

Department of Finance		Fund: 3378
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
Legal Title Small Business Hiring Credit Fund		
Legal Citation/Authority Chapter 41, Statutes of 2020 (SB 1447) Revenue and Taxation Code section 6902.7 (h)		
Fund Classification GAAP Basis Governmental/Special Revenue Funds	Fund Classification Legal Basis Governmental/Other Governmental Cost Funds	
Purpose This fund is created for the sole purpose of applying the small business hiring credits allowed by Revenue and Taxation Code sections 6902.7, 17053.72, and 23627. The purpose of the small business hiring credits is to provide financial relief for the economic disruptions resulting from COVID-19 that have resulted in unprecedented job losses.		
Administering Agency/Organization Code California Department of Tax and Fee Administration/7600		
Major Revenue Source <ul style="list-style-type: none">• Transfer of \$100,000,000 from the General Fund.• Amounts appropriated for the administration of the Small Business Hiring Credit.		
Disposition of Fund (upon abolishment) Pursuant to Revenue and Taxation Code section 6902.7 (h), any unused money remaining in the fund shall be transferred to the General Fund by June 1, 2026.		
Appropriation Authority Upon appropriation by the Legislature.		
State Appropriations Limit Always Excluded – Revenues in this fund are not proceeds of taxes and even after transfer will never become proceeds of taxes because the major revenue source is a transfer from the General Fund that has already been counted and should not be double counted.		
Comments/Historical Information Revenue and Taxation Code section 6902.8 (e) (1) states , the aggregate amount of credit that may be allocated pursuant to Sections 6902.7, 17053.72, and 23627 shall not exceed the cumulative total of one hundred million dollars (\$100,000,000). Chapter 40, Statutes of 2020 (SB 115), amended the Budget Act of 2019 and the Budget Act of 2020, and appropriated funds for the activities of the Small Business Hiring Credit in sections 86, 87 and 88.		