

ADMINISTRATIVE GUIDELINES
TAX ON THE RETAIL SALE OF MARIJUANA AND MARIJUANA
PRODUCTS
Procedure 800

The current City & Borough of Juneau (CBJ) retail marijuana tax rate is **3%**. The 3% is levied in addition to the CBJ Sales tax rate of 5%.

The 3% Marijuana Tax is levied under CBJ 69.05.020(e) which states:

In addition to the tax levied and collected under subsection (a), there shall be levied and collected a tax equal to three percent of the selling price on the retail sale of marijuana and marijuana products sold within the City and Borough.

The marijuana tax is levied on the **retail sale** of marijuana or marijuana products defined as follows in CBJ 69.05.010:

- ***Marijuana*** means all parts of the plant of the genus cannabis whether growing or not, the seeds thereof, the resin extracted from any part of the plant, and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or its resin, including marijuana concentrate; “marijuana” does not include fiber produced from the stalks, oil, or cake made from the seeds of the plant, sterilized seed of the plant which is incapable of germination, or the weight of any other ingredient combined with marijuana to prepare topical or oral administrations, food, drink, or other products.
- ***Marijuana products*** means concentrated marijuana products and marijuana products that are comprised of marijuana and other ingredients and are intended for use or consumption, such as, but not limited to, edible products, ointments, and tinctures.

Merchants making retail sales of marijuana and/or marijuana products are responsible for the collection of both the 5% sales tax and the 3% marijuana tax from customers as well as the timely reporting and remittance of the levied taxes with their sales tax return.

Following is a list of marijuana and marijuana products that are subject to both the 5% sales tax and the 3% retail marijuana tax. ***This list is not meant to be all-inclusive.***

Marijuana (Cannabis) products subject to marijuana tax:

- Flowers/Buds
- Clones
- Seeds
- Cartridges

- Pre-rolls
- Marijuana Extracts
- Concentrates
- Tinctures
- Terpenes
- Topicals
- Capsules
- Edibles
- Any other marijuana product intended for consumption or use on the body that is comprised of marijuana and/or other ingredients

Please note that the sales of marijuana and/or marijuana products outlined below would not be subject to either the 5% sales tax or the 3% marijuana tax as they are considered sales for resale. For more information on sales of goods for resale, please see Procedure 432 of the Administrative Guidelines.

<i>Examples of non-retail sales of Marijuana / Marijuana Products</i>		
<u>Item(s) Sold</u>	<u>Seller</u>	<u>Buyer</u>
Marijuana	Grower	Processor / Manufacturer
Marijuana	Grower	Retailer
Marijuana Products	Processor / Manufacturer	Retailer