STATE OF CALIFORNIA
MANUAL OF STATE FUNDS

Legal Title

Cannabis Tax Fund – Board of State and Community Corrections, State and Local Government Law Enforcement Account – Allocation 3

Legal Citation/Authority

Proposition 64 of 2016, Section 7

Chapter 27, Statutes 2017 (SB 94)

Revenue and Taxation Code section 34019 (f) (3)

Fund Classification GAAP Basis	Fund Classification Legal Basis
Governmental/Special Revenue Funds	Governmental/Other Governmental Cost Funds

Purpose

To issue grants to local governments to assist with law enforcement, fire protection, or other local programs addressing public health and safety associated with the implementation of the Control, Regulate and Tax Adult Use of Marijuana Act (AUMA).

Administering Agency/Organization Code

Board of State and Community Corrections/5227

Major Revenue Source

Pursuant to Revenue and Taxation Code (RTC) section 34019 (f), by July 15 of each fiscal year beginning in the 2018-19 fiscal year, the Controller shall, after disbursing funds pursuant to subdivisions (a), (b), (c), (d), and (e), disburse funds deposited in the Cannabis Tax Fund during the prior fiscal year into sub-trust accounts:

(3) Twenty percent shall be deposited into the State and Local Government Law Enforcement Account and disbursed to the Department of California Highway Patrol and the Board of State Community Corrections.

Pursuant to the RTC section 34019 (f) (3) (D), the Department of Finance shall determine the allocation of revenues between the agencies.

Disposition of Fund (upon abolishment)

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.

Appropriation Authority

Continuously appropriated without regard to fiscal year.

State Appropriations Limit

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.

Comments/Historical Information

Proposition 64, AUMA was approved by voters at the November 8, 2016 general election, effective January 1, 2018. This fund is a sub-trust account within Fund 3314 – California Cannabis Tax Fund.

Note: As indicated in the Major Revenue Source section, the twenty percent disbursement under RTC section 34019 (f) (3) is for the Department of the California Highway Patrol and Board of State and Community Corrections. A separate fund (see additional information in Fund 3353) has been established for the Department of the California Highway Patrol.