

Department of Finance STATE OF CALIFORNIA MANUAL OF STATE FUNDS	Fund: 3348 PAGE 1 Renumbered From:
<u>Legal Title</u> Cannabis Tax Fund – Governor’s Office of Business and Economic Development – Allocation 2	
<u>Legal Citation/Authority</u> Proposition 64 of 2016, Section 7 Administratively created 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 administer a community reinvestment grants program to local health departments and at least 50 percent to qualified community-based nonprofit organizations to support job placement, mental health treatment, substance use disorder treatment, system navigation services, legal services to address barriers to reentry, and linkages to medical care for communities disproportionately affected by past federal and state drug policies.	
<u>Administering Agency/Organization Code</u> Governor’s Office of Business and Economic Development/0509	
<u>Major Revenue Source</u> Pursuant to Revenue and Taxation Code section 34019 (d), the Controller shall disburse \$10,000,000 beginning with the 2018-19 fiscal year and increasing \$10,000,000 each fiscal year thereafter until the 2022-23 fiscal year, at which time the disbursement shall be \$50,000,000 each year thereafter to the Governor’s Office of Business and Economic Development.	
<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.	