

Department of Finance
California Cannabis Tax Fund (3314)
Estimated Revenues & Expenditure Allocations
2026-27 Governor's Budget
(Dollars in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
REVENUES:						
Beginning Balance	669,610	696,933	469,563	538,427	461,296	403,821
Cannabis Tax Revenue	812,980	537,950	633,755	601,338	616,612	598,457
Equity Retailer Relief ¹	-	-607	-4,389	-4,506	-4,186	0
Total Revenues		537,343	629,366	596,832	612,426	598,457
Total Revenues	1,482,590	1,234,276	1,098,929	1,135,259	1,073,722	1,002,278
Allocation 1: Regulatory and Administrative						
Governor's Office of Business and Economic Development (Equity Program)	15,573	15,684	15,758	15,765	15,806	15,808
Department of Cannabis Control	-	-	-	-	65,304	83,144
Department of Fish and Wildlife	9,084	-	-	10,681	9,776	9,786
Department of Pesticide Regulation	2,726	-	-	2,752	2,752	2,752
State Water Resources Control Board	10,728	-	-	17,739	17,768	17,768
Employment Development Department	3,630	-	-	1,637	1,637	1,637
Department of Tax and Fee Administration	9,347	-	-	10,666	11,683	17,932
State Controller's Office	-	-	-	489	489	489
Department of Finance	440	-	-	-	-	770
Statewide General Administration	9,519	14,419	13,181	13,807	21,390	20,013
Total Allocation 1	61,047	30,103	28,939	73,536	146,605	170,099
Allocation 2: Specified Allocations for Research and Other Programs						
Public University/Universities in California	10,000	10,000	10,000	10,000	10,000	10,000
California Highway Patrol	3,000	3,000	-	-	-	-
Governor's Office of Business and Economic Development	40,000	50,000	50,000	50,000	50,000	50,000
University of San Diego Center for Medicinal Cannabis Research	2,000	2,000	2,000	2,000	2,000	2,000
Total Allocation 2	55,000	65,000	62,000	62,000	62,000	62,000
Allocation 3: Percentage of Remaining Revenue Collection						
Youth Education Prevention, Early Intervention and Treatment Account	401,766	401,766	371,737	323,056	276,778	242,293
Environmental Restoration and Protection Account	133,922	133,922	123,913	107,685	92,259	80,764
State and Local Government Law Enforcement Account	133,922	133,922	123,913	107,685	92,259	80,764
Total Allocation 3	669,610	669,610	619,563	538,427	461,296	403,821
Based on prior year actual tax collection						
Less funding provided by General Fund per RTC 34019.1	-	-	-150,000	-	-	-
Total Expenditures	785,657	764,713	560,502	673,963	669,901	635,920
Fund Balance	696,933	469,563	538,427	461,296	403,821	366,358

¹ Equity Retailer Relief - A cannabis equity retailer approved for vendor compensation may retain 20 percent of the cannabis excise tax as reimbursement for all costs associated with the collection of the cannabis excise tax January 1, 2023 through December 31, 2025.