

Multiple Agency Fiscal Note Summary

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products
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Estimated Cash Receipts

NONE

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Office of the Governor	.0	0	0	0	.0	0	0	0	.0	0	0	0
Governor's Office of Indian Affairs	.0	0	0	0	.0	0	0	0	.0	0	0	0
Washington State Health Care Authority	.0	0	0	0	.0	0	0	0	.0	0	0	0
Liquor and Cannabis Board	.0	0	0	0	.0	0	0	0	.0	0	0	0
Department of Health	.7	162,000	162,000	162,000	1.3	404,000	404,000	404,000	1.3	298,000	298,000	298,000
University of Washington	3.0	655,792	655,792	655,792	6.0	1,315,584	1,315,584	1,315,584	4.5	982,688	982,688	982,688
Total \$	3.7	817,792	817,792	817,792	7.3	1,719,584	1,719,584	1,719,584	5.8	1,280,688	1,280,688	1,280,688

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Office of the Governor	.0	0	0	.0	0	0	.0	0	0
Governor's Office of Indian Affairs	.0	0	0	.0	0	0	.0	0	0
Washington State Health Care Authority	.0	0	0	.0	0	0	.0	0	0
Liquor and Cannabis Board	.0	0	0	.0	0	0	.0	0	0
Department of Health	.0	0	0	.0	0	0	.0	0	0
University of Washington	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

Prepared by: Val Terre, OFM	Phone: (360) 280-3073	Date Published: Final 2/28/2024
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Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 075-Office of the Governor
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Kathy Cody	Phone: (360) 480-7237	Date: 02/26/2024
Agency Approval: Jamie Langford	Phone: (360) 870-7766	Date: 02/26/2024
OFM Review: Val Terre	Phone: (360) 280-3073	Date: 02/26/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Changes in 2320-S2 AMS LC S5137.1 do not affect the Office of the Governor and do not change previous fiscal note assumptions.

Second Substitute HB 2320 adds a null and void clause if specific funding is not provided by June 30, 2024. This does not change previous fiscal note assumptions.

Substitute HB 2320 removes Section 6 of the original bill which impacted the Governor's Office and therefore the substitute has no fiscal impact.

HB2320 enacts evidence-based public policy solutions to address the public health harms associated with high THC products.

Per Section 6 the governor may seek government-to-government consultations with federally recognized Indian tribes regarding raising the minimum legal age of sale of cannabis products identified in RCW 69.50.357(1)(c), in compacts entered into under RCW 43.06.490. The office of the governor shall report to the appropriate committees of the legislature regarding the status of such consultations by December 1, 2025.

The Governor delegated authority to the Washington State Liquor and Cannabis Board for cannabis compacts with the tribes and assume they would implement the requirements in section 6. Based on those consultations, the Office of the Governor would provide a status report to the legislature. The Office estimates this work can be accomplished within current resources and therefore doesn't have a fiscal impact.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 086-Governor's Office of Indian Affairs
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Seth Flory	Phone: 360-407-8165	Date: 02/21/2024
Agency Approval: Seth Flory	Phone: 360-407-8165	Date: 02/21/2024
OFM Review: Amy Hatfield	Phone: (360) 280-7584	Date: 02/21/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Amended 2nd Substitute House Bill 2320 seeks to reduce public health harms associated with high TCH cannabis products.

This version of the bill does not contain language relevant to the Governor's Office of Indian Affairs (GOIA), therefore no fiscal impact is expected.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 107-Washington State Health Care Authority
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Cari Tikka	Phone: 360-725-1181	Date: 02/22/2024
Agency Approval: Carl Yanagida	Phone: 360-725-5755	Date: 02/22/2024
OFM Review: Arnel Blancas	Phone: (360) 000-0000	Date: 02/22/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

See attached narrative.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

See attached narrative.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

See attached narrative.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

HCA Fiscal Note

Bill Number: 2320 2SHB AMS LC S5137.1

HCA Request #: 24-176

Title: High THC Cannabis Products

Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

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- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

HCA Fiscal Note

Bill Number: 2320 2SHB AMS LC S5137.1

HCA Request #: 24-176

Title: High THC Cannabis Products

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

This bill enacts evidence-based public policy solutions to address the public health harms associated with high THC products.

