



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note Memorandum

TO: Members of the Senate Finance Committee

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Fiscal Assessment of L.006 to HB26-1077

This memorandum is an assessment of the fiscal impact of the attached proposed amendment L.006 to HB26-1077. This fiscal assessment is for the impact of the bill with inclusion of this amendment only. Any other added amendment could influence the fiscal impact.

Summary of Proposed Amendment L.006

L.006 directs the Department of Revenue to adopt rules to calculate average market rates for fresh frozen marijuana cultivated indoors and outdoors. Rules must be adopted by July 1, 2027.

Fiscal Impact of Amendment L.006

L.006 removes the state expenditure impact identified in the latest fiscal note dated February 19, 2026, by allowing changes to the average market rate calculations to be accomplished through the regular rulemaking process that is expected to occur under current law, rather than through a standalone process. As a result, changes to these calculations can be made within existing appropriations.

Bill's Revised Fiscal Impact with Amendment L.006

The bill may increase workload for the Marijuana Enforcement Division for rulemaking in the event that additional clarification is required to administer the tax changes. Increased workload for rulemaking is expected to be minimal and absorbable within existing appropriations.



Table 1
State Fiscal Impacts with Amendment L.006

Type of Impact	Budget Year FY 2025-26	Out Year FY 2026-27
State Revenue	\$0	\$0
State Expenditures	\$0	\$0
Transferred Funds	\$0	\$0
Change in TABOR Refunds	\$0	\$0
Change in State FTE	0.0 FTE	0.0 FTE