

Marijuana Tax Survey

Town/city	Home-rule/Statutory?	2019 Population	Sales	Cultivation	Manuf.	Testing	Delivery	On-site Consumption
Erie Potential								
Average								
City 1	home rule municipality	379,859	√	√	√	√		
City 2	home rule municipality	106,473	√	√	√	√		
City 3	consolidated city and county	70,762	√			√		
City 4	home rule municipality	477,975						√
City 5	home rule municipality	60,392	√	√	√	√		
City 6	consolidated city and county	729,239	√	√	√	√		√
City 7	home rule municipality	19,117	√			√		
City 8	home rule municipality	35,268	√					
City 9	home rule municipality	170,318	√	√	√	√		
City 10	home rule municipality	30,653	√	√	√	√		
City 11	home rule municipality	48,140						
City 12	home rule municipality	97,273	√					
City 13	home rule municipality	20,806	√	√		√		
City 14	home rule municipality	38,608	√	√	√			
City 15	home rule municipality	112,251	√	√	√	√		

City 16	home rule municipality	142,672	√			√		
City 17	home rule municipality	31,273	√	√	√	√		

Table Source: CML @ <https://www.cml.org/home/topics-key-issues/municipal-retail-marijuana-laws>

The state of Colorado has a 15% tax rate on recreational Cannabis plus 2.9% state + local sales tax.

Medical marijuana is only subject to the 2.9% state sales tax and any local sales taxes.

State allocates 10% of this back to local governments based on \$ marijuana sales tax they generated

Retail Sales Tax

Local governments will receive 10% of the 15% retail marijuana state sales tax. The 10% will be divided among local governments. The calculation of marijuana sales taxes in the local jurisdiction. The city or town share will be apportioned according to the percentage of retail marijuana sales tax of Revenue within the boundaries of the city or town. Counties will not receive any retail marijuana sales tax revenue, unless there is a retail marijuana store in the county. The distribution will be monthly. This is similar to cigarette tax distributions to local governments. Please note that since the distribution is based on sales tax revenue collected within the boundaries of a city, town, or unincorporated area of a county versus the total retail marijuana sales tax revenue collected in the state, the amount of revenue to each eligible jurisdiction is not a static amount, but will vary based on total retail marijuana sales tax revenues and the amount of retail marijuana sales tax revenue collected in the jurisdiction. For information on marijuana tax collections and retail marijuana sales tax distributions of local governments, see Colorado Marijuana Tax Information for Local Governments.

<https://tax.colorado.gov/marijuana-tax-information-for-local-governments>

Excise Tax

The 15% retail marijuana excise tax goes to Colorado public school construction. The excise tax is remitted by the retail marijuana cultivation facility to any retail marijuana store or retail marijuana products manufacturer. With the excise tax, the first \$40 million in retail marijuana excise tax revenue will be transferred to the Public School Fund. Any revenue above that will be transferred to the Public School Fund.

	A		B		C		D	E
Current Special Sales Tax Rate (%)	Max Tax rate without voter approval (%)	Excise Tax rate (%)	Retail Sales tax Revenues \$	State Share of Marijuana sales/excise tax Revenues \$	County Share of Marijuana sales tax Revenues \$	Excise Tax Revenues \$	Marijuana License/ Operating/Inspection Fees \$	Annual Revenues \$ (A+B+C+D)
5.0%	10%	5%	8,151,276	1,671,841		1,183,988	135,937	11,143,042
3.5%		5%	4,136,149					4,136,149
4%	10%	5%	3,500,000			183,000		3,683,000
							825,920	825,920
7.0%		5.0%					293,117	293,117
5.5%	15%	5%	26,410,204	7,009,359				33,419,563
3.0%				350,000			117,000	467,000
3.5%	5%			400,000			20,000	420,000
3.85%		3.85%	3,185,100	1,142,660			236,850	4,564,610
5.0%	10%	5%				550,000	125,000	675,000
3%								0
3.5%	15%	3%	408,000				65,000	473,000
N/A	Standard 3.65% sales tax	5%	490,290	141,483	Cannot disclose due to small number of retailers \$0	0	\$25/annual sales tax license fee See fee schedule tab	631,773
4.0%	10%		1,138,000				64,000	1,202,000
3.5%	15%	8%		275,000	550,000		395,000	1,220,000