As compared to the second substitute bill, this amendment includes:

- Legislative intent regarding funding to be provided to the Department of Health (DOH) to allow DOH to issue requests for proposals and contract for targeted public health messages and social marketing campaigns directed toward individuals most likely to suffer negative impacts of high THC products.
- Provides that the University of Washington Addictions, Drug, and Alcohol Institute (UW ADAI), rather than the Health Care Authority (HCA), develop guidance and health interventions for health care providers and patients at risk for developing serious complications due to cannabis consumption seeking care in certain settings, gather data, and report back to the Legislature.

New Section 5 is added to RCW 28B.20 (University of Washington), subject to amounts appropriated for this specific purpose, the UW ADAI must:

1. Develop, implement, test, and evaluate guidance and health interventions for health care providers and patients at risk for developing serious complications due to cannabis consumption who are seeking care in emergency departments, primary care settings, behavioral health settings, other health care facilities, and for use by state poison control and recovery hotlines to promote cannabis use reduction and cessation for at risk youth and adult populations.
2. Submit a preliminary report to the Legislature by December 1, 2025, a progress report on initial outcomes by July 1, 2027, and a final report by December 1, 2028. The provisions related to the HCA sunset on December 31, 2028.
3. Data gathering on adverse health impacts occurring in Washington associated with consumption of high THC cannabis, and data gathered must be included in the reports submitted to the legislature under this section.
4. This section expires December 31, 2028.

New Section 6 adds a null and void clause if specific funding for the purposes of this act is not provided by June 30, 2024, in the omnibus appropriations act.

II. B - Cash Receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

NONE

HCA Fiscal Note

Bill Number: 2320 2SHB AMS LC S5137.1

HCA Request #: 24-176

Title: High THC Cannabis Products

II. C – Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

No Fiscal Impact

The requirements of this amendment direct UW ADAI, rather than HCA, develop guidance and health interventions for health care providers and patients at risk for developing serious complications due to cannabis consumption seeking care in certain settings. HCA's estimated cost to meet the RFP and contract requirements in the previous version of this bill are removed.

Part III: Expenditure Detail

III. A - Operating Budget Expenditure

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout: Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

NONE

Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 195-Liquor and Cannabis Board
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

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- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Colin O Neill	Phone: (360) 664-4552	Date: 02/22/2024
Agency Approval: Aaron Hanson	Phone: 360-664-1701	Date: 02/22/2024
OFM Review: Val Terre	Phone: (360) 280-3073	Date: 02/22/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

No fiscal impact.

CHANGES MADE BY THE STRIKING AMENDMENT TO THE SECOND SUBSTITUTE:

New section 2: Legislative intent is provided regarding funding to be provided to the Department of Health (DOH) to allow DOH to issue requests for proposals and contract for targeted public health messages and social marketing campaigns directed toward individuals most likely to suffer negative impacts of high THC products including persons under 25 years of age, persons reporting poor mental health, and persons living with mental health challenges.

Section 5 (old section 4): Provides that the UW Addictions, Drug, and Alcohol Institute, rather than the Health Care Authority, must develop guidance and health interventions for health care providers and patients at risk for developing serious complications due to cannabis consumption seeking care in certain settings.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 303-Department of Health
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	1.3	0.7	1.3	1.3
Account					
General Fund-State 001-1	0	162,000	162,000	404,000	298,000
Total \$	0	162,000	162,000	404,000	298,000

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Damian Howard	Phone: 3602363000	Date: 02/27/2024
Agency Approval: Kristin Bettridge	Phone: 3607911657	Date: 02/27/2024
OFM Review: Cynthia Hollimon	Phone: (360) 810-1979	Date: 02/28/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

This striker amendment reinserted language of developing a campaign and shifting work back to the University of Washington Alcohol, Drug & Alcohol Institute versus the Health Care Authority.

