

# OFFICE OF FISCAL ANALYSIS

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sHB-5235

AN ACT CONCERNING THE DEPARTMENT OF CONSUMER PROTECTION'S RECOMMENDATIONS REGARDING CANNABIS REGULATION.

## ***OFA Fiscal Note***

### ***State Impact:***

<b>Agency Affected</b>	<b>Fund-Effect</b>	<b>FY 25 \$</b>	<b>FY 26 \$</b>
Department of Revenue Services	Various - Potential Revenue Loss	See Below	See Below

Note: Various=Various

### ***Municipal Impact:***

<b>Municipalities</b>	<b>Effect</b>	<b>FY 25 \$</b>	<b>FY 26 \$</b>
Various Municipalities	Potential Revenue Loss	See Below	See Below

### ***Explanation***

The bill results in a potential state and municipal revenue loss from the applicable sales and excise taxes on cannabis by prohibiting the sale of synthetic cannabinoids at cannabis establishments. Any shift in sales to allowable cannabis products would limit the revenue loss from this bill.

This bill makes other various changes regarding cannabis regulations that have no fiscal impact.

### ***The Out Years***

The annualized ongoing fiscal impact identified above would

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continue into the future subject to inflation.