

MEMORANDUM

TO: Joint Budget Committee

FROM: Scott Thompson, Joint Budget Committee Staff (x4957)

SUBJECT: Updated Marijuana Tax Cash Fund Decisions

DATE: March 24, 2015

On the next page, please find a table containing the most up-to-date forecast and funding decisions from the Marijuana Tax Cash Fund created in Section 39-28.8-501 (1), C.R.S.

Updated Marijuana Tax Cash Fund Decisions
March 24, 2015

Requested FY 2015-16 Spending from the Marijuana Tax Cash Fund (MTCF)

March 2015 LCS Forecast

FY 2014-15 Marijuana Tax Summary

FY 2014-15

a	15% Excise Tax (First \$40.0 million available for public school capital construction)	19,700,000
b	State Share of 10% Special Sales Tax	32,600,000
c	Local Share of 10% Special Sales Tax	5,700,000
d	Proposition AA Taxes Total	\$58,000,000
e	2.9% Regular Sales Tax on Retail Marijuana	11,100,000
f	2.9% Regular Sales Tax on Medical Marijuana	10,500,000
g	Total of Regular Sales Tax on Marijuana Products	\$21,600,000
h	Total Taxes on Marijuana	\$79,600,000

Marijuana Tax Cash Fund (MTCF) Revenue Projected to be Collected in FY 2014-15

March Forecast

i	State Share of 10% Special Sales Tax on Retail Marijuana (i = b)	\$33,500,000
j	2.9% Sales Tax on Retail Marijuana (j = e)	11,100,000
k	2.9% Sales Tax on Medical Marijuana (k = f)	10,500,000
l	Total Revenue Transferred to MTCF - Legislative Council Forecast	\$55,100,000

FY 2015-16 Request (In Arrears)

Department

**Governor
Request**

**JBC
Decision**

Required Reserve Equivalent to 6.5% of Available Revenue	None	\$3,659,500	3,581,500
Request to Fund Prior Year SB 14-215 Appropriations with Current Revenue	Multiple	\$6,424,672	\$4,744,254

Annualized Appropriations from Prior Legislation

Study Health Effects of Marijuana (S.B. 13-283)	PHE	\$320,388	320,388
Scientific study of marijuana law enforcement activities (S.B. 13-283)	PBS	159,983	159,983
Peace Officers Standards Training Board--Train the Trainer (S.B. 13-1317)	LAW	76,000	0
Marijuana Testing Lab Certification	PHE	0	176,292

Continuation of FY 2014-15 Appropriations from SB 14-215

School Health Professional Grant Program	EDU	\$2,280,444	2,280,444
Governor's Office of Marijuana Coordination	GOV	190,097	190,097
Tony Gramscas for the Prevention of Youth Marijuana Use	HUM	2,000,000	2,000,000
Circle Program	HUM	2,000,000	1,911,612
School-Based Prevention and Intervention Services for Medicaid	HCPF	2,130,000	0
Develop In-House Legal Expertise and Training	LAW	436,766	436,766
Local Law Enforcement Training for DUID through the POST Board	LAW	1,168,000	1,168,000
Marijuana Public Awareness Campaign	PHE	4,650,000	2,150,000
Healthy Kids Colorado Survey	PHE	789,322	781,789
Jail Based Behavioral Health Services	HUM	0	1,550,000
Senate Bill 94 Youth Corrections Program	HUM	0	2,000,000
Marijuana Enforcement Division (FY 2014-15 in S.B. 14-215)	REV	7,600,000	7,600,000

New Spending Requested

CDOT R-01 Marijuana-Impaired Driving Campaign	TRA	450,000	450,000
DPS R-03 Public Safety Intelligence Support	PBS	138,012	51,345
DPHE BA-03 Marijuana Lab Certification (January 15 Budget Amendment)	PHE	111,583	176,292
Set Aside for Potential Legislative Initiatives	Multiple	400,000	0
Supplemental Request for Reduction to DOR Appropriation FY 2014-15 only	REV	(\$6,424,672)	(\$6,424,672)

Total all FY 2015-16 Requests

\$28,560,095 \$25,304,090

Forecast Ending Marijuana Tax Cash Fund Balance before Transfer	\$26,539,905	29,795,910
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Proposition AA Rebate

m	General Fund Requested to be Set Aside for Proposition AA Rebate (m = d)	\$58,000,000	58,000,000
n	MTCF Transfer to General Fund	(\$27,739,905)	(27,700,000)
o	Additional General Fund needed for Rebate (o = m - o)	\$30,960,095	30,300,000

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