

Brian Sandoval  
Governor



James R. Wells, CPA  
Director

Janet Murphy  
Deputy Director

**STATE OF NEVADA  
GOVERNOR'S FINANCE OFFICE  
Budget Division**

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Phone: (775) 684-0222 | [www.budget.nv.gov](http://www.budget.nv.gov) | Fax: (775) 684-0260

Date: December 12, 2017

To: James R. Wells, Clerk of the Board  
Governor's Finance Office

From: Melanie Young, Executive Branch Budget Officer  
Budget Division

A handwritten signature in blue ink, appearing to read "Melanie Young".

Subject: BOARD OF EXAMINERS **ACTION** ITEM

The following describes an action item submitted for placement on the agenda of the next Board of Examiners' meeting.

**DEPARTMENT OF TAXATION**

Agenda Item Write-up:

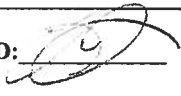
Pursuant to NRS 353.268 the Department of Taxation requests an allocation of \$887,491 from the Interim Finance Contingency Account to fund the implementation of Initiative Petition 1 for the Regulation and Taxation of Marijuana Act.

Additional Information:

On November 8, 2016, Nevada voters approved the initiative to regulate and tax marijuana. This Interim Finance Contingency Account request will fund anticipated expenditures through June 30, 2107. Relates to work program C38527.

Statutory Authority:

NRS 353.268

REVIEWED: 
ACTION ITEM: _____



STATE OF NEVADA  
DEPARTMENT OF TAXATION

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Carson City, Nevada 89706-7937  
Phone: (775) 684-2000 Fax: (775) 684-2020

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BRIAN SANDOVAL  
Governor  
JAMES DEVOLLD  
Chair, Nevada Tax Commission  
DEONNE E. CONTINE  
Executive Director

LAS VEGAS OFFICE  
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555 E. Washington Avenue  
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Phone: (702) 486-2300 Fax: (702) 486-2373

HENDERSON OFFICE  
2550 Paseo Verde Parkway, Suite 180  
Henderson, Nevada 89074  
Phone: (702) 486-2300  
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**MEMORANDUM**

Date: December 7, 2016

To: Melanie Young, Budget Analyst  
Governors Finance Office

From: Rick Gimlin, Administrative Services Officer

Subject: Interim Finance Committee Contingency Account Request

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Taxation requests approval from the Board of Examiners to request \$887,491 from the Interim Finance Committee Contingency Account.

On November 8, 2016, Nevada voters approved the initiative to regulate and tax marijuana. From the overview provided on the Secretary of State's website, this initiative would require the Department of Taxation to regulate and administer the operation of facilities that cultivate, produce, and dispense marijuana products in the state. The Initiative additionally requires the Department to collect a 15 percent excise tax upon the wholesale value of marijuana sold by a marijuana cultivation facility in Nevada. The proceeds from the excise tax, less costs incurred by the Department of Taxation and counties, cities, and towns to carry out certain provisions of the Initiative, must be deposited in the State Distributive School Account.

Taxation will be responsible to license retail marijuana stores, marijuana cultivation facilities, marijuana product manufacturing facilities, marijuana distributors, and marijuana testing facilities.

The Initiative also decriminalizes the personal use, possession, or cultivation of marijuana under certain circumstances and provides for criminal penalties related to the unlawful cultivation, consumption, manufacture, or distribution of marijuana.

The initiative becomes effective on January 1, 2017. Taxation estimates four positions, starting February 1, and related expenses, are needed to begin implementation. The initiative will also require ongoing funding in the 2017 – 2019 biennium.

Please contact me if you have any questions.

# State of Nevada Work Program

WP Number: C38527

FY 2017

Add Original Work Program

XXX Modify Work Program

BUDGET DIVISION USE ONLY
DATE _____
APPROVED ON BEHALF OF _____
THE GOVERNOR BY _____

DATE	FUND	AGENCY	BUDGET	DEPT/DIV/BUDGET NAME
11/23/16	101	130	2361	DEPARTMENT OF TAXATION

### Funds Available

Budgetary GLs (2501 - 2599)	Description	WP Amount	Revenue GLs (3000 - 4999)	Description	WP Amount	Current Authority	Revised Authority
			4654	TRANS FROM IFC	887,491	0	887,491
<b>Subtotal Budgetary General Ledgers</b>		<b>0</b>	<b>Subtotal Revenue General Ledgers(RB)</b>		<b>887,491</b>		<b>887,491</b>
<b>Total Budgetary &amp; Revenue GLs</b>					<b>887,491</b>		

### Expenditures

CAT	Amount	CAT	Amount
01	131,212		
03	7,726		
04	133,477		
05	19,360		
26	595,716		
Sub Total Category Expenditures			887,491

**Remarks**  
 This request will add resources needed for Taxation to implement Question 2, Initiative to Regulate and Tax Marijuana.

**Total Budgetary General Ledgers and Category Expenditures (AP)** 887,491

\_\_\_\_\_  
 rgimlin  
 Authorized Signature

\_\_\_\_\_  
 12/07/16  
 Date

\_\_\_\_\_  
 Controller's Office Approval

Requires Interim Finance approval since IFC Contingency Fund Allocation request

**State of Nevada  
Work Program Packet Checklist**

- ✓ Work program form
- ✓ Work program packet checklist
- ✓ Cumulative modification worksheet
- ✓ Cover Page detailing the reasons for the revision, benefits to the division, department and state and consequences if not approved
- ✓ Financial/Budget Status Reports (current)
- ✓ Budget projections with corresponding detail
- ✓ Fund map reflecting amounts before and after the revision
- ✓ NPD 19 (If requesting new position) **include copy of current organizational chart w/proposed change**
- Quotes for the purchase of unbudgeted items (i.e., equipment, computers, etc.)
- ✓ Spreadsheets/detailed calculations supporting request

**WORK PROGRAM REVISIONS INVOLVING GRANTS MUST ALSO INCLUDE**

- Grant history/reconciliation form for grants
- Copies of all grant awards for the current year listed on the grant reconciliation form
- Copy of grant budget - if applicable
- Summary of the grant program and purpose if not included in the grant award document

**IFC determination evaluation (reason work program does or does not require IFC approval indicated with an X)**

**Requires IFC approval because**

- |   |  |
|---|--|
| <input type="checkbox"/> \$75,000 or more cumulative for an expenditure category  | <input type="checkbox"/> Exceeds \$30,000 cumulative and is 10% or more cumulative for an expenditure category |
| <input type="checkbox"/> Involves the allocation of block grant funds and the agency is choosing to use the IFC meeting for the required public hearing per NRS 353.337 | <input type="checkbox"/> Non-governmental grant or gift in excess of \$20,000                                  |
| ✓ Includes new positions  | ✓ Other: IFC Contingency Fund Allocation request   |

**Does not require IFC approval because**

- |  |  |
|--|--|
| <input type="checkbox"/> \$30,000 or less cumulative for each expenditure category   | <input type="checkbox"/> Places funds in Reserves, Reserve for Reversion, or Retained Earnings categories only |
| <input type="checkbox"/> Less than \$75,000 cumulative and 10% cumulative for each expenditure category  | <input type="checkbox"/> Non-executive budget  |
| <input type="checkbox"/> \$5,000 or less for expenditure categories 02, 03, 05, & 30 and \$10,000 or less for any other expenditure categories | <input type="checkbox"/> Other:  |
| <input type="checkbox"/> Implements general/highway fund salary adjustments approved by the BOE  | Approved by:<br>Date:  |

STATE OF NEVADA  
DEPARTMENT OF TAXATION

Budget Account 2361 - DEPARTMENT OF TAXATION  
Work Program C38527  
Fiscal Year 2017

Submitted December 7, 2016

**Budget Account's Primary Purpose, Function and Statutory Authority**

The Department of Taxation is responsible for providing fair, efficient, and effective administration of the tax programs of the State of Nevada in accordance with applicable statutes, regulations and policies, and serves the taxpayers, and state and local government entities. The department administers and collects taxes for distribution to the state General Fund, other state agencies, and to local government entities. The department collects and distributes all sales and use taxes, the modified business tax, the estate tax, the net proceeds of mines tax, and the property tax on interstate and inter-county companies. It also collects excise taxes and fees on liquor, cigarettes, other tobacco products, tire tax, short-term lessor fee, live entertainment tax, bank excise tax, lodging tax, the insurance premium tax, and distributes the real property transfer tax received from county recorder collections to the state general fund and local governments.

In addition, the department is responsible for appraising property of an interstate or inter-county nature as well as mining property. It also establishes guidelines for county assessors, recorders, and treasurers; monitors appraisal and assessment performance through ratio studies and performance appraisals of county officials; and ensures statewide compliance with assessment standards established by the Tax Commission. The department reviews local government budgets and audits, prepares the ad valorem tax rates for certification, and advises local governments on budget act compliance and financial management matters. Additionally, the department provides annual population estimates for the state, its counties and incorporated cities.

Statutory Authority: NRS 354, 360, 361, 361A, 361B, 362, 363A.120, 363A&B, 364.125, 364A, 368A, 369, 370, 370A, 372, 372A, 374, 374A, 375A&B, 376A, 377, 377A&B, 387.332, 444A.090, 482.313, 585.497, 680B.

**Purpose of Work Program**

This request will add resources needed for Taxation to implement Question 2, Initiative to Regulate and Tax Marijuana.

