

Multiple Agency Fiscal Note Summary

Bill Number: 5758 S SB	Title: Cannabis licensees/distance
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Estimated Cash Receipts

NONE

Estimated Operating Expenditures

Agency Name	2025-27				2027-29				2029-31			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Liquor and Cannabis Board	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	0.0	0	0	0	0.0	0	0	0	0.0	0	0	0

Agency Name	2025-27			2027-29			2029-31		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	Non-zero but indeterminate cost and/or savings. Please see discussion.								
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2025-27			2027-29			2029-31		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Liquor and Cannabis Board	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Agency Name	2025-27			2027-29			2029-31		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	Non-zero but indeterminate cost and/or savings. Please see discussion.								
Local Gov. Total									

Estimated Capital Budget Breakout

NONE

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Phone:
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Individual State Agency Fiscal Note

Bill Number: 5758 S SB	Title: Cannabis licensees/distance	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.

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: Marlon Llanes	Phone: 360-786-7423	Date: 02/21/2025
Agency Preparation: Colin O Neill	Phone: (360) 664-4552	Date: 02/24/2025
Agency Approval: Aaron Hanson	Phone: 360-664-1701	Date: 02/24/2025
OFM Review: Val Terre	Phone: (360) 280-3073	Date: 02/25/2025

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.

Section 1(8g): RCW 69.50.331

- A city, town, or county may not require retail cannabis premises when licensed under RCW 69.50.335(1) to locate more than 250 feet from the premises of any other cannabis retail license.

CHANGES MADE BY THE SUBSTITUTE:

The amendments made in section 1(8)(a & b) in the original version of the bill are no longer included in the substitute

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.

No fiscal impact. The pool of social equity licenses is so small any additional workload posed by this bill is minimal.

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.

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 5758 S SB

Title: Cannabis licensees/distance

Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

Legislation Impacts:

- Cities: Indeterminate expenditure impacts
- Counties: Same as above
- Special Districts:
- Specific jurisdictions only: Jurisdictions allowing cannabis businesses
- Variance occurs due to:

Part II: Estimates

- No fiscal impacts.
- Expenditures represent one-time costs: Costs to amend ordinances
- Legislation provides local option:
- Key variables cannot be estimated with certainty at this time: Number of jurisdictions required to take action

Estimated revenue impacts to:

None

Estimated expenditure impacts to:

Non-zero but indeterminate cost and/or savings. Please see discussion.

Part III: Preparation and Approval

Fiscal Note Analyst: Allan Johnson	Phone: 360-725-5033	Date: 02/28/2025
Leg. Committee Contact: Marlon Llanes	Phone: 360-786-7423	Date: 02/21/2025
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 02/28/2025
OFM Review: Val Terre	Phone: (360) 280-3073	Date: 03/03/2025

Part IV: Analysis

A. SUMMARY OF BILL

Description of the bill with an emphasis on how it impacts local government.

CHANGES BETWEEN ORIGINAL AND SUBSTITUTE:

Strikes the provisions related to authorizing the Liquor and Cannabis Board (LCB) to issue a cannabis license under the social equity program for any premises within 1000 feet but not less than 500 feet of specified locations.

Prohibits a city, town, or county from requiring retail cannabis premises when licensed under the social equity program to locate more than 250 feet from the premises of any other cannabis retail license.

SUMMARY OF SUBSTITUTE BILL:

A city, town, or county may not require retail cannabis premises when licensed under the program to locate more than 250 feet from the premises of any other cannabis retail license.

B. SUMMARY OF EXPENDITURE IMPACTS

Expenditure impacts of the legislation on local governments with the expenditure provisions identified by section number and when appropriate, the detail of expenditures. Delineated between city, county and special district impacts.

CHANGES BETWEEN ORIGINAL BILL AND SUBSTITUTE:

The changes do not alter the original determination of indeterminate expenditure impact.

SUMMARY OF REVENUE IMPACTS OF CURRENT BILL:

This legislation would have an indeterminate impact on local government expenditures. These provisions would be applicable in approximately 100 jurisdictions which allow cannabis industries, but these provisions could apply to a more limited number of jurisdictions depending upon the regulations they have adopted which vary from jurisdiction to jurisdiction.

This legislation would preclude jurisdictions for prohibiting social equity cannabis businesses from restricting the location of new businesses within 250 feet of an existing cannabis business.

It is not clear if jurisdictions would be required to amend codes to comply with these provisions. Research indicates that jurisdictions would retain the ability of local jurisdictions to enact their own cannabis zoning restrictions. They would similarly retain the ability to object to license applications.

If jurisdictions were required to amend their cannabis business related provisions, the Local Government Fiscal Note Program Unit Cost Tool estimates a cost of approximately \$700 to enact a simple ordinance to \$10,950 for a complex ordinance with hearing. Actual expenditures would likely fall within this range, but the amount will be unique in each jurisdiction taking action.

Due to the variety of variables, the expenditure impact of this legislation is indeterminate.

C. SUMMARY OF REVENUE IMPACTS

Revenue impacts of the legislation on local governments, with the revenue provisions identified by section number, and when appropriate, the detail of revenue sources. Delineated between city, county and special district impacts.

CHANGES BETWEEN ORIGINAL BILL AND SUBSTITUTE:

The changes do not alter the original determination of no fiscal impact.

SUMMARY OF REVENUE IMPACTS OF CURRENT BILL:

This legislation is not anticipated to result in a substantive change in local government revenue. This analysis assumes the change in the number of cannabis businesses created through the social equity program would not substantially increase.

SOURCES:

Association of Washington Cities

Liquor and Cannabis Board

Municipal Research and Services Center