5.0%				240,000			40,000	280,000
3.5%			1,100,000				275,000	1,375,000

ion will be based on the amount of retail
.revenues collected by the Department
juana store in an unincorporated area.
l on a percentage of retail marijuana
enues collected, the monthly percentage
ma sales tax collected in each
na Tax Data.

cility on the first sale or transfer of retail
cise tax revenue collected annually will

F		G		
Related Operating Cost \$ (Administering, licensing, enforcement)	Net Revenues \$ (E+F)	Per Capita Net Revenue and Erie Potential Assuming Ave X 30,000 Pop	Bond required? Amount	Special Rev (SR)/General Fund (GF)?
		\$ 670,413		
		\$ 22.35		
(2,823,221)	8,319,821	\$ 21.90		SR
(299,415)	3,836,734	\$ 36.03		GF
(75,000)	3,608,000	\$ 50.99		
	825,920	\$ 1.73		GF
	293,117	\$ 4.85		GF
(8,823,349)	24,596,214	\$ 33.73		GF & SR
	467,000	\$ 24.43		GF
	420,000	\$ 11.91		GF
	4,564,610	\$ 26.80		GF
	675,000	\$ 22.02	5,000	GF
	0			
	473,000	\$ 4.86		GF & SR
	631,773	\$ 30.36		
	1,202,000	\$ 31.13		SR
	1,220,000	\$ 10.87		GF

	280,000	\$ 1.96		GF
	1,375,000	\$ 43.97		GF

Additional Tax Information	Notes
5% excise tax, 4% sales tax on retail with authority up to 10%	Has its own special revenue fund called Marijuana Tax Revenue Fund
5% excise tax, 3.5% sales tax	Cost: \$50k for tax audit personnel, \$244k for regulatory licensing administration of both Medical (\$68k) and Recreational Marijuana (\$176k). Data taken from 2021 Proposed Budget.
	Data provided directly by Broomfield
	City of Colorado Springs opted out of the sale of recreational marijuana within its jurisdiction. Medical marijuana, however, is allowed to be produced and sold to registered medical marijuana patients through licensed medical dispensaries. Data taken from 2021 Proposed Budget.
7% sales tax, 5% excise tax	Data taken from 2021 Proposed Budget.
5% excise and authorized up to 15%	special 3.5 percent retail marijuana sales tax to fund the enforcement and regulation of the retail marijuana industry and education and public health programs associated with marijuana consumption + 2% specifically dedicated to Affordable Housing program. Data taken from 2021 Proposed Budget.
3% sales tax	Data taken from 2021 Budget
3.5% with authority up to 5%	Data taken from 2021 Proposed Budget.
	Data from 2019 Actuals. City does not track costs on a regular basis. Every few years the City takes a read on costs to make sure that their fees are appropriate. City based their fees on (1) what others were charging at the time, and (2) their costs at the time. They set fees mid-range compared to others.
sales and excise tax 5%; up to 10%	
Special 3% sales tax on retail	
3.5% sales tax; 3% excise tax with authority up to 15%	50% of the special tax 3% goes to SR for capital imp., 50% goes to affordable housing fund. GF portion is to account for State-shareback. Data taken from 2021 proposed Budget.
5% excise tax on cultivation	
4% sales tax, up to 10%	Data taken from 2020 Budget
8% excise tax with authority up to 15%	Data taken from 2020 Budget

5% sales tax	Data taken from 2020 Budget
3.5% sales tax	The City does not track administrative costs separately. It does require someone to become a SME and stay up on any changes regulations. Data provided directly from Wheat Ridge