

**SENATE FISCAL AGENCY  
 ADMINISTRATIVE RULES FISCAL NOTE**

**DATE:** July 22, 2019  
**ANALYST:** Elizabeth Raczkowski  
**PHONE:** 373-2768

<u>TRANS. NO.</u>	<u>AGENCY</u>	<u>SUBJECT</u>
19-14	Department of Licensing And Regulatory Affairs	Bureau of Marijuana Regulation Michigan Medical Marijuana

**FISCAL IMPACT:**

The proposed rule changes likely would have a negative fiscal impact on the Department of Licensing and Regulatory Affairs and no fiscal impact on local government units.

The patient application fee would be reduced by \$20. In FY 2018, 146,505 applications were received. Assuming a similar number of individuals submit an application in FY 2020, this would result in about \$2.9 million less in fee revenue than would have been collected without the reduction. However, the Department expects improvements to the application process to potentially result in a greater participation levels. Other fees would be eliminated under the proposed rules changes, resulting in revenue loss of unknown magnitude. However, the Department expects that revenues will continue to be sufficient to support program activities.