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SOUTH DAKOTA LEGISLATIVE RESEARCH COUNCIL

FISCAL NOTE

INITIATED CONSTITUTIONAL AMENDMENT

AN INITIATED AMENDMENT TO THE SOUTH DAKOTA CONSTITUTION
AUTHORIZING THE LICENSING, REGULATION, AND ENFORCEMENT OF CANNABIS
IN SOUTH DAKOTA.

Legalizing cannabis would provide revenues from licensing fees, sales tax, and a 15% excise tax. After regulatory costs, the State would distribute 50% of net revenues annually to public schools and 50% to the general fund. Incarceration costs would decrease due to a decriminalization of several current laws.

Estimated Net Revenues:

FY2021: \$355,705

FY2022: \$10,765,004

FY2023: \$19,589,466

FY2024: \$29,372,397

Approved: Reed Hwegner Date: June 9, 2020

Director, Legislative Research Council

Filed this 9th day of

June 2020

Steve Barnett
SECRETARY OF STATE