**Justification**

Voters passed Question 2, Initiative to Regulate and Tax Marijuana (also known as the Regulation and Taxation of Marijuana Act, or "the Act") on November 8. The Act is effective on January 1, 2017 and requires Taxation to administer requirements of the Act. This includes, but is not limited to:

- \* Adoption of regulations, not later than December 31, 2017
- \* Issuance, renewal, suspension and revocation of licenses to marijuana retailers, cultivators, product manufacturing facilities, testing facilities, and distributors
- \* Determining qualifications for licensure, security, packaging, labeling, and testing of marijuana
- \* Oversight and enforcement of marijuana businesses and licensees (including record keeping, signage, marketing, display, advertising, and other requirements within the regulations)
- \* Collection of taxes, fees, and penalties

Taxation estimates for the period of January 1, 2017 - June 30, 2017, 4 additional staff and related operational needs will be required to administer the Act.

This work program adds One - Administrative Assistant 2 (2.212), One Tax Examiner 2 (7.255), One Deputy Director (U4300) and one Chief Investigator Compliance/Audit (11.360). Each of these positions are anticipated to start February 1st.

**Expected Benefits to be Realized**

Taxation will be able to meet the requirements of the Act. This includes adopting regulations, developing tax return forms, programming the Unified Tax System for the new tax type, developing infrastructure for licensing, recordkeeping, and inspections, and other responsibilities that accompany the Act.

**Explanation of Projections and Documentation**

Line item budget and position detail, a copy of the Regulation and Taxation of Marijuana Act, and fund map are attached.

**New Positions:** Yes

**Summary of Alternatives and Why Current Proposal is Preferred**

Other than to not comply with the Act, there really is no other alternative. The current proposal is preferred, as it will allow Taxation to comply with the requirements of the Act.

**STATE OF NEVADA WORK PROGRAM  
DEPARTMENT OF TAXATION  
DEPARTMENT OF TAXATION  
B/A 2361 SFY17**

G.L.#	REVENUES Description	Original or Legislatively Approved Work Program	APPROVED	PENDING	----CUMULATIVE----		Total Amount
			FIRST	SECOND	Dollar Change	Percent Change	
			Work Program Change	Work Program Change			
			WP # C36262	WP # C38527			
2501	APPROPRIATION CONTROL	28,531,109			0	0.0%	28,531,109
2511	BALANCE FORWARD FROM PREVIOUS YEAR	0	3,854,063		3,854,063	100.0%	3,854,063
3729	AUDIT FEES	34,527			0	0.0%	34,527
3750	ADMIN FEE CIGARETTE TAX	425,036			0	0.0%	425,036
3751	ADMIN FEE SHORT TERM AUTO LEASE	10,185			0	0.0%	10,185
3755	BAD CHECK CHARGES	41,339			0	0.0%	41,339
3765	JUSTICE COURT FEES	108,691			0	0.0%	108,691
4254	MISCELLANEOUS REVENUE	30,794			0	0.0%	30,794
4355	REIMBURSEMENT OF EXPENSES	7,436			0	0.0%	7,436
4654	TRANS FROM IFC	0		887,491	887,491	100.0%	887,491
4673	TRANS FROM ENVIRON PROTECT	8,695			0	0.0%	8,695
4683	TOBACCO SETTLEMENT INCOME	246,817			0	0.0%	246,817
<b>Total Revenues</b>		<b>29,444,629</b>	<b>3,854,063</b>	<b>887,491</b>	<b>4,741,554</b>	<b>16.1%</b>	<b>34,186,183</b>
<b>EXPENDITURES</b>							
Cat	Description						
01	PERSONNEL	23,711,523	2,045,072	131,212	2,176,284	9.2%	25,887,807
02	OUT-OF-STATE TRAVEL	8,054			0	0.0%	8,054
03	IN-STATE TRAVEL	155,642	11,248	7,726	18,974	12.2%	174,616
04	OPERATING EXPENSES	2,405,325	349,020	133,477	482,497	20.1%	2,887,822
05	EQUIPMENT	15,900	126,899	19,360	146,259	919.9%	162,159
09	COMPLIANCE AUDIT INVESTIGATIONS	5,595			0	0.0%	5,595
10	OUT-OF-STATE AUDIT	47,398			0	0.0%	47,398
11	MSA TRAVEL AND OPERATING	33,697			0	0.0%	33,697
12	E-PAYMENT FEES	15,253			0	0.0%	15,253
15	LOCKBOX SERVICES	985,174			0	0.0%	985,174
17	MINING OVERSIGHT AND ACCOUNTABILITY COM	3,789			0	0.0%	3,789
21	DEMOGRAPHIC SURVEYS	42,742			0	0.0%	42,742
25	CIGARETTE STAMPS	170,615			0	0.0%	170,615
26	INFORMATION SERVICES	1,640,522	970,285	595,716	1,566,001	95.5%	3,206,523
30	TRAINING	16,430	1,817		1,817	11.1%	18,247
31	COUNTY ASSESSOR/APPRaiser TR	7,436			0	0.0%	7,436
82	DHRM COST ALLOCATION	171,917			0	0.0%	171,917
86	RESERVE	0	349,722		349,722	100.0%	349,722
87	PURCHASING ASSESSMENT	7,617			0	0.0%	7,617
<b>Total Expenditures</b>		<b>29,444,629</b>	<b>3,854,063</b>	<b>887,491</b>	<b>4,741,554</b>	<b>16.1%</b>	<b>34,186,183</b>

**STATE OF NEVADA**  
**Office of the State Controller**

**Summary Budget Status Report**

**Fiscal Year:** 2017

<b>Fund:</b> 101	GENERAL FUND	<b>Agency:</b> 130	DEPARTMENT OF TAXATION
<b>Budget Account:</b> 2361	DEPARTMENT OF TAXATION	<b>Organization:</b> 0000	DEPARTMENT OF TAXATION

	YTD Actual	Work Program	Difference
<b>Total Receipts/Funding</b>	32,523,384.27	33,298,692.00	-775,307.73
<b>Total Expenditures</b>	9,933,560.79		
<b>Total Encumbrances</b>	147,614.39		
<b>Total Pre-encumbrances</b>	.00		
<b>Total Obligations</b>	10,081,175.18	33,298,692.00	23,217,516.82
<b>Realized Funding Available</b>	22,442,209.09		



**STATE OF NEVADA**  
**Office of the State Controller**

**Budget Status Report - Receipts/Funding**

Fiscal Year: 2017

<p><b>Fund:</b> 101 GENERAL FUND</p> <p><b>Budget Account:</b> 2361 DEPARTMENT OF TAXATION</p>	<p><b>Agency:</b> 130 DEPARTMENT OF TAXATION</p> <p><b>Organization:</b> 0000 DEPARTMENT OF TAXATION</p>
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	YTD Actual	Work Program	Difference
<b>Total Receipts/Funding</b>	32,523,384.27	33,298,692.00	-775,307.73

Code	Description	YTD Actual	Work Program	Difference
42	APPROPRIATIONS	28,531,109.00	28,531,109.00	.00
47	BEGINNING CASH	3,854,063.00	3,854,063.00	.00
3729	AUDIT FEES	9,134.55	34,527.00	-25,392.45
3750	ADMIN FEE CIGARETTE TAX	106,258.97	425,036.00	-318,777.03
3751	ADMIN FEE -SHRT TRM AUTO LEASE	.00	10,185.00	-10,185.00
3755	ADMIN FEE BAD CHECK CHARGES	.00	41,339.00	-41,339.00
3765	JUSTICE COURT FEES	21,971.50	108,691.00	-86,719.50
4254	MISCELLANEOUS REVENUE	847.25	30,794.00	-29,946.75
4355	STUDENT FEES REIMBURSEMENT	.00	7,436.00	-7,436.00
4673	TRANS FROM ENVIRON PROTECT	.00	8,695.00	-8,695.00
4683	TRANS FROM TOBACCO	.00	246,817.00	-246,817.00

**STATE OF NEVADA**  
**Office of the State Controller**

**Budget Status Report - Obligations**

Fiscal Year: 2017

Fund: 101 GENERAL FUND

Agency: 130 DEPARTMENT OF TAXATION

Budget Account: 2361 DEPARTMENT OF TAXATION

Organization: 0000 DEPARTMENT OF TAXATION

	YTD Actual	Work Program	Difference
<b>Total Expenditures</b>	9,933,560.79		
<b>Total Encumbrances</b>	147,614.39		
<b>Total Pre-encumbrances</b>	.00		
<b>Total Obligations</b>	10,081,175.18	33,298,692.00	23,217,516.82

Category	Description	Expended	Encumbered	Pre-encumbered	Obligated	Work Program	Difference
<u>01</u>	PERSONNEL SERVICES	7,803,626.62	.00	.00	7,803,626.62	25,756,595.00	17,952,968.38
<u>02</u>	OUT OF STATE TRAVEL	5,830.52	.00	.00	5,830.52	8,054.00	2,223.48
<u>03</u>	IN STATE TRAVEL	61,858.57	.00	.00	61,858.57	166,890.00	105,031.43
<u>04</u>	OPERATING	1,047,846.20	.00	.00	1,047,846.20	2,754,345.00	1,706,498.80
<u>05</u>	EQUIPMENT	236.28	22,043.75	.00	22,280.03	142,799.00	120,518.97
<u>09</u>	COMPLIANCE AUDIT INVESTIGATION	2,152.41	.00	.00	2,152.41	5,595.00	3,442.59
<u>10</u>	OUT OF STATE AUDIT	6,681.05	.00	.00	6,681.05	47,398.00	40,716.95
<u>11</u>	MASTER SETTLEMENT AGREEMENT	6,942.29	.00	.00	6,942.29	33,697.00	26,754.71
<u>12</u>	E PAYMENT FEES	.00	.00	.00	.00	15,253.00	15,253.00
<u>15</u>	LOCKBOX PROGRAM	139,524.51	.00	.00	139,524.51	985,174.00	845,649.49
<u>17</u>	MINING OVRSGHT & ACCNTBLTY COM	.00	.00	.00	.00	3,789.00	3,789.00

