

Department of Finance and Administration

Legislative Impact Statement

Bill: SB419

Bill Subtitle: TO EXTEND THE SUNSET DATE FOR THE ARKANSAS MEDICAL MARIJUANA SPECIAL PRIVILEGE TAX ACT OF 2017; AND TO DECLARE AN EMERGENCY.

Basic Change :

Sponsors: Sen. J. Dismang and Rep. Eaves

SB419 extends the sunset date for the Medical Marijuana Special Privilege Tax Act of 2017 from July 1, 2023 to July 1, 2025, unless extended further by the General Assembly.

SB419 includes an emergency clause to ensure that the administration of the marijuana special privilege tax is uninterrupted. SB419 will be effective on the date of its approval by the Governor; the expiration of the period of time during which the Governor may veto the bill; or the date the last house overrides the veto.

Revenue Impact :

Extending the sunset clause for the Arkansas Medical Marijuana Special Privilege Tax will allow for continued collection of the privilege tax. FY2022 collections of the tax totaled \$16,056,734.

Taxpayer Impact :

The Arkansas Medical Marijuana Special Privilege Tax will continue to be collected and remitted until the tax sunsets on July 1, 2025 unless further extended by the General Assembly.

Resources Required :

The Arkansas Integrated Revenue System (AIRS) will require programming at an estimated cost of \$8,000.

Time Required :

Adequate time is allowed for implementation.

Procedural Changes :

None.

Other Comments :

None.

Legal Analysis :

None.