Section 2 (new in this striker amendment) The legislature intends to provide the Department of Health (DOH) with recurring funding available each fiscal year, beginning in fiscal year 2025, to allow DOH to issue requests for proposals and contract for targeted public health messages and social marketing campaigns directed toward individuals most likely to suffer negative impacts of high THC products including persons under 25 years of age, person reporting poor mental health, and persons living with mental health challenges. Messages and media campaigns funded must include information about risks, comparative dosing of cannabis products, and resources for persons seeking support for quitting or decreasing their intake of tetrahydrocannabinol. The content of the public health messages and social marketing campaigns must be developed in partnership with persons targets by the messages and campaigns and in consultation with professionals proficient in public health communication and in cannabis research.

Section 3 directs DOH to create an optional training that cannabis retail staff may complete to better understand the health and safety impacts of THC cannabis products. In developing this training, DOH must consult with a variety of stakeholders listed in the bill.

Section 4 directs DOH to develop the notice required under this section and make it available to licensed cannabis retailers. The notice must, at a minimum, identify the following: The potential health risks and adverse health impacts that may be associated with the consumption of high THC cannabis; (ii) the potentially much higher risks that may be present for younger persons under age 25 as well as for persons who have or are at risk for developing certain mental health conditions or psychotic disorders; and (iii) where to find help in case of negative effects and resources for quitting or reducing cannabis consumption.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

SECTION 2: For Informational Purposes Only

This section states it is the intent of the legislature to provide DOH with ongoing funding for public health messages and social marketing campaigns directed toward individuals most likely to suffer negative impacts of high THC products. Should funding be provided, DOH will scale the campaign to the funding level appropriated. If DOH receives funding, it would develop a new campaign targeting individuals who are likely already using high THC and other cannabis products. This campaign would provide information about the risks and resources for quitting or reducing use. New campaign development involves creating a campaign from scratch, which would require funding for various aspects such as: research, community engagement, asset development, media buy and evaluation. This work will also require 1.0 FTE, which costs \$149,000 yearly.

SECTION 3

1.0 FTE Health Service Consultant 3, FY25 and ongoing

Retail Education Coordinator for a statewide retailer education program:

This position oversees the planning, development, and implementation of the statewide optional retailer education as outlined in the legislation; conducts research and community engagement to identify education needs; develops course modules (both in-person and virtual) and related materials; Hosts training for individuals to serve as “trainers” across the state and offering training to retailers. The position focuses on relationship building and community engagement with cannabis retailers to ensure that course modifications meet their needs and emerging evidence regarding high THC cannabis products. This position manages contracts for any identified needs or opportunities that are to be completed externally to avoid the limitations of staff capacity. This includes developing statements of work, coordinating and monitoring invoices, budgets, and payments for the vendor, coordinating the planning, development, implementation, and evaluation of contract deliverables, and providing necessary technical assistance to the contractor.

FY26 Training for Implementation and Logistics: \$50,000

(4) in-person 4-hour trainings @ approximately \$7,000 per training (estimate a minimum of 50 attendees per training)

- Per Training Cost Breakdown: \$4,600 for venue rental; \$1,000 for material for participants; \$700 per trip for travel costs for 2 DOH trainers (pending if overnight/air travel is required, estimate \$350 per person with previous similar events) and \$700 for light refreshments for training participants.

(2) in-person “train the trainer” 6-hour trainings @ \$10,000 per training (estimated 15-30 attendees per training plus a one-time cost of \$2,000 to record and post training).

- Per Training Cost Breakdown: \$6,000 for venue rental; \$2,000 for food costs for training participants; \$1,200 for materials for participants; \$800 travel costs for 2 DOH trainers (pending if overnight/air travel is required, estimate \$400 per person with previous similar events); Plus a one-time cost of \$2,000 to record and post the following (based on previous cost estimates with TA contractor): Modules for a virtual general training and modules for a virtual train the trainer training.

FY27 Training for Implementation and Logistics: \$48,000

(4) in-person 4-hour trainings @ approximately \$7,000 per training (estimate a minimum of 50 attendees per training)

- Per Training Cost Breakdown: \$4,600 for venue rental; \$1,000 for material for participants; \$700 per trip for travel costs for 2 DOH trainers (pending if overnight/air travel is required, estimate \$350 per person with previous similar events) and \$700 for light refreshments for training participants.

(2) in-person “train the trainer” 6-hour trainings @ \$10,000 per training (estimated 15-30 attendees per training).

