## SENATE COMMITTEE ON APPROPRIATIONS

Senator Anna Caballero, Chair 2025 - 2026 Regular Session

AB 1332 (Ahrens) - Medicinal cannabis: shipments

**Version:** July 17, 2025 **Policy Vote:** B., P. & E.D. 10 - 0, L. GOV.

7 - 0

Urgency: No Mandate: Yes

**Hearing Date:** August 29, 2025 **Consultant:** Janelle Miyashiro

**Bill Summary:** AB 1332 authorizes, until January 1, 2029, a licensed cannabis microbusiness with a medicinal cannabis license to ship certain medicinal cannabis products directly to a medicinal cannabis patient in California if the licensed microbusiness complies with specified requirements.

## \*\*\*\*\*\* ANALYSIS ADDENDUM - SUSPENSE FILE \*\*\*\*\*\*\*\*

The following information is revised to reflect amendments adopted by the committee on August 29, 2025

## **Fiscal Impact:**

- The Department of Cannabis Control (DCC) reports a one-time implementation cost
  of approximately \$269,000 in Fiscal Year (FY) 2026-27 to make changes to the
  track-and-trace system, and ongoing annual costs of \$472,000 beginning in FY
  2026-27 to support oversight of shipments and ensure compliance with product
  restrictions (Cannabis Control Fund). DCC notes enhancements to the track-andtrace system will require at least a year to develop and launch.
- Unknown, potentially significant cost pressures to the state funded trial court system to adjudicate any civil cases filed as a result of this measure (Trial Court Trust Fund, General Fund). The fiscal impact of this bill to the courts will depend on many unknowns, including the number of cases filed and the factors unique to each case. An eight-hour court day costs approximately \$10,500 in staff in workload. If court days exceed 10, costs to the trial courts could reach hundreds of thousands of dollars. While the courts are not funded on a workload basis, an increase in workload could result in delayed court services and would put pressure on the General Fund to fund additional staff and resources and to increase the amount appropriated to backfill for trial court operations.
- Unknown, potentially reimbursable mandate costs (General Fund). To the extent the Commission on State Mandates determines that any of the provisions of this bill create a new program or impose a higher level of service on local agencies, local agencies could claim reimbursement of those costs.

## **Author Amendments:**

 Restrict the direct-to-patient shipping authorization to only licensed microbusinesses with an M-license whose licensed activities include retail sale, manufacturing, distribution, and outdoor cultivation. AB 1332 (Ahrens) Page 2 of 2

- Delete the 60-mile radius restriction.
- Make other technical, clarifying, and conforming changes.

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