<u>21</u>	DEMOGRAPHIC SURVEY'S	24,276.30	.00	.00	24,276.30	42,742.00	18,465.70
<u>25</u>	CIGARETTE STAMPS	65,725.15	92,024.85	.00	157,750.00	170,615.00	12,865.00
<u>26</u>	INFORMATION SERVICES	680,748.14	33,545.79	.00	714,293.93	2,610,807.00	1,896,513.07
<u>30</u>	TRAINING	250.00	.00	.00	250.00	18,247.00	17,997.00
<u>31</u>	COUNTY ASSESSOR/APPRaiser TR	.00	.00	.00	.00	7,436.00	7,436.00
<u>82</u>	HR COST ALLOCATION	85,958.50	.00	.00	85,958.50	171,917.00	85,958.50
<u>86</u>	RESERVE	.00	.00	.00	.00	349,722.00	349,722.00
<u>87</u>	PURCHASING ASSESSMENT	1,904.25	.00	.00	1,904.25	7,617.00	5,712.75

Las Vegas M&E is \$64 per day, lodging is \$108/\$93, used lower lodging rate

Tax on Lodging

14.000%

Days	Item	Per Diem				Lodging		Total
		Breakfast	Lunch	Dinner	Incidentals	Base	Tax	
Monday	1		\$ 16.00	\$ 28.00	\$ 5.00	\$ 93.00	\$ 13.02	\$ 156
Tuesday	2	\$ 15.00	\$ 16.00	\$ 28.00	\$ 5.00		\$ -	\$ 64
Wednesday	3						\$ -	\$ -
Thursday	4						\$ -	\$ -
Friday	5					\$ -	\$ -	\$ -
	6	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$15.00	\$32.00	\$56.00	\$10.00	\$93.00	\$13.02	\$ 220
<b>Total</b>			<b>\$113.00</b>			<b>\$106.02</b>		<b>\$ 220</b>

**Per Diem**

# Trips	5.00
Per Trip Rate	\$ 113.00
<b>Total Per Diem:</b>	<b>\$ 565.00</b>

**Lodging**

# Trips	5.00
Per Trip Rate	\$ 106.02
<b>Total Lodging:</b>	<b>\$ 531.00</b>

**Total Per Diem/Lodging: \$ 1,096.00**

**Personal Vehicle**

Mileage	300.00	Estimate 60 miles round trip from workstation to airport, times 5 trips
Per Mile Rate	\$ 0.575	
<b>Total Personal Vehicle:</b>	<b>\$ 173.00</b>	

**Parking**

# Days	10.00	Estimate 2 days per trip, times 5 trips
Per Day Rate	\$ 10.00	Reno/McCarran, surface parking
<b>Total Parking:</b>	<b>\$ 100.00</b>	

**Fleet Services**

# Days	10.00	Estimate 2 days per trip, times 5 trips
Per Day Rate	\$ 28.50	Compact car
<b>Total Fleet Services Rental:</b>	<b>\$ 285.00</b>	

Miles	200.00	Estimate 20 miles per day, times 2 days per trip, times 5 trips
Per Mile Rate	\$ 0.17	Compact car
<b>Total Fleet Services Miles:</b>	<b>\$ 34.00</b>	

**Total Fleet Services: \$ 319.00**

**Airfare**

Number of trips	5.00	
Ticket cost	\$ 435.00	Round trip ticket, Reno/LV/Reno, April 2016, times 6 trips
<b>Total Airfare:</b>	<b>\$ 2,175.00</b>	

Cost Estimate Summary			
Air Fare (6150/6250):	\$2,175.00	Registration (7300):	\$ -
Ground (6140/6240):	173.00	Per Diem (6100/6200):	565.00
Parking/Tolls (6140/6240):	100.00	Lodging (6100/6200):	531.00
Fleet Services (6110/6210):	319.00	Other:	-
Subtotal:	\$2,767.00	Subtotal:	\$1,096.00
		<b>Total</b>	<b>\$ 3,863.00</b>

State of Nevada - Budget Division  
 Payroll/Position Detail  
 2015-2017 Biennium (FY16-17)  
 RMJ IP1 RECREATIONAL MARIJUANA  
 Mode: summary

Section A: Position Detail

BA #	Dec Unit	Pos Group	Pos Desc	PCN#	Class Code	Gd-Step	Gd-Add	Any Mo	St Date	End Date	FTE	Salary FY17	Benefits FY17	Total FY17
2361	E127	CAR CARSON	DEPUTY DIRECTOR, TAXATION (EA)	003113	U4300	99-99	0	2	2-2017	6-2017	1.00	38,109	11,636	49,745
2361	E127	LV LAS VEGAS	ADMIN ASSISTANT 2	003103	02212	25-1	0	2	2-2017	6-2017	1.00	10,959	7,332	18,291
2361	E127	LV LAS VEGAS	TAX EXAMINER 2	003108	07255	30-1	0	2	2-2017	6-2017	1.00	13,400	8,184	21,584
2361	E127	LV LAS VEGAS	CHIEF INVEST COMPLI/AUDIT	003114	11360	37-10	0	2	2-2017	6-2017	1.00	26,890	12,905	39,795
<b>Totals</b>											<b>4.00</b>	<b>89,358</b>	<b>40,057</b>	<b>129,415</b>

Section A1: Line Item Detail by GL  
 Budget Account: 2361 DEPARTMENT OF TAXATION

Item No	Description	Actual 2013-2014	Work Program 2014-2015	RMJ Year 1 2015-2016	RMJ Year 2 2016-2017
E127	<b>SUSTAINABLE AND GROWING ECONOMY</b> Initiative to Regulate and Tax Marijuana (IP1), fiscal year 2017 costs.				
	<b>EXPENDITURE</b>				
01	<b>PERSONNEL</b>				
5100	SALARIES 4 positions, start date 2/2017:	0	0	0	96,533
	PCN LOCATION POSITION TITLE				
	003103 LAS VEGAS ADMIN ASSISTANT 2			0	2,238
	003108 LAS VEGAS TAX EXAMINER 2			0	13,997
	003113 CARSON ADMINISTRATOR (DEPUTY DIRECTOR)			0	580
	003114 LAS VEGAS CHIEF INVESTIGATOR, COMPLIANCE/AUDIT			0	13,984
5200	WORKERS COMPENSATION			0	134
5300	RETIREMENT			0	2,278
5400	PERSONNEL ASSESSMENT			0	68
5500	GROUP INSURANCE			0	1,400
5700	PAYROLL ASSESSMENT			0	
5750	RETIRED EMPLOYEES GROUP INSURANCE			0	
5800	UNEMPLOYMENT COMPENSATION			0	
5840	MEDICARE			0	
	TOTAL FOR CATEGORY 01	0	0	0	131,212
03	<b>IN-STATE TRAVEL</b>				
6200	PER DIEM IN-STATE Travel for the administrator and the chief for program coordination. Estimate 1 two day trip per month to either Reno or Las Vegas. \$3,363 per person times 2 people = \$7,726.	0	0	0	7,726
	TOTAL FOR CATEGORY 03	0	0	0	7,726
04	<b>OPERATING EXPENSES</b>				
7020	OPERATING SUPPLIES Expendable operating supplies for four staff. In fiscal year 2016, budget account 2361 expended \$35,236 for operating supplies for 365 positions. Average cost is \$96 per position per year, or \$8 per month.	0	0	0	160
	4 positions times 5 months times \$8 per month = \$160.				
7050	EMPLOYEE BOND INSURANCE	0	0	0	4
7054	AG TORT CLAIM ASSESSMENT	0	0	0	463
705A	NON B&G - PROP. & CONT. INSURANCE	0	0	0	16
7061	CONTRACTS - A Project Management Services for Task Force Recommendations	0	0	0	110,000
7062	CONTRACTS - B Install power, data and phone lines; Carson and Las Vegas	0	0	0	4,400
7110	NON-STATE OWNED OFFICE RENT Room 4100 in the Grant Sawyer building, 3,224 sq. ft., anticipate additional staff in the 2017 - 2019 biennium.	0	0	0	16,056
35	B & G LEASE ASSESSMENT	0	0	0	322