- Per Training Cost Breakdown: \$6,000 for venue rental, \$2,000 for food costs for training participants, \$1,200 for materials for participants, and \$800 travel costs for 2 DOH trainers (pending if overnight/air travel is required, estimate \$400 per person with previous similar events).

SECTION 4

\$10,000 (FY25 only)

Initial development, printing and mailing of signage to cannabis retailers. Signage development would be inhouse with collaboration of cannabis retailers. This would include translation of signage for up to 10 priority languages identified by the retailers. Cost breakdown mirrors the Tobacco-21 passage where signs were developed, printed, and mailed out. Future costs would be absorbed within the cannabis retailer trainings.

Total Costs to Implement this Bill:

FY25: 1.3 FTE and \$162,000 (GF-S)

FY26: 1.3 FTE and \$203,000 (GF-S)

FY27: 1.3 FTE and \$201,000 (GF-S)

FY28 and ongoing: 1.3 FTE and \$149,000 (GF-S)

Total FY costs and FTE can include staff and associated expenses, including goods and services, travel, intra-agency, and

indirect/overhead personnel/costs.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	0	162,000	162,000	404,000	298,000
Total \$			0	162,000	162,000	404,000	298,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29	
FTE Staff Years		1.3	0.7	1.3	1.3	
A-Salaries and Wages		96,000	96,000	192,000	192,000	
B-Employee Benefits		37,000	37,000	74,000	74,000	
E-Goods and Other Services		20,000	20,000	102,000	14,000	
G-Travel				18,000		
T-Intra-Agency Reimbursements		9,000	9,000	18,000	18,000	
9-						
Total \$		0	162,000	162,000	404,000	298,000

III. C - Operating FTE Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
Fiscal Analyst 2	53,000		0.2	0.1	0.2	0.2
HEALTH SERVICES CONSULTAN 3	78,120		1.0	0.5	1.0	1.0
Health Svcs Conslt 1	53,000		0.1	0.1	0.1	0.1
Total FTEs			1.3	0.7	1.3	1.3

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 2320 2S HB AMS LC S5137.1	Title: High THC cannabis products	Agency: 360-University of Washington
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	6.0	3.0	6.0	4.5
Account					
General Fund-State 001-1	0	655,792	655,792	1,315,584	982,688
Total \$	0	655,792	655,792	1,315,584	982,688

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Monica Fontaine	Phone: 3607867341	Date: 02/21/2024
Agency Preparation: Michael Lantz	Phone: 2065437466	Date: 02/26/2024
Agency Approval: Michael Lantz	Phone: 2065437466	Date: 02/26/2024
OFM Review: Ramona Nabors	Phone: (360) 742-8948	Date: 02/27/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

The amendment to Second Substitute House Bill 2320 (2320-S2 AMC LC S5137.1) relates to high THC cannabis products. This is the fourth version of this bill the University of Washington (UW) has been asked to evaluate.

In the original bill, Section 5 required the Addictions, Drug, and Alcohol Institute (ADAI) at UW to develop, implement, test, and evaluate guidance and health interventions for providers and their patients at risk for serious complications related to cannabis consumption. This provision was removed from both the first and second substitute. However, it has been added back into the bill through this amendment. Therefore, there will be a fiscal impact to the UW. Please see the Expenditures section below for the full analysis.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

The following resources will be needed for UW ADAI to complete the work directed by Section 5 of the amendment to 2SHB 2320 (2320-S2 AMC LC S5137.1).

STAFF

0.5 FTE per FY for a Co-Principal Investigator (salary: \$135,216; benefits rate: 22.6%) to oversee study activities, project administration, staff, make scientific decisions, and produce project reports and intervention tools. This person will contribute scientific expertise to the development of protocols for creating and evaluating interventions, develop the overall project timeline, and have ultimate decision-making authority.

0.5 FTE per FY for a Co-Principal Clinical Investigator (salary \$160, 872; benefits rate: 22.6%) to oversee the development and testing of clinical interventions for practitioners and their patients at high risk for psychosis. This person will engage community partners, contribute scientific expertise to the evaluation of clinical interventions, and oversee evaluation within targeted community settings.

