

1932 AMH CPB CLOD 340

By Representative Morgan

HB 1932 - H COMM AMD

By Committee on Consumer Protection & Business

1 On page 7, line 35, after "(8)" insert "Application fees and
2 license fees collected under subsection (1) of this section and permit
3 fees under subsection (5) of this section shall be deposited as
4 follows:

5 (a) Eighty three percent to the dedicated cannabis account in RCW
6 69.50.530;

7 (b) Ten percent to the community reinvestment account in RCW
8 43.79.567 to be used for the identified uses provided in RCW
9 43.79.567(4);

10 (c) Five percent to the youth cannabis cessation account created
11 in section 30 of this act; and

12 (d) Two percent to the youth tobacco and vapor products prevention
13 account in RCW 70.155.120.

14 (9)"

15

16 On page 59, after line 2, insert the following:

17 "**Sec. 28.** RCW 43.79.567 and 2023 c 435 s 7 are each amended to
18 read as follows:

19 (1) The community reinvestment account is created in the state
20 treasury. Revenues to the account shall consist of appropriations
21 and transfers by the legislature and all other moneys directed for
22 deposit into the account. Moneys in the account may be spent only
23 after appropriation.

24 (2) Expenditures from the account may be used by the department
25 of commerce for:

26 (a) Economic development, which includes addressing wealth
27 disparities to promote asset building such as home ownership and

1 expanding access to financial resources including, but not limited
2 to, grants and loans for small businesses and entrepreneurs,
3 financial literacy training, and other small business training and
4 support activities;

5 (b) Civil and criminal legal assistance to provide
6 postconviction relief and case assistance, including the expungement
7 of criminal records and vacation of criminal convictions;

8 (c) Community-based violence intervention and prevention
9 services, which may include after-school programs focused on
10 providing education and mentorship to youths;

11 (d) Reentry services to facilitate successful transitions for
12 persons formerly incarcerated in an adult correctional facility or
13 juvenile residential facility in Washington; and

14 (e) Beginning July 1, 2025, agricultural and economic support
15 and services available to historically marginalized communities.

16 (3) The distribution of the grants under this section must be
17 done in collaboration with "by and for community organizations" as
18 defined by the department of commerce and the office of equity.

19 (4) Moneys directed to this account under section 2 of this act
20 shall be used exclusively for expenditures under subsections (2)(a),
21 (c), and (e) of this section as follows:

22 (a) Fifty percent of such moneys is dedicated to funding for
23 economic development under subsection (2)(a) of this section; and

24 (b) Fifty percent of such moneys is dedicated to funding under
25 subsections (2)(c) and (e) of this section.

26

27 **Sec. 29.** RCW 70.155.120 and 2023 c 398 s 6 are each amended to
28 read as follows:

29 (1) The youth tobacco and vapor products prevention account is
30 created in the state treasury. All fees collected pursuant to RCW
31 70.155.100(3)(b), section 2 of this act, 82.24.520, 82.24.530,
32 82.26.160, and 82.26.170 and funds collected by the board from the
33 imposition of monetary penalties shall be deposited into this

34

1 account, except that 10 percent of all such fees and penalties shall
2 be deposited in the state general fund.

3 (2) Moneys appropriated from the youth tobacco and vapor
4 products prevention account to the department of health shall be
5 used by the department of health for implementation of this chapter,
6 including collection and reporting of data regarding enforcement and
7 the extent to which access to tobacco products and vapor products by
8 youth has been reduced.

9 (3) The department of health shall enter into interagency
10 agreements with the board to pay the costs incurred, up to 30
11 percent of available funds, in carrying out its enforcement
12 responsibilities under this chapter. Such agreements shall set forth
13 standards of enforcement, consistent with the funding available, so
14 as to reduce the extent to which tobacco products and vapor products
15 are available to individuals under the age of 21. The agreements
16 shall also set forth requirements for data reporting by the board
17 regarding its enforcement activities. During the 2019-2021 fiscal
18 biennium, the department of health shall pay the costs incurred, up
19 to 23 percent of available funds, in carrying out its enforcement
20 responsibilities.

21 (4) The department of health, the board, and the department of
22 revenue shall enter into an interagency agreement for payment of the
23 cost of administering the tobacco retailer licensing system and for
24 the provision of quarterly documentation of tobacco wholesaler,
25 retailer, and vending machine names and locations.

26 (5) The department of health shall, within up to 70 percent of
27 available funds, provide grants to local health departments or other
28 local community agencies to develop and implement coordinated
29 tobacco and vapor product intervention strategies to prevent and
30 reduce tobacco and vapor product use by youth. During the 2019-2021
31 fiscal biennium, the department of health shall, within up to 77
32 percent of available funds, provide grants to local health
33 departments or other local community agencies to develop and
34 implement coordinated tobacco and vapor product intervention

1 strategies to prevent and reduce tobacco and vapor product use by
2 youth.

3
4 NEW SECTION. **Sec. 30.** The youth cannabis cessation account is
5 created in the state treasury. All receipts from section 2(8)(c) of
6 this act shall be deposited in the account. Moneys in the account
7 may be spent only after appropriation. Moneys appropriated from the
8 youth cannabis cessation account to the department of health or the
9 health care authority shall be used to assist youth in cannabis
10 cessation."

EFFECT: Directs moneys received from application fees, license fees, and permit fees from the cannabis consumption event organizer license and the temporary on-site consumption event permit as follows:

- 83 percent to the Dedicated Cannabis Account;
- 10 percent to the Community Reinvestment Account for specified uses;
- 5 percent to a newly created Youth Cannabis Cessation Account;
and
- 2 percent to the Youth Tobacco and Vapor Products Prevention Account.

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