Item No	Description	Actual 2013-2014	Work Program 2014-2015	RMJ Year 1 2015-2016	RMJ Year 2 2016-2017
7290	PHONE, FAX, COMMUNICATION LINE Smart phone charges for 2 positions. \$62 per month times 5 months times 2 positions = \$620.	0	0	0	620
7292	EITS VOICE MAIL	0	0	0	70
7295	EITS STATE PHONE LINE	0	0	0	135
7533	EITS EMAIL SERVICE	0	0	0	76
7545	EITS VPN SECURE LINK	0	0	0	52
7980	OPERATING LEASE PAYMENTS	0	0	0	1,103
	TOTAL FOR CATEGORY 04	0	0	0	133,477
<b>05</b>	<b>EQUIPMENT</b>				
7460	EQUIPMENT PURCHASES < \$1,000 Telephones	0	0	0	500
8241	NEW FURNISHINGS <\$5,000 - A	0	0	0	18,860
	TOTAL FOR CATEGORY 05	0	0	0	19,360
<b>26</b>	<b>INFORMATION SERVICES</b>				
7060	CONTRACTS Master Services Agreement programming services for new tax type	0	0	0	585,875
7554	EITS INFRASTRUCTURE ASSESSMENT	0	0	0	619
7556	EITS SECURITY ASSESSMENT	0	0	0	426
7771	COMPUTER SOFTWARE <\$5,000 - A	0	0	0	2,334
8371	COMPUTER HARDWARE <\$5,000 - A	0	0	0	6,462
	TOTAL FOR CATEGORY 26	0	0	0	595,716
	TOTAL EXPENDITURES FOR DECISION UNIT E127	0	0	0	887,491
	TOTAL REVENUES FOR BUDGET ACCOUNT 2361	0	0	0	0
	TOTAL EXPENDITURES FOR BUDGET ACCOUNT 2361	0	0	0	887,491

Department of Taxation

Budget 2361

SFY 2017 Fund Map

	2501	3729	3750	3751	3755	3765	4254	4355	4673	4683	Total	Approved Work Programs	Total with Approved Work Programs	Pending Work Programs	Total with Approved & Pending Work Programs
Revenue:	Legislative Approved Budget (L01)	Balance Forward from Prior Year	Admin Fee, Cigarette Tax	Admin Fee, Short Term Auto Lease	Bad Check Charges	Justice Court Fees	Misc. Revenue	Reimburse Expenses	Transfer from State EPA	Tobacco Settlement Income					
2501 Appropriations Control	\$ 28,531,109	28,531,109									\$ 28,531,109	0	\$ 28,531,109		\$ 28,531,109
3729 Audit Fees	34,527	0	34,527								34,527	3,854,063	3,854,063		3,854,063
3750 Admin Fee, Cigarette Tax	425,036		425,036								425,036	0	425,036		425,036
3751 Admin Fee, Short Term Auto Lease	10,185	10,185		10,185							10,185	0	10,185		10,185
3755 Bad Check Charges	41,339			41,339							41,339	0	41,339		41,339
3765 Justice Court Fees	108,691			108,691							108,691	0	108,691		108,691
4254 Miscellaneous Revenue	30,794						30,794				30,794	0	30,794		30,794
4355 Reimbursement	7,436							7,436			7,436	0	7,436		7,436
4654 IFC Contingency Allocation									8,695		8,695	0	8,695		8,695
4673 Transfer from State EPA										246,817	246,817	0	246,817		246,817
4683 Tobacco Settlement Income												0			
<b>Total Revenue</b>	<b>\$ 29,444,629</b>	<b>\$ 28,531,109</b>	<b>\$ 34,527</b>	<b>\$ 425,036</b>	<b>\$ 10,185</b>	<b>\$ 41,339</b>	<b>\$ 30,794</b>	<b>\$ 7,436</b>	<b>\$ 8,695</b>	<b>\$ 246,817</b>	<b>\$ 29,444,629</b>	<b>\$ 3,854,063</b>	<b>\$ 33,298,692</b>	<b>\$ 887,491</b>	<b>\$ 34,186,183</b>
<b>Expenditures:</b>															
01 Personnel Services	\$ 23,711,523	21,012,310	2,106,096								\$ 23,711,523	2,045,072	\$ 25,756,595	131,212	\$ 25,887,807
02 Out of State Travel	8,054	8,054									8,054	1,248	9,303		9,303
03 In State Travel	155,642	152,726	2,916								155,642	11,248	166,890	7,726	174,616
04 Operating	2,405,325	1,956,186	418,345								2,405,325	349,020	2,754,345	133,477	2,887,822
05 Equipment	15,900	(64,020)	79,920								15,900	126,889	142,789	19,360	162,159
09 Compliance Audit Investigations	5,595	5,595									5,595	0	5,595		5,595
10 Out of State Audit	47,398	12,871									47,398	0	47,398		47,398
11 MSA Travel & Operating	33,697	(592)									33,697	0	33,697		33,697
12 E-Payment Fees	15,253	15,253									15,253	0	15,253		15,253
15 Lockbox Services	985,174	985,174									985,174	(1,249)	983,925		983,925
17 Mining Oversight & Accountability	3,789	3,789									3,789	0	3,789		3,789
21 Demographic Surveys	42,742	0									42,742	0	42,742		42,742
25 Cigarette Stamps	170,615	0									170,615	0	170,615		170,615
26 Information Services	1,640,522	1,541,464	99,058								1,640,522	970,285	2,610,807	595,716	3,206,523
30 Training	16,430	16,430									16,430	1,817	18,247		18,247
31 County Assessor / Appraiser	7,436	0									7,436	0	7,436		7,436
82 Dept. HR Cost Allocation	171,917	171,917									171,917	0	171,917		171,917
86 Reserve		0										349,722	349,722		349,722
87 Purchasing Assessment	7,617	7,617									7,617	0	7,617		7,617
<b>Total Expenditures</b>	<b>\$ 29,444,629</b>	<b>\$ 25,824,774</b>	<b>\$ 2,706,335</b>	<b>\$ 425,036</b>	<b>\$ 10,185</b>	<b>\$ 41,339</b>	<b>\$ 30,794</b>	<b>\$ 7,436</b>	<b>\$ 8,695</b>	<b>\$ 246,817</b>	<b>\$ 29,444,629</b>	<b>\$ 3,854,063</b>	<b>\$ 33,298,692</b>	<b>\$ 887,491</b>	<b>\$ 34,186,183</b>
<b>Revenue less Expenditures</b>	<b>\$ -</b>	<b>\$ 2,706,335</b>	<b>\$ (2,706,335)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Check figures		28,531,109	2,706,335	425,036	10,185	41,339	30,794	7,436	8,695	246,817	32,150,964				

Notes:



Retail Marijuana  
FY17, February 2017

Deputy Director  
Carson City  
PCN 3113, U4300  
Salary Equivalent of a Grade 41, step 10

Chief Investigator Compliance/Audit  
Las Vegas  
PCN 3113, 11.360  
Grade 37

Tax Examiner 2  
Las Vegas  
PCN 3108, 7.255  
Grade 30

Administrative Assistant 2  
Las Vegas  
PCN 3103, 2.212  
Grade 25

State of Nevada - Budget Division  
 Payroll/Position Detail  
 2015-2017 Biennium (FY16-17)  
 RMJ IP1 RECREATIONAL MARIJUANA

Section C: Position Cost Details  
 Budget Account: 2361 DEPARTMENT OF TAXATION

Type Description	PCN	Class	FTE Actual	FTE WP	FTE Y1/Y2	Salary Y1/Y2	Ret.	Grp. Ins	Worker's Comp	Pers Assmt	Umemp. Ins.	Pyrl Assmt	Ret. Grp.	Medicare	Benefits Y1/Y2
<b>E127 SUSTAINABLE AND GROWING ECONOMY</b>															
<b>CAR CARSON</b>															
4 DEPUTY DIRECTOR, TAXATION (EA)	003113	U4300	0.00	0.00	0.00	0	0	0	0	0	0	0	0	0	0
			1.00		1.00	38,109	5,526	3,496	853	229	27	53	899	553	11,636
TOTAL FOR LINE ITEM POSITION GROUP CAR															
<b>LV LAS VEGAS</b>															
4 ADMIN ASSISTANT 2	003103	02212	0.00	0.00	0.00	0	0	0	0	0	0	0	0	0	0
			1.00		1.00	12,493	1,811	3,496	296	75	9	17	295	181	6,180
4 TAX EXAMINER 2	003108	07255	0.00	0.00	0.00	0	0	0	0	0	0	0	0	0	0
			1.00		1.00	15,276	2,215	3,496	362	92	11	21	361	222	6,780
4 CHIEF INVEST COMPLI/AUDIT	003114	11360	0.00	0.00	0.00	0	0	0	0	0	0	0	0	0	0
			1.00		1.00	30,655	4,445	3,496	727	184	21	43	723	444	10,083
TOTAL FOR LINE ITEM POSITION GROUP LV															
TOTAL FOR DECISION UNIT E127															
TOTAL FOR BUDGET ACCOUNT 2361															

State of Nevada - Budget Division  
 Statewide View of BAV Schedules  
 2015-2017 Biennium (FY16-17)  
 RMJ IP1 RECREATIONAL MARIJUANA

Budget Account: 2361 DEPARTMENT OF TAXATION		Actual Amt	Wrk Pgm Amt	Year 1 Amt	Year 2 Amt
Catg	GL Acct Vendor Name				
	Reno, 2 positions \$1,800				
	Carson, 4 positions, \$3,600				
26	7060 MSA contractor services	0	0	0	525,574
Total for Decision Unit: E126		0	0	0	720,974
E127	SUSTAINABLE AND GROWING ECONOMY				
04	7061 Project Management Services for Task Force Recommendations	0	0	0	110,000
	Estimate costs for MSA QUANTUMMARK, based on discussion with the Division of Health				
04	7062 Install power, data and phone lines; Carson, Las Vegas & Reno	0	0	0	4,400
	Estimating \$550 per installation of data and phone, and \$550 for power. Total of \$1,100 per position. Estimate for data/phone is based on rounding up costs for recent Accounting, Call Center & Processing installations. Using the same estimate for installation of power.				
	Carson, 1 position, \$1,100				
	Las Vegas, 3 positions, \$3,300				
04	7980 Xerox or similar, multifunction device lease payments	0	0	0	1,103
	Multifunction device for proposed Grant Sawyer office. Using rate from machine XKP546450 in the Carson Office, the lease cost is \$220.45 per month, times five months.				
26	7060 MSA contractor services	0	0	0	585,875
	Programming for new tax type.				
	TAS Registration and Returns filing: 4,390 hours @\$100 per hour.				
	Health and Human Resources Integration: 1,000 hours times \$100 per hour.				
	Revenue Solutions, Inc., modify Tax Master for new tax type, 313 hours times \$150 per hour.				
Total for Decision Unit: E127		0	0	0	701,378
Total for Budget Account: 2361		2,361,625	2,547,442	2,052,893	3,455,297

