

Oregon Measure 74 - Regulated Medical Marijuana Supply System  
 Production Cost Estimates

	Annualized Cost	Monthly Cost (1st Year)	Monthly Cost (Next Years)
<b>Equipment - Lights &amp; Ballasts</b>	\$ 75,000.00	\$ 6,250.00	\$ -
<b>Operating Costs</b>			
Rent	30,000.00	2,500.00	2,200.00
Electricity	18,000.00	1,500.00	1,200.00
Nutrients	12,000.00	1,000.00	1,000.00
Insurance	720.00	60.00	60.00
Supplies (Bulbs, Pots, Soil, etc.)	6,000.00	500.00	500.00
Water (50gal/day)	2,400.00	200.00	200.00
<b>Labor Costs</b>			
Grower Salary	75,000.00	6,250.00	6,250.00
Trimmer (144hrs/mo @ \$25/hr)	43,200.00	3,600.00	3,600.00
<b>Regulatory Costs</b>			
Payroll Taxes (20% of Labor)	23,640.00	1,970.00	1,970.00
Producer License (\$1,000 each)	1,000.00	83.33	83.33
Employee Licenses (\$10 each)	180.00	15.00	15.00
Quarterly Fees (10% gross)	\$ 55,296.00	4,608.00	4,608.00
<b>COST OF PRODUCTION</b>	<b>\$ 342,436.00</b>	<b>\$ 28,536.33</b>	<b>\$ 21,686.33</b>
<b>NET HARVEST</b>	<b>346 lbs.</b>	<b>29 lbs.</b>	<b>29 lbs.</b>
<b>COST PER OUNCE</b>		<b>\$ 61.93</b>	<b>\$ 47.06</b>
<b>SELL TO DISPENSARY PER OUNCE</b>	<b>\$ 100.00</b>	61%	112%
<b>GROSS REVENUE</b>	<b>\$ 552,960.00</b>		

**Assumptions**

# of plants harvested / month 24 plants  
Yield / plant 24 ounces  
Spoilage Percentage 20%

**Total harvest 36 pounds**

Trimmer hours / pound 4 hours  
Trimmer pay / hour \$ 25.00 per hour  
Trimmer Shift Length 8 hours  
# of Employees 18 jobs