

## SENATE BILL 195

Senate Bill 195 incentivizes and rewards compliance, increases transparency and consistency in the disciplinary process for licensees, and reduces excessive fees that are threatening the sustainability and growth of licensed cannabis businesses.

### INCENTIVIZE AND REWARD COMPLIANCE **WHILE** **MAINTAINING STRICT REGULATION**

Self-reporting is where a licensee discovers a violation and reports it directly to the CCB. The Board would not be required to reduce a penalty for self-reporting, but the bill would require the Board to consider on the record whether the licensee or agent card holder self-reported and other mitigating factors. Self-reporting:



INCREASES  
**PUBLIC SAFETY**

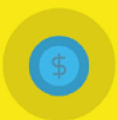


CONSERVES  
**STATE  
 RESOURCES**



INCENTIVIZES  
**COMPLIANCE**

### BRING FINES FOR LICENSED BUSINESSES **IN LINE** **WITH OTHER JURISDICTIONS**

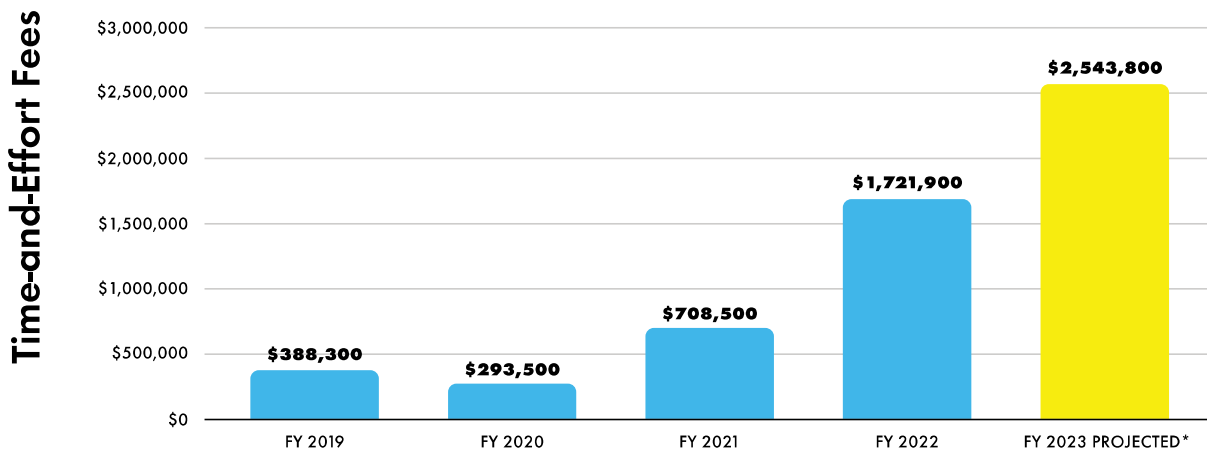


Most legal cannabis jurisdictions have maximum fines per penalty of \$50,000 or less. Nevada is an outlier with penalties of \$90,000 per violation, particularly where the violation is administrative.

# ELIMINATE EXCESSIVE FEES FOR “TIME AND EFFORT” BILLING

NRS 372A.290 funds the entire budget of the CCB from the wholesale excise tax. “Time and effort” is the CCB practice of billing licensees for routine staff work. There is no provision in Title 56 of NRS specifically authorizing the Board to collect fees for the oversight of cannabis establishments, nor is there any general provision authorizing the Board to collect fees for the administration of the chapter.

## Nevada Cannabis Compliance Board Time and Effort Charges FISCAL YEARS 2019-2023 (PROJECTED)



## CCB Time and Effort Billing Invoice Sample: June 2022

**INVOICE**

BILLED TO: [REDACTED]

INVOICE #: [REDACTED]  
 INVOICE DATE: 6/23/2022  
 RECORD #: [REDACTED]  
 CE ID #: [REDACTED]  
 AMOUNT DUE: \$8463.75  
 DUE DATE: 7/8/2022

Questions about this invoice?  
 Telephone: 775-687-6299  
 Time & Effort: CCBTimeAndEffort@ccb.nv.gov  
 All Other Fee Types: CCBLicensing@ccb.nv.gov

FEE CODE	DESCRIPTION	QTY	FEE AMOUNT	TOTAL
TE01	Time and Effort	0.25	\$27.75	\$27.75
NOTES: RND2200090 completed 5/9/22 by C Poniewaz.				
TE01	Time and Effort	1.00	\$111.00	\$111.00
NOTES: Metrc loop open request initiated & pending licensee response; May billing. work ongoing by M Taylor.				
TE01	Time and Effort	75.00	\$8325.00	\$8325.00
NOTES: Routine inspection 10/18/22; May 2022 billing. work ongoing by C Shoemaker, F Harvey & D Entz.				
SUBTOTAL:				\$8463.75
CREDIT APPLIED:				\$0.00
TOTAL DUE:				\$8463.75

## Cannabis Taxes by Jurisdiction



FEDERAL

“No deduction or credit shall be allowed for any amount paid or incurred during the taxable year.” – 26 U.S. CODE SECTION 280E

In effect, this rule drastically increases taxable income. Cannabis businesses pay more than 60% effective tax rates and are not eligible for business loans or relief.



STATE

WHOLESALE  
EXCISE

ADULT USE **15%**

MEDICAL **15%**

RETAIL  
EXCISE

**10%**

ADULT USE

STATE  
SALES TAX

ADULT USE **~8%**

MEDICAL **~8%**



LOCAL

Up to 3% of gross revenue on each establishment (cultivation, production & dispensary). Businesses are also subject to modified business tax, commerce tax and property taxes.

### Nevada Cannabis Association Members

Acres Cannabis, Aether Gardens, The Cannavative Group, Cultivate, Curaleaf, Desert Evolution, Deep Roots Harvest, The Dispensary NV, Ervinas, Essence, Fleur / Evergreen Organix, Flora Vega, Flower One, Green Cannabis Co., Greenleaf Wellness, Green Life Productions, Greenscape Productions LLC, Holley Driggs, Howard & Howard Attorneys, Jade, Jardín, Las Vegas Cannabis, Las Vegas Releaf, Medizin, MedMen, Mynt Cannabis, Nevada Made Marijuana, NuWu Cannabis Marketplace, Oasis Cannabis, Pisos, Planet 13, Pure Tonic Concentrates, Reef Dispensaries, Rise Dispensaries, Sahara Wellness, Shango Las Vegas, ShowGrow, Sierra Wellness, Silver Sage Wellness, Silver State Relief, SoL Cannabis, TapRoot, Thrive Cannabis Marketplace, Wallflower, Weedmaps, ZenLeaf, Zenway Corporation

### For More Information, Contact:

Layke Martin

NCA EXECUTIVE DIRECTOR

e: [layke@nvcann.org](mailto:layke@nvcann.org) | p: 702.483.7255