Budget Account:		2361 DEPARTMENT OF TAXATION									
Catg	GL Acct	Unit of Measure	IT Service	Actual Quantity	Year 1 Quantity	Year 1 Rate	Amount	Year 2 Quantity	Year 2 Rate	Amount	
E127		SUSTAINABLE AND GROWING ECONOMY									
04	7292	VOICEMAIL (FY18-19 REV COST POOL)	PER ACCOUNT PER MONTH	0	0	3.56	0	20	3.52	70	
04	7295	STATE PHONE LINE (FY18-19 REV COST POOL)	PER LINE PER MONTH	0	0	13.40	0	10	13.48	135	
		2 positions: Admin Asst 2, Tax Examiner									
04	7533	EMAIL SERVICE	PER ACCOUNT PER MONTH	0	0	3.48	0	20	3.82	76	
04	7545	VPN SECURE LINK (FY18-19 REV COST POOL)	PER CONNECTION PER MONTH	0	0	9.73	0	5	10.32	52	
		Tax Manager									
<b>Total for Decision Unit: E127</b>				0			0			333	
<b>Total for Budget Account: 2361</b>				3,827,483.858			322,784			331,444	

State of Nevada - Budget Division  
 Statewide View of BAV Schedules  
 2015-2017 Biennium (FY16-17)  
 RMJ IP1 RECREATIONAL MARIJUANA

Budget Account: 2361 DEPARTMENT OF TAXATION															
Catg	Address	City	Lessor	B&G Asses	Type of Spaca	Sq. Ft.	Year1 #Mo	Year1 #Rate	Year1 Rent	Year1 P&C Ins	Year2 #Mo	Year2 #Rate	Year2 Rent	Year2 P&C Ins	
Lease periods are December 1 through November 30, and the lease ends on November 30, 2015. Using the last monthly rate for the 2015 - 2017 Biennium.															
11	1550 COLLEGE PKWY	CARSON CITY	1994 JOHNSTON FAMILY TRUST	Y	OFFICE	567	4	1.35	3,062	2	0	1.35	0	0	
Total space is 35,662 sq. ft. The Carson City location has 189 full time equivalent positions, which coincidentally works out to 189 sq. ft. per position. Multiplied 3 positions related to the master settlement (MSA) agreement times 189 sq. ft. to arrive at 567 sq. ft. Lease periods are November 1, 2013 - October 31, 2014, \$1.35 per sq ft. November 1, 2014 - October 31, 2015, \$1.35 per sq ft. and November 1, 2015 - October 31, 2016, \$1.38 per sq ft.															
11	1550 COLLEGE PKWY	CARSON CITY	1994 JOHNSTON FAMILY TRUST	Y	OFFICE	567	8	1.38	6,260	5	12	1.38	9,390	7	
25	1791 S SUTRO TERRACE	CARSON CITY	VINNY'S MINIS LLC	N	STORAGE	1	12	79.00	948	0	12	79.00	948	0	
Storage in Carson City for contraband and seized items. Renewed annually, August															
Total for Decision Unit: B000										634	958,734		634	970,169	834
E126	SUSTAINABLE AND GROWING ECONOMY														
04	1550 COLLEGE PKWY	CARSON CITY	1994 JOHNSTON FAMILY TRUST	Y	OFFICE	370	0	0.00	0	0	6	1.38	3,064	2	
Tax Manager: 100 sq ft Program Officer 3: 90 Tax Examiner 2: 45 Tax Examiner 2: 45 Revenue Officer 1: 90															
04	4600 KIETZKE LANE L-235	RENO	DESIDERIO PROPERTIES	Y	OFFICE	180	0	0.00	0	0	6	1.30	1,404	1	
2 positions @ 90 sq ft each															
Total for Decision Unit: E126										0	0		4,468	3	
E127	SUSTAINABLE AND GROWING ECONOMY														
04	1550 COLLEGE PKWY	CARSON CITY	1994 JOHNSTON FAMILY TRUST	Y	OFFICE	0	0	0.00	0	0	5	1.38	0	0	
Will use existing space at the location Administrator (Deputy Director)															
04	GRANT SAWYER, RM 4100	LAS VEGAS	B&G	Y	OFFICE	3,224	0	0.00	0	0	5	1.00	16,056	16	
Room 4100 in Grant Sawyer: 3,224 sq. ft. Rent per sq. ft. is based on the B&G rent schedule. While this space is larger than needed for 3 staff, additional staff for the retail marijuana program are expected to be added in the 2017 - 2019 biennium.															
Admin Assistant 2, Tax Examiner 2, Chief Investigator, Audit/Compliance.										0	958,734		634	16,056	16
Total for Decision Unit: E127										0	990,693		653	834	
Total for Budget Account: 2361										634	958,734		634	970,169	834

INITIATIVE PETITION NO. 1

FEBRUARY 2, 2015

Referred to Committee on Judiciary

**SUMMARY**—Makes various changes relating to marijuana and marijuana establishments.

EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to marijuana; requiring the Department of Taxation to adopt regulations relating to the license to operate and operation of a marijuana establishment; providing for disciplinary action against a marijuana establishment which violates laws regulating the establishment; authorizing the possession, use, consumption, purchase, processing and transportation of certain quantities of marijuana by certain persons in this State; authorizing the possession, use, transportation and purchase of marijuana paraphernalia by certain persons in this State; authorizing certain other acts relating to marijuana; making contracts relating to the operation of marijuana establishments enforceable; providing for the licensure of marijuana distributors; providing for licensure of marijuana establishments; providing a fee for the application for a license to operate a marijuana establishment and for an annual licensing fee; establishing certain requirements for marijuana establishments; imposing an excise tax on wholesale sales of marijuana by a marijuana cultivation facility; providing penalties; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1     **Section 1. Short Title.** Sections 1 to 18, inclusive, of this  
2 act may be cited as the Regulation and Taxation of Marijuana Act.



1       **Sec. 2. Preamble.**

2       In the interest of the public health and public safety, and in order  
3 to better focus state and local law enforcement resources on crimes  
4 involving violence and personal property, the People of the State of  
5 Nevada find and declare that the use of marijuana should be legal  
6 for persons 21 years of age or older, and its cultivation and sale  
7 should be regulated similar to other legal businesses.

8       The People of the State of Nevada declare that the cultivation  
9 and sale of marijuana should be taken from the domain of criminals  
10 and be regulated under a controlled system, where businesses will  
11 be taxed and the revenue will be dedicated to public education and  
12 to the enforcement of the regulations in this act.

13       The People of the State of Nevada proclaim that marijuana  
14 should be regulated in a manner similar to alcohol so that:

15       (a) Marijuana may only be purchased from a business that is  
16 licensed by the State of Nevada;

17       (b) Business owners are subject to a review by the State of  
18 Nevada to confirm that the business owners and the business  
19 location are suitable to produce or sell marijuana;

20       (c) Cultivating, manufacturing, testing, transporting, and selling  
21 marijuana will be strictly controlled through state licensing and  
22 regulation;

23       (d) Selling or giving marijuana to persons under 21 years of age  
24 shall remain illegal;

25       (e) Individuals will have to be 21 years of age or older to  
26 purchase marijuana;

27       (f) Driving under the influence of marijuana will remain illegal;  
28 and

29       (g) Marijuana sold in the state will be tested and labeled.

30       **Sec. 3. Definitions.** As used in sections 1 to 18, inclusive, of  
31 this act, unless the context otherwise requires:

32       1. "Community facility" means a facility licensed to provide  
33 day care to children, a public park, a public playground, a public  
34 swimming pool, a center or facility the primary purpose of which is  
35 to provide recreational opportunities or services to children or  
36 adolescents, or a church, synagogue, or other building, structure, or  
37 place used for religious worship or other religious purpose.

38       2. "Concentrated marijuana" means the separated resin,  
39 whether crude or purified, obtained from marijuana.

40       3. "Consumer" means a person who is 21 years of age or older  
41 who purchases marijuana or marijuana products for use by persons  
42 21 years of age or older, but not for resale to others.

43       4. "Department" means the Department of Taxation.

44       5. "Dual Licensee" means a person or group of persons who  
45 possess a current, valid registration certificate to operate a medical



1 marijuana establishment pursuant to Chapter 453A of NRS and a  
2 license to operate a marijuana establishment under sections 1 to 18,  
3 inclusive, of this act.

