee of \$22,500 from each of the 10 retail permit holders authorized to sell recommended marijuana for therapeutic use.

<u>Proposed law</u> requires LDH to collect certain information information from each licensee.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$1,125,000
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$1,125,000

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

<u>Proposed law</u> is anticipated to increase SGR revenue in the LDH Office of Public Health (OPH) by \$225,500 as a result of collecting an annual retail permit fee of \$22,500 from each of the 10 retail permit holders authorized to sell recommended therapeutic marijuana in the state (10 retail permit holders \times \$22,500 Fee = \$225,000). LDH states that this legislation is only applicable to the 10 authorized retail permit holders. Each retail permit holder is authorized to open up to two additional locations. A maximum of 30 retail permits are authorized under present law.

<u>Senate</u> ☐ 13.5.1.>=	<u>Dual Referral Rules</u> \$100,000 Annual Fiscal Cost {S & H}	House $6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$	Johns Manor
	\$500,000 Annual Tax or Fee Change {S & H}	6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	Patrice Thomas Deputy Fiscal Officer