

Fund Purpose

The fund supports administration and distribution of adult use and medical cannabis tax revenues.

Revenues

Revenues are generated from a 4.0% tax on medical cannabis sales, and a 20.0% on adult use sales. Other sources of revenues include licenses, permits, and fines. In FY 2022 two state special revenue funds related to medical cannabis use were closed, the balances were transferred to the cannabis state special revenue account.

Use of funds

The primary use of funds is for disbursement to other state special revenue accounts and the general fund.

- The first \$6.0 million to the Healing and Ending Addiction through Recovery and Treatment (HEART) account
- 20% to Department of Fish, Wildlife, and Parks for wildlife habitat
- 4% to the state park account
- 4% to the trails and recreational facilities account
- 4% to the nongame wildlife account
- 3% up to \$200,000, to the veterans and surviving spouses state special revenue account
- \$150,000 to the board of crime control to fund crisis intervention team training
- The remainder to the general fund

Administrative costs paid from the fund include personal services, operating expenses, equipment.

The table on the following page shows beginning and ending fund balances for fiscal year 2022.

Ending Fund Balance

Cannabis State Special Revenue Account Ending Fund Balance FYE 2022	
	Actual FY 2022
Beginning Fund Balance	\$0
Nominal Revenues	
Adult Use Tax	\$18,816,674
Medical Use Tax	5,595,671
Transfers From DPHHS Medical Marijuana Account	5,488,217
Transfers From DPHHS Pain Management Education Account	2,295,822
Licenses & Permits	4,131,464
Other	313,422
Total Revenues	<u>\$36,641,270</u>
Nominal Disbursements	
Personal Services	(\$2,476,844)
Operating Expenses	(1,520,929)
Equipment & Intangible Assets	(3,075,147)
<u>Transfers</u>	
Healing and Ending Addiction through Recovery and Treatment (HEART)	(6,000,000)
Department of Fish Wildlife and Parks Wildlife Habitat	(4,437,772)
Department of Fish Wildlife and Parks State Parks	(887,554)
Department of Fish Wildlife and Parks Trails & Recreational Facilities	(887,554)
Department of Fish Wildlife and Parks Non-Game Wildlife	(887,554)
Department of Military Affairs Veterans & Surviving Spouses	(400,000)
Board of Crime Control Crisis Intervention Team Training	(150,000)
Department of Justice K-9 Training	(300,000)
General Fund	(14,238,429)
Total Transfers	<u>(28,188,863)</u>
Total Disbursements	<u>(\$35,261,783)</u>
Ending Fund Balance	<u><u>\$1,379,487</u></u>

Statutory Reference

16-12-111 MCA, 16-12-316 MCA