

Department of Finance <p style="text-align: center;">STATE OF CALIFORNIA MANUAL OF STATE FUNDS</p>	Fund: 3335 PAGE 1 Renumbered From:
<u>Legal Title</u> Cannabis Tax Fund – Department of Cannabis Control	
<u>Legal Citation/Authority</u> Proposition 64 of 2016, Section 7 Administratively established pursuant to Government Code section 13306 (a) for the operation of Chapter 27, Statutes 2017 (SB 94), Revenue and Taxation Code section 34019.	
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds	<u>Fund Classification</u> <u>Legal Basis</u> Governmental/Other Governmental Cost Funds
<u>Purpose</u> To cover reasonable costs incurred by the Department of Consumer Affairs for implementing, administering, and enforcing Division 10 (commencing with Section 26000) of the Business and Professions Code (BPC) to the extent those costs are not reimbursed pursuant to BPC section 26180. Pursuant to the Revenue and Taxation Code section 34019 (a) (2), this will remain operative through the 2022-23 fiscal year.	
<u>Administering Agency/Organization Code</u> Department of Cannabis Control/1115	
<u>Major Revenue Source</u> Revenue and Taxation Code section 34019 (a) (2) requires the Controller to disburse from the Cannabis Tax Fund to appropriate account, reasonable cost incurred by the Department of Consumer Affairs for implementing, administering, and enforcing Division 10 (commencing with Section 26000) of the BPC to the extent those costs are not reimbursed pursuant to the BPC section 26180.	
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code section 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.	
<u>Appropriation Authority</u> Continuously appropriated without regard to fiscal year.	
<u>State Appropriations Limit</u> Always Excluded –The major revenue source is transferred from an Included Fund, California Cannabis Tax Fund (3314), which has already been counted and should not be double counted.	
<u>Comments/Historical Information</u> Proposition 64, the Control, Regulate and Tax Adult Use of Marijuana Act was approved by voters at the November 8, 2016 general election, effective January 1, 2018. This fund is within Fund 3314 – California Cannabis Tax Fund. February 2022: Updated the legal title from “Cannabis Tax Fund – Department of Consumer Affairs” to “Cannabis Tax Fund – Department of Cannabis Control”, and changed the Administering Org from BU 1111 to BU 1115.	