4 6. "Excluded felony offense" means a conviction of an offense  
5 that would constitute a category A felony if committed in Nevada or  
6 convictions for two or more offenses that would constitute felonies  
7 if committed in Nevada. "Excluded felony offense" does not  
8 include:

9 (a) A criminal offense for which the sentence, including any  
10 term of probation, incarceration, or supervised release, was  
11 completed more than 10 years ago; or

12 (b) An offense involving conduct that would be immune from  
13 arrest, prosecution, or penalty pursuant to Chapter 453A of NRS,  
14 except that the conduct occurred before the effective date of Chapter  
15 453A of NRS, or was prosecuted by an authority other than the State  
16 of Nevada.

17 7. "Locality" means a city or town, or, in reference to a  
18 location outside the boundaries of a city or town, a county.

19 8. "Marijuana" means all parts of any plant of the genus  
20 Cannabis, whether growing or not, the seeds thereof, the resin  
21 extracted from any part of the plant, and every compound,  
22 manufacture, salt, derivative, mixture, or preparation of the plant, its  
23 seeds, or resin. "Marijuana" does not include:

24 (a) The mature stems of the plant, fiber produced from the  
25 stems, oil, or cake made from the seeds of the plant, any other  
26 compound, manufacture, salt, derivative, mixture, or preparation of  
27 the mature stems (except the resin extracted therefrom), fiber, oil, or  
28 cake, the sterilized seed of the plant which is incapable of  
29 germination; or

30 (b) The weight of any other ingredient combined with marijuana  
31 to prepare topical or oral administrations, food, drink, or other  
32 products.

33 9. "Marijuana cultivation facility" means an entity licensed to  
34 cultivate, process, and package marijuana, to have marijuana tested  
35 by a marijuana testing facility, and to sell marijuana to retail  
36 marijuana stores, to marijuana product manufacturing facilities, and  
37 to other marijuana cultivation facilities, but not to consumers.

38 10. "Marijuana distributor" means an entity licensed to  
39 transport marijuana from a marijuana establishment to another  
40 marijuana establishment.

41 11. "Marijuana establishment" means a marijuana cultivation  
42 facility, a marijuana testing facility, a marijuana product  
43 manufacturing facility, a marijuana distributor, or a retail marijuana  
44 store.





1 12. "Marijuana product manufacturing facility" means an  
2 entity licensed to purchase marijuana, manufacture, process, and  
3 package marijuana and marijuana products, and sell marijuana and  
4 marijuana products to other marijuana product manufacturing  
5 facilities and to retail marijuana stores, but not to consumers.

6 13. "Marijuana products" means products comprised of  
7 marijuana or concentrated marijuana and other ingredients that are  
8 intended for use or consumption, such as, but not limited to, edible  
9 products, ointments, and tinctures.

10 14. "Marijuana paraphernalia" means any equipment, products,  
11 and materials of any kind which are used, intended for use, or  
12 designed for use in planting, propagating, cultivating, growing,  
13 harvesting, manufacturing, compounding, converting, producing,  
14 preparing, testing, analyzing, packaging, repacking, storing, or  
15 containing marijuana, or for ingesting, inhaling, or otherwise  
16 introducing marijuana into the human body.

17 15. "Marijuana testing facility" means an entity licensed to test  
18 marijuana and marijuana products, including for potency and  
19 contaminants.

20 16. "Process" means to harvest, dry, cure, trim, and separate  
21 parts of the marijuana plant by manual or mechanical means, such  
22 as sieving or ice water separation, but not by chemical extraction or  
23 chemical synthesis.

24 17. "Public place" means an area to which the public is invited  
25 or in which the public is permitted regardless of age. "Public place"  
26 does not include a retail marijuana store.

27 18. "Retail marijuana store" means an entity licensed to  
28 purchase marijuana from marijuana cultivation facilities, to  
29 purchase marijuana and marijuana products from marijuana product  
30 manufacturing facilities and retail marijuana stores, and to sell  
31 marijuana and marijuana products to consumers.

32 19. "Unreasonably Impracticable" means that the measures  
33 necessary to comply with the regulations require such a high  
34 investment of risk, money, time, or any other resource or asset that  
35 the operation of a marijuana establishment is not worthy of being  
36 carried out in practice by a reasonably prudent businessperson.

37 **Sec. 4. Limitations.** 1. Sections 1 to 18 do not permit any  
38 person to engage in and do not prevent the imposition of any civil,  
39 criminal, or other penalty for:

40 (a) Driving, operating, or being in actual physical control of a  
41 vehicle, aircraft, or vessel under power or sail while under the  
42 influence of marijuana or while impaired by marijuana;

43 (b) Knowingly delivering, giving, selling, administering, or  
44 offering to sell, administer, give, or deliver marijuana to a person  
45 under 21 years of age, unless:



1 (1) The recipient is permitted to possess marijuana pursuant  
2 to Chapter 453A of NRS; or

3 (2) The person demanded and was shown bona fide  
4 documentary evidence of the majority and identity of the recipient  
5 issued by a federal, state, county, or municipal government, or  
6 subdivision or agency thereof;

7 (c) Possession or use of marijuana or marijuana paraphernalia on  
8 the grounds of, or within, any facility or institution under the  
9 jurisdiction of the Nevada Department of Corrections;

10 (d) Possession or use of marijuana on the grounds of, or within,  
11 a school providing instruction in preschool, kindergarten, or any  
12 grades 1 through 12; or

13 (e) Undertaking any task under the influence of marijuana that  
14 constitutes negligence or professional malpractice.

15 2. Sections 1 to 18 do not prohibit:

16 (a) A public or private employer from maintaining, enacting,  
17 and enforcing a workplace policy prohibiting or restricting actions  
18 or conduct otherwise permitted under sections 1 to 18, inclusive, of  
19 this act;

20 (b) A state or local government agency that occupies, owns, or  
21 controls a building from prohibiting or otherwise restricting the  
22 consumption, cultivation, processing, manufacture, sale, delivery, or  
23 transfer of marijuana in that building;

24 (c) A person who occupies, owns, or controls a privately owned  
25 property from prohibiting or otherwise restricting the smoking,  
26 cultivation, processing, manufacture, sale, delivery, or transfer of  
27 marijuana on that property; or

28 (d) A locality from adopting and enforcing local marijuana  
29 control measures pertaining to zoning and land use for marijuana  
30 establishments.

31 3. Nothing in the provisions of sections 1 to 18, inclusive, of  
32 this act shall be construed as in any manner affecting the provisions  
33 of Chapter 453A of NRS relating to the medical use of marijuana.

34 **Sec. 5. Powers and duties of the Department.** 1. Not  
35 later than 12 months after the effective date of this act, the  
36 Department shall adopt all regulations necessary or convenient to  
37 carry out the provisions of sections 1 to 18, inclusive, of this act.  
38 The regulations must not prohibit the operation of marijuana  
39 establishments, either expressly or through regulations that make  
40 their operation unreasonably impracticable. The regulations shall  
41 include:

42 (a) Procedures for the issuance, renewal, suspension, and  
43 revocation of a license to operate a marijuana establishment;

44 (b) Qualifications for licensure that are directly and  
45 demonstrably related to the operation of a marijuana establishment;



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- 1 (c) Requirements for the security of marijuana establishments;
- 2 (d) Requirements to prevent the sale or diversion of marijuana
- 3 and marijuana products to persons under 21 years of age;
- 4 (e) Requirements for the packaging of marijuana and marijuana
- 5 products, including requirements for child-resistant packaging;
- 6 (f) Requirements for the testing and labeling of marijuana and
- 7 marijuana products sold by marijuana establishments including a
- 8 numerical indication of potency based on the ratio of THC to the
- 9 weight of a product intended for oral consumption;
- 10 (g) Requirements for record keeping by marijuana
- 11 establishments;
- 12 (h) Reasonable restrictions on signage, marketing, display, and
- 13 advertising;
- 14 (i) Procedures for the collection of taxes, fees, and penalties
- 15 imposed by sections 1 to 18, inclusive, of this act;
- 16 (j) Procedures and requirements to enable the transfer of a
- 17 license for a marijuana establishment to another qualified person
- 18 and to enable a licensee to move the location of its establishment to
- 19 another suitable location;
- 20 (k) Procedures and requirements to enable a dual licensee to
- 21 operate medical marijuana establishments and marijuana
- 22 establishments at the same location;
- 23 (l) Procedures to establish the fair market value at wholesale of
- 24 marijuana; and
- 25 (m) Civil penalties for the failure to comply with any regulation
- 26 adopted pursuant to this section or for any violation of the
- 27 provisions of section 13 of this act.
- 28 2. The Department shall approve or deny applications for
- 29 licenses pursuant to section 9 of this act.
- 30 3. The Department may by motion or on complaint, after
- 31 investigation, notice of the specific violation, and an opportunity for
- 32 a hearing, pursuant to the provisions of Chapter 233B of NRS,
- 33 suspend, revoke, or fine a licensee for the violation of sections 1 to
- 34 18, inclusive, of this act or for a violation of a regulation adopted by
- 35 the Department pursuant to this section.
- 36 4. The Department may immediately suspend the license of
- 37 any marijuana establishment if the marijuana establishment
- 38 knowingly sells, delivers, or otherwise transfers marijuana in
- 39 violation of sections 1 to 18, inclusive, of this act, or knowingly
- 40 purchases marijuana from any person not licensed pursuant to
- 41 sections 1 to 18, inclusive, of this act or to Chapter 453A of NRS.
- 42 The Department must provide an opportunity for a hearing pursuant
- 43 to the provisions of NRS 233B.121 within a reasonable time from a
- 44 suspension pursuant to this subsection.
- 45 5. To ensure that individual privacy is protected:



1 (a) The Department shall not require a consumer to provide a  
2 retail marijuana store with identifying information other than  
3 government-issued identification to determine the consumer's age;  
4 and

5 (b) A retail marijuana store must not be required to acquire and  
6 record personal information about consumers other than information  
7 typically acquired in a financial transaction conducted at a retail  
8 liquor store.

