Table 4.1
Key Insights Concerning Supply Alternatives to Status Quo Prohibition

|  | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Strategy | Alternative | Popular Name | Jurisdictions Pursuing This for Marijuana | Examples for Other Products | Production Cost Without Fees, Taxes, or Regulations | Product Quality Assurance and Labeling | Incentive for Legal Suppliers to Promote Use Harmful to Public Health | Government Ability to Restrain Suppliers' Promotion of Harmful Use | Likelihood to Promote Harmful Use | Cost or Effort of Government Control Efforts | Ability to Generate State Revenue | Conflict with CSA |
| 1 | Increase sanctions | Incarcerate our way out of the problem |  | Recent proposal for selling heroin in Ky. | Highest | Bad | Status quo | Debated but probably high | None | Highest | Very low; depends on seizures and fines | None |
| 2 | Retain prohibition but decrease the expected sanction | Mend it; don't end it | Medical marijuana in Calif. | U.S. federal efforts to reduce drug sentences | Highest | Bad | Status quo | Debated but probably high | None | High | Very low; depends on seizures and fines | None |
| 3 | Allow adults to grow their own | Grow your own | Alaska | All countries that allow gardening | Highest | Bad | Status quo | Not applicable | None | High on the rest of the market | Very low; depends on seizures and fines | Effectively none |
| 4 | Allow distribution only within small co-ops or buyers' clubs | Co-op or buyer's-club model | Spain, Uruguay | All countries that allow gardening | Highest | Okay | None | Low or not applicable | None | High on remaining market | Very low; depends on seizures and fines | Little |
| 5 | Permit locally controlled retail sales | Dutch coffee-shop model | Netherlands |  | Fairly high | Fair | Mixed | Low | Low | High on wholesale market | Low | Medium |
| 6 | Have the government operate the supply chain | Government monopoly |  | Lotteries; liquor wholesale in 11 states | Low or medium | Very good | Low | Best | Low or medium (see lotteries) | High | Best | Highest |

Table 4.1-Continued

|  | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Strategy | Alternative | Popular Name | Jurisdictions Pursuing This for Marijuana | Examples for Other Products | Production Cost Without Fees, Taxes, or Regulations | Product Quality Assurance and Labeling | Incentive for Legal Suppliers to Promote Use Harmful to Public Health | Government <br> Ability to Restrain Suppliers' Promotion of Harmful Use | Likelihood to Promote Harmful Use | Cost or Effort of Government Control Efforts | Ability to Generate State Revenue | Conflict with CSA |
| 7 | Have a public authority operate the supply chain | Near monopoly |  | VEDA | Low or medium | Very good | Low | High | Low | Low to medium | Good | High |
| 8 | Permit only nonprofit organizations to sell | Nonprofits |  | Blood banks, YMCA clubs | Low | Very good | Low | Low | Low | Low to medium | Fair to good | High |
| 9 | Permit only for-benefit companies to sell | Sustainable businesses |  | Ben and Jerry's; Seventh Generation | Low | Very good | Low | Low | Low | Low to medium | Fair to good | High |
| 10 | Have very few closely monitored forprofit licensees | Structured oligopoly | Medical marijuana in the Netherlands | Opium processing in Tasmania | Low | Very good | Very high | High | Low | Medium | Good | High |
| 11 | Implement an alcohol-style commercial model | Regulate like alcohol | Colo.; Wash. | Alcohol and tobacco in most of the United States | Very low | Good | Very high | Low | Very high | Low | Fair | High |
| 12 | Repeal the state's prohibition without creating any new, product-specific regulations | N.Y. State alcohol policy in the 1920s |  | Alcohol in N.Y. State in the 1920s | Lowest | Bad | Extreme | None | Extreme | Zero | Zero | Effectively none |

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[^0]:    NOTE: Red indicates that a strategy is among the worst or riskiest options with respect to that criterion. Orange indicates that a strategy is bad but not the worst. YMCA = Young Men's Christian Association.

