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## FISCAL IMPACT REPORT

SPONSOR Ortiz y Pino ORIGINAL DATE 3/04/2017  
LAST UPDATED \_\_\_\_\_ HB \_\_\_\_\_  
SHORT TITLE Study Tax & Regulation of Cannabis SM 125  
ANALYST Leger

### ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY17	FY18	FY19	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
<b>Total</b>	*see fiscal implications	*see fiscal implications		*see fiscal implications	Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

Relates to HB 89, HB 102, HB 144, HB 154, HB 155, HB 166, HB 170, HB 280, HB 334, HB 348, HB 351, SB 6, SB 8, SB 130, SB 177, SB 278, SB 345, SB 365, SB 371, SJM 17, and SJR 19.

### SOURCES OF INFORMATION

LFC Files

### SUMMARY

#### Synopsis of Memorial

Senate Memorial 125 requests legislative interim committees to receive presentations on and examine issues related to the taxation and regulation of cannabis during the 2017 interim.

### FISCAL IMPLICATIONS

There will be a minimal fiscal impact if any with SM 125. Funds to cover the expenses incurred by committee members and staff would already be budgeted in the operating costs of the committees. Requirements of the memorial can be added as an agenda item on a meeting day.

Unexpected costs could arise for any state agency presenters or outside experts related to the tax and regulation of cannabis. These costs would likely not impact the legislative branch.

### SIGNIFICANT ISSUES

The memorial states the following:

- As of December 2016, eight states established systems to tax and regulate cannabis for recreational use;

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- The last several years, legislation seeking to tax and regulate cannabis for recreational use has been introduced and debated in NM; and
- The legislature’s work on this issue can be supported through the presentation of research and other information from interested parties.

Interim committees that consider courts, corrections and justice matters and economic and rural development matters and the legislative health and human services committees be requested to receive presentations related to the taxation and regulation of cannabis for recreational use during the 2017 interim.

**RELATIONSHIP**

HB 89, HB 102, HB 144, HB 154, HB 155, HB 166, HB 170, HB 280, HB 334, HB 348, HB 351, SB 6, SB 8, SB 130, SB 177, SB 278, SB 345, SB 365, SB 371, SJM 17, and SJR 19.

JLL/al