9 6. The Department shall conduct a background check of each  
10 prospective owner, officer, and board member of a marijuana  
11 establishment license applicant.

12 7. The Department shall inspect marijuana establishments as  
13 necessary to enforce sections 1 to 18, inclusive, of this act or the  
14 regulations adopted pursuant to this section.

15 **Sec. 6. Personal Use and Cultivation of Marijuana.**

16 Notwithstanding any other provision of Nevada law and the law of  
17 any political subdivision of Nevada, except as otherwise provided in  
18 sections 1 to 18, inclusive, of this act, it is lawful, in this State, and  
19 must not be used as the basis for prosecution or penalty by this State  
20 or a political subdivision of this State, and must not, in this State, be  
21 a basis for seizure or forfeiture of assets for persons 21 years of age  
22 or older to:

23 1. Possess, use, consume, purchase, obtain, process, or  
24 transport marijuana paraphernalia, one ounce or less of marijuana  
25 other than concentrated marijuana, or one-eighth of an ounce or less  
26 of concentrated marijuana;

27 2. Possess, cultivate, process, or transport not more than six  
28 marijuana plants for personal use and possess the marijuana  
29 produced by the plants on the premises where the plants were  
30 grown, provided that:

31 (a) Cultivation takes place within a closet, room, greenhouse, or  
32 other enclosed area that is equipped with a lock or other security  
33 device that allows access only to persons authorized to access the  
34 area; and

35 (b) No more than 12 plants are possessed, cultivated, or  
36 processed at a single residence, or upon the grounds of that  
37 residence, at one time;

38 3. Give or otherwise deliver one ounce or less of marijuana,  
39 other than concentrated marijuana, or one-eighth of an ounce or less  
40 of concentrated marijuana without remuneration to a person  
41 provided that the transaction is not advertised or promoted to the  
42 public; or

43 4. Assist another person who is 21 years of age or older in any  
44 of the acts described in this section.



1       **Sec. 7. Marijuana Paraphernalia Authorized.** Notwithstanding  
2 any other provision of Nevada law and the law of any political  
3 subdivision of Nevada, it is not unlawful and shall not be an offense  
4 or be a basis for seizure or forfeiture of assets for persons 21 years  
5 of age or older to manufacture, possess, use, transport, or purchase  
6 marijuana paraphernalia, or to distribute or sell marijuana  
7 paraphernalia to a person who is 21 years of age or older.

8       **Sec. 8. Lawful operation of marijuana establishments.**  
9 Notwithstanding any other provision of Nevada law and the law of  
10 any political subdivision of Nevada, except as otherwise provided in  
11 sections 1 to 18, inclusive, of this act, or the regulations adopted  
12 pursuant to section 5 of this act, it is lawful and must not, in this  
13 State, be used as the basis for prosecution or penalty by this State or  
14 a political subdivision of this State, and must not, in this State, be a  
15 basis for seizure or forfeiture of assets for persons 21 years of age or  
16 older to:

17       1. Possess marijuana and marijuana products, purchase  
18 marijuana from a marijuana cultivation facility, purchase marijuana  
19 and marijuana products from a marijuana product manufacturing  
20 facility, return marijuana or marijuana products to a facility from  
21 which they were purchased, transport marijuana and marijuana  
22 products to or from a marijuana testing facility, use the services of a  
23 marijuana distributor to transport marijuana or marijuana products  
24 to or from marijuana establishments, or sell marijuana and  
25 marijuana products to consumers, if the person conducting the  
26 activities described in this subsection has a current, valid license to  
27 operate a retail marijuana store or is acting in the person's capacity  
28 as an agent of a retail marijuana store.

29       2. Cultivate, harvest, process, package, or possess marijuana,  
30 sell marijuana to a marijuana cultivation facility, a marijuana  
31 product manufacturing facility, or a retail marijuana store, transport  
32 marijuana to or from a marijuana cultivation facility, a marijuana  
33 product manufacturing facility, or a marijuana testing facility, use  
34 the services of a marijuana distributor to transport marijuana to or  
35 from marijuana establishments, or purchase marijuana from a  
36 marijuana cultivation facility, if the person conducting the activities  
37 described in this paragraph has a current, valid license to operate a  
38 marijuana cultivation facility or is acting in his or her capacity as an  
39 agent of a marijuana cultivation facility.

40       3. Package, process, manufacture, or possess marijuana and  
41 marijuana products, transport marijuana and marijuana products to  
42 or from a marijuana testing facility, a marijuana cultivation facility,  
43 or a marijuana product manufacturing facility, use the services of a  
44 marijuana distributor to transport marijuana or marijuana products  
45 to or from marijuana establishments, sell marijuana and marijuana



1 products to a retail marijuana store or a marijuana product  
2 manufacturing facility, purchase marijuana from a marijuana  
3 cultivation facility, or purchase marijuana and marijuana products  
4 from a marijuana product manufacturing facility, if the person  
5 conducting the activities described in this paragraph has a current,  
6 valid license to operate a marijuana product manufacturing facility  
7 or is acting in his or her capacity as an agent of a marijuana product  
8 manufacturing facility.

9 4. Possess marijuana and marijuana products and transfer and  
10 transport marijuana and marijuana products between marijuana  
11 establishments, if the person transporting the marijuana and  
12 marijuana products has a current, valid license to operate as a  
13 marijuana distributor or is acting in his or her capacity as an agent of  
14 a marijuana distributor.

15 5. Possess, process, repackage, transport, or test marijuana and  
16 marijuana products if the person has a current, valid license to  
17 operate a marijuana testing facility or is acting in his or her capacity  
18 as an agent of a marijuana testing facility.

19 6. Lease or otherwise allow property owned, occupied, or  
20 controlled by any person, corporation, or other entity to be used for  
21 any of the activities conducted lawfully in accordance with this  
22 section.

23 **Sec. 9. Contracts pertaining to marijuana enforceable.** It  
24 is the public policy of the People of the State of Nevada that  
25 contracts related to the operation of marijuana establishments under  
26 sections 1 to 18, inclusive, of this act should be enforceable, and no  
27 contract entered into by a licensee, its employees, or its agents as  
28 permitted pursuant to a valid license issued by the Department, or  
29 by those who allow property to be used by a licensee, its employees,  
30 or its agents as permitted pursuant to a valid license issued by the  
31 Department, shall be deemed unenforceable on the basis that the  
32 actions or conduct permitted pursuant to the license are prohibited  
33 by federal law.

34 **Sec. 10. Certification of marijuana establishments.** 1.  
35 No later than 12 months after the effective date of this act, the  
36 Department shall begin receiving applications for marijuana  
37 establishments.

38 2. For 18 months after the Department begins to receive  
39 applications for marijuana establishments, the Department shall only  
40 accept applications for licenses for retail marijuana stores, marijuana  
41 product manufacturing facilities, and marijuana cultivation facilities  
42 pursuant to sections 1 to 18, inclusive, of this act, from persons  
43 holding a medical marijuana establishment registration certificate  
44 pursuant to Chapter 453A of NRS.



1 3. For 18 months after the Department begins to receive  
2 applications for marijuana establishments, the Department shall  
3 issue licenses for marijuana distributors pursuant to sections 1 to 18,  
4 inclusive, of this act, only to persons holding a wholesale dealer  
5 license pursuant to Chapter 369 of NRS, unless the Department  
6 determines that an insufficient number of marijuana distributors will  
7 result from this limitation.

8 4. Upon receipt of a complete marijuana establishment license  
9 application, the Department shall, within 90 days:

10 (a) Issue the appropriate license if the license application is  
11 approved; or

12 (b) Send a notice of rejection setting forth the reasons why the  
13 Department did not approve the license application.

14 5. The Department shall approve a license application if:

15 (a) The prospective marijuana establishment has submitted an  
16 application in compliance with regulations adopted by the  
17 Department and the application fee required pursuant to section 12;

18 (b) The physical address where the proposed marijuana  
19 establishment will operate is owned by the applicant or the applicant  
20 has the written permission of the property owner to operate the  
21 proposed marijuana establishment on that property;

22 (c) The property is not located within:

23 (1) 1,000 feet of a public or private school that provides  
24 formal education traditionally associated with preschool or  
25 kindergarten through grade 12 and that existed on the date on which  
26 the application for the proposed marijuana establishment was  
27 submitted to the Department; or

28 (2) 300 feet of a community facility that existed on the date  
29 on which the application for the proposed marijuana establishment  
30 was submitted to the Department;

31 (d) The proposed marijuana establishment is a proposed retail  
32 marijuana store and there are not more than:

33 (1) 80 licenses already issued in a county with a population  
34 greater than 700,000;

35 (2) 20 licenses already issued in a county with a population  
36 that is less than 700,000 but more than 100,000;

37 (3) 4 licenses already issued in a county with a population  
38 that is less than 100,000 but more than 55,000;

39 (4) 2 licenses already issued in a county with a population  
40 that is less than 55,000;

41 (5) Upon request of a county government, the Department  
42 may issue retail marijuana store licenses in that county in addition to  
43 the number otherwise allowed pursuant to this paragraph;

44 (e) The locality in which the proposed marijuana establishment  
45 will be located does not affirm to the Department that the proposed



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1 marijuana establishment will be in violation of zoning or land use  
2 rules adopted by the locality; and

3 (f) The persons who are proposed to be owners, officers, or  
4 board members of the proposed marijuana establishment:

5 (1) Have not been convicted of an excluded felony offense;

6 and

7 (2) Have not served as an owner, officer, or board member  
8 for a medical marijuana establishment or a marijuana establishment  
9 that has had its registration certificate or license revoked.