1.0 FTE per FY for a Project Director (salary \$108,576; benefits rate: 30%) to manage all aspects of the project, including monitoring study timelines, assisting with staff training and supervision, submitting regulatory applications (e.g. IRB), acting as a community liaison, and assisting with the development of study protocols. This person will plan and run team meetings, track tasks, monitor deadlines, and assist in the development of project reports.

0.1 FTE per FY for a Communications Director (salary: \$107,460; benefits rate: 30%) to lead the development of materials used in study interventions and manage messaging and communication strategies.

0.2 FTE per FY for a Public Information Specialist/Designer (salary: \$72,300; benefits rate: 30%) to develop intervention materials through an iterative process that incorporates feedback from key members of the community. This person will guide best practices for presenting information in relevant scenarios (to youth and adults who are at high risk of adverse reactions from cannabis use, people with first episode psychosis, and people who have been diagnosed with a psychotic disorder and use cannabis).

1.0 FTE per FY for a Project Evaluator and Implementation Manager (salary: \$87,360; benefits rate: 30%). This person will collaborate with the PIs and Project Director to develop and execute the evaluation plan. This person will work closely with Research Assistants to ensure accurate and reliable data is obtained and will participate in writing project reports.

0.4 FTE per FY for a Data Analyst (salary: \$111,360; benefits: 30%) to assist the principal investigators and evaluator in instrument development and will conduct post-data collection analysis.

2.0 FTE per FY for Research Study Assistants (salary: \$47,000; benefits rate: 30%) to recruit and interview study participants, respond to data queries, track and contact participants for follow-up, track subject payment, and maintain an inventory of study supplies. This person will be the primary interface between study participants, research study sites, and the study team. They will ensure that all forms are completed accurately and according to protocol, and that best clinical/research practices are observed.

0.3 FTE per FY for a Grants & Contracts manager (salary: \$88,008; benefits rate: 30%) and will manage fiscal tracking and reporting.

PROFESSIONAL SERVICE CONTRACTS

This project strives to be responsive to community needs by incorporating feedback from targeted audiences throughout the development of the study interventions, and to evaluate the acceptability, usefulness, and effectiveness of the interventions prior to distribution for wider use. Funds of \$8,000 across FY 25-28 are requested to recruit study participants and to pay for their time, with the majority of funds needed in FYs 26 and 27.

GOODS AND OTHER SERVICES

The Co-Principal Clinical Investor works in non-UW owned office space. Therefore, we are requesting \$5,000 per FY to cover their office rent proportional to their work on this project (.5 FTE).

TRAVEL

To ensure that voices from across WA State are including in the intervention development, we are requesting \$1,000 in FYs 25-28 in travel funds to send the Research Assistants to areas outside of Seattle, when appropriate, for data collection.

Overall, UW ADAI expects the costs of developing and evaluating interventions to prevent risks of psychosis due to cannabis use to cost approximately \$660,000 in FYs 25-28. The project is scheduled to end in December 2028, six months into FY29. Therefore, the funding requested for that year has been reduced by 50 percent.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	0	655,792	655,792	1,315,584	982,688
Total \$			0	655,792	655,792	1,315,584	982,688

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		6.0	3.0	6.0	4.5
A-Salaries and Wages		507,498	507,498	1,014,996	761,247
B-Employee Benefits		141,294	141,294	282,588	211,941
C-Professional Service Contracts		1,000	1,000	6,000	1,000
E-Goods and Other Services		5,000	5,000	10,000	7,500
G-Travel		1,000	1,000	2,000	1,000
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	0	655,792	655,792	1,315,584	982,688

III. C - Operating FTE Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
Communications Director	107,460		0.1	0.1	0.1	0.1
Co-Principal Clinical Investigator	160,872		0.5	0.3	0.5	0.4
Co-Principal Investigator	135,216		0.5	0.3	0.5	0.4
Data Analyst	111,360		0.4	0.2	0.4	0.3
Grants and Contracts Manager	88,008		0.3	0.2	0.3	0.2
Project Director	108,576		1.0	0.5	1.0	0.8
Project Evaluator and Implementatiior Manager	87,360		1.0	0.5	1.0	0.8
Public Information Specialist/Designer	72,300		0.2	0.1	0.2	0.2
Research Study Assistant	46,884		2.0	1.0	2.0	1.5
Total FTEs			6.0	3.0	6.0	4.5

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.