

Department of Finance		Fund: 3366
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1
		Renumbered From:
<u>Legal Title</u> Electronic Cigarette Excise Tax Fund		
<u>Legal Citation/Authority</u> Chapter 489, Statutes of 2021 (SB 395) Revenue and Taxation Code section 31005 (a)		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Fund	<u>Fund Classification</u> <u>Legal Basis</u> Governmental/Other Governmental Cost Fund	
<u>Purpose</u> A depository for revenues collected from the Electronic Cigarette Excise Tax authorized by Revenue and Taxation Code section 31002 (a) (1) (A). Money in the fund will be distributed to the following: • The Health Education Account in the Cigarette and Tobacco Products Surtax Fund. • The California Children and Families Trust Fund. • To fund the Proposition 56 Medi-Cal Physicians and Dentists Loan Repayment Act. • The University of California, to support the joint program in medical education between the University of San Francisco School of Medicine, University of California, Merced, and the University of California, San Francisco at Fresno. • The Small and Rural Hospital Relief Fund. • The Department of Health Care Access and Information to fund the Health Professions Career Opportunity Program.		
<u>Administering Agency/Organization Code</u> Department of Tax and Fee Administration/7600		
<u>Major Revenue Source</u> • Tax imposed by Revenue and Taxation Code section 31002. • Interest and Penalties derived from the California Electronic Cigarette Excise Tax.		
<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> In accordance with Revenue and Taxation Code section 31005 (b), amounts in the fund are continuously appropriated without regard to fiscal year.		
<u>State Appropriations Limit</u> Included – Revenues in this fund are proceeds of taxes, which are included as SAL revenues. The major revenue source is derived from proceeds of electronic cigarette taxes.		
<u>Comments/Historical Information</u> Revenue and Taxation Code section 31005 (d) (1) authorized a General Fund loan of \$3,000,000 to the fund for the purpose of implementing the tax imposed, and shall be repaid on or before June 30, 2023. The loan must be repaid before any appropriation of funds.		