10 6. Competing applications. When competing applications are  
11 submitted for a proposed retail marijuana store within a single  
12 county, the Department shall use an impartial and numerically  
13 scored competitive bidding process to determine which application  
14 or applications among those competing will be approved.

15 **Sec. 11. Expiration and renewal.** 1. All licenses expire  
16 one year after the date of issue.

17 2. The Department shall issue a renewal license within 10 days  
18 of receipt of the prescribed renewal application and renewal fee  
19 from a marijuana establishment if its license is not under suspension  
20 or has not been revoked.

21 **Sec. 12. Fee schedule.** 1. The Department shall require  
22 each applicant for a marijuana establishment license to pay a one-  
23 time application fee of \$5,000.

24 2. The Department may require payment of an annual licensing  
25 fee not to exceed:

26	For the initial issuance of a license for a retail	
27	marijuana store .....	\$20,000
28	For a renewal license for a retail marijuana store.....	\$6,600
29	For the initial issuance of a license for a marijuana	
30	cultivation facility .....	\$30,000
31	For a renewal license for a marijuana cultivation	
32	facility .....	\$10,000
33	For the initial issuance of a license for a marijuana	
34	product manufacturing facility .....	\$10,000
35	For a renewal license for a marijuana product	
36	manufacturing facility .....	\$3,300
37	For the initial issuance of a license for a marijuana	
38	distributor .....	\$15,000
39	For a renewal license for a marijuana distributor .....	\$5,000
40	For the initial issuance of a license for a marijuana	
41	testing facility .....	\$15,000
42	For a renewal license for a marijuana testing	
43	facility .....	\$5,000





1       **Sec. 13. Marijuana establishment operating requirements.**  
2 In addition to requirements established by rule pursuant to section 5  
3 of this act:

4       1. Marijuana establishments shall:

5       (a) Secure every entrance to the establishment so that access to  
6 areas containing marijuana is restricted to persons authorized to  
7 possess marijuana;

8       (b) Secure the inventory and equipment of the marijuana  
9 establishment during and after operating hours to deter and prevent  
10 theft of marijuana;

11       (c) Determine the criminal history of any person before the  
12 person works or volunteers at the marijuana establishment and  
13 prevent any person who has been convicted of an excluded felony  
14 offense or who is not 21 years of age or older from working or  
15 volunteering for the marijuana establishment.

16       2. All cultivation, processing, and manufacture of marijuana  
17 must take place at a physical address approved by the Department  
18 and within an area that is enclosed and locked in a manner that  
19 restricts access only to persons authorized to access the area. The  
20 area may be uncovered only if it is enclosed with security fencing  
21 that is designed to prevent unauthorized entry and that is at least 8  
22 feet high.

23       3. All cultivation, processing, and manufacture of marijuana  
24 must not be visible from a public place by normal unaided vision.

25       4. All cultivation, processing, and manufacture of marijuana  
26 must take place on property in the marijuana establishment's lawful  
27 possession or with the consent of the person in lawful physical  
28 possession of the property.

29       5. A marijuana establishment is subject to reasonable  
30 inspection by the Department, and a person who holds a marijuana  
31 establishment license must make himself or herself, or an agent  
32 thereof, available and present for any inspection required by the  
33 Department. The Department shall make reasonable  
34 accommodations so that ordinary business is not interrupted and  
35 safety and security procedures are not compromised by the  
36 inspection.

37       **Sec. 14. Penalties.** 1. Restrictions on personal cultivation.

38       (a) Except as otherwise provided in 453A of NRS, any person  
39 who:

40       (1) Cultivates marijuana plants within 25 miles of a retail  
41 marijuana store licensed pursuant to sections 1 to 18, inclusive, of  
42 this act, unless the person is a marijuana cultivation facility or a  
43 person acting in his or her capacity as an agent of a marijuana  
44 cultivation facility;



1 (2) Cultivates marijuana plants where they are visible from a  
2 public place by normal unaided vision; or  
3 (3) Cultivates marijuana on property not in the cultivator's  
4 lawful possession or without the consent of the person in lawful  
5 physical possession of the property;  
6 (b) Is guilty of:  
7 (1) For a first violation, a misdemeanor punished by a fine of  
8 not more than \$600.  
9 (2) For a second violation, a misdemeanor punished by a fine  
10 of not more than \$1,000.  
11 (3) For a third violation, a gross misdemeanor.  
12 (4) For a fourth or subsequent violation, a category E felony.  
13 2. A person who smokes or otherwise consumes marijuana in a  
14 public place, in a retail marijuana store, or in a moving vehicle is  
15 guilty of a misdemeanor punished by a fine of not more than \$600.  
16 3. A person under 21 years of age who falsely represents  
17 himself or herself to be 21 years of age or older to obtain marijuana  
18 is guilty of a misdemeanor.  
19 4. A person under 21 years of age who knowingly enters,  
20 loiters, or remains on the premises of a marijuana establishment  
21 shall be punished by a fine of not more than \$500 unless the person  
22 is authorized to possess marijuana pursuant to Chapter 453A NRS  
23 and the marijuana establishment is a dual licensee.  
24 5. A person who manufactures marijuana by chemical  
25 extraction or chemical synthesis, unless done pursuant to a  
26 marijuana product manufacturing license issued by the Department  
27 or authorized by Chapter 453A of NRS, is guilty of a category E  
28 felony.  
29 6. A person who knowingly gives marijuana to any person  
30 under 21 years of age, or who knowingly leaves or deposits any  
31 marijuana in any place with the intent that it will be procured by any  
32 person under 21 years of age is guilty of a misdemeanor.  
33 7. A person who knowingly gives marijuana to any person  
34 under 18 years of age, or who knowingly leaves or deposits any  
35 marijuana in any place with the intent that it will be procured by any  
36 person under 18 years of age is guilty of a gross misdemeanor.  
37 8. Notwithstanding the provisions of sections 1 to 18,  
38 inclusive, of this act, after the effective date of this act, the  
39 legislature may amend provisions of this act to provide for the  
40 conditions in which a locality may permit consumption of marijuana  
41 in a retail marijuana store.  
42 **Sec. 15. Marijuana excise tax.** 1. An excise tax is hereby  
43 imposed and must be collected by the State respecting wholesale  
44 sales of marijuana in this State by a marijuana cultivation facility at



1 a rate of 15 percent of the fair market value at wholesale of the  
2 marijuana. The tax imposed pursuant to this subsection:

3 (a) Is the obligation of the marijuana cultivation facility; and

4 (b) Is separate from and in addition to any general state and  
5 local sales and use taxes that apply to retail sales of tangible  
6 personal property.

7 **Sec. 16.** Any tax revenues, fees, or penalties collected  
8 pursuant to sections 1 to 18, inclusive, of this act, first must be  
9 expended to pay the costs of the Department and of each locality in  
10 carrying out sections 1 to 8, inclusive, of this act and the regulations  
11 adopted pursuant thereto. The Department shall remit any remaining  
12 money to the State Treasurer to be deposited to the credit of the  
13 State Distributive School Account in the State General Fund.

14 **Sec. 17. Severability.** If any provision of this act, or the  
15 application thereof to any person, thing, or circumstance is held  
16 invalid or unconstitutional by a court of competent jurisdiction, such  
17 invalidity or unconstitutionality shall not affect the validity or  
18 constitutionality of this act as a whole or any provision or  
19 application of this act which can be given effect without the invalid  
20 or unconstitutional provision or application, and to this end the  
21 provisions of this act are declared to be severable.

22 **Sec. 18. Effective Date.** This act shall become effective on  
23 October 1, 2015 if approved by the legislature, or on January 1,  
24 2017 if approved by the voters.



1. The first part of the document discusses the importance of maintaining accurate records of all transactions and activities. It emphasizes that this is crucial for ensuring transparency and accountability in the organization's operations.

2. The second part of the document outlines the various methods and tools used to collect and analyze data. It highlights the need for consistent data collection procedures and the use of advanced analytical techniques to derive meaningful insights from the data.

3. The third part of the document focuses on the implementation of data-driven decision-making processes. It provides a detailed overview of the steps involved in identifying key performance indicators (KPIs) and how they are used to monitor and improve organizational performance.

4. The fourth part of the document discusses the challenges and risks associated with data management and analysis. It offers practical advice on how to mitigate these risks and ensure the security and integrity of the data throughout its lifecycle.

5. The fifth part of the document concludes by summarizing the key findings and recommendations. It stresses the importance of a continuous learning and improvement mindset, where data is used not just for reporting but for driving strategic change and innovation.

6. The sixth part of the document provides a detailed look at the role of technology in modern data management. It explores how cloud computing, big data, and artificial intelligence are transforming the way organizations handle their data and make decisions.

7. The seventh part of the document discusses the ethical implications of data collection and analysis. It emphasizes the need for organizations to be transparent about their data practices and to ensure that they are compliant with relevant data protection regulations.

8. The eighth part of the document offers a final perspective on the future of data management. It predicts that as data continues to grow exponentially, organizations will need to adopt more sophisticated and integrated data management strategies to stay competitive in the digital age.



