

1115 Department of Cannabis Control

The Department of Cannabis Control’s mission is to develop and implement progressive cannabis policies and license and regulate commercial cannabis activity in a way that best protects public health, safety, the environment, and local communities throughout the state of California.

3-YEAR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2019-20	2020-21	2021-22	2019-20*	2020-21*	2021-22*
1460 Department of Cannabis Control	-	-	621.0	\$-	\$-	\$163,834
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	621.0	\$-	\$-	\$163,834

FUNDING			2019-20*	2020-21*	2021-22*
3288 Cannabis Control Fund			\$-	\$-	\$153,834
3346 Cannabis Tax Fund - Bureau of Cannabis Control - Allocation 2			-	-	10,000
TOTALS, EXPENDITURES, ALL FUNDS			\$-	\$-	\$163,834

LEGAL CITATIONS AND AUTHORITY

Proposed: Business and Professions Code sections 26000–26250; Fish and Game Code section 12029; Government Code section 20391; Health and Safety Code section 11474; Penal Code sections 830.2 and 830.11; and Revenue and Taxation Code section 34019.

MAJOR PROGRAM CHANGES

- Consolidation of Cannabis Licensing Entities – The Budget includes \$153.8 million Cannabis Control Fund and 621 positions to consolidate the cannabis licensing and associated regulatory functions, previously housed within the Bureau of Cannabis Control, the Department of Food and Agriculture, and the Department of Public Health, under a new stand-alone department. Of the 621 positions in the new department, 598 are existing and 23 are new, primarily to establish an executive management structure consistent with that of other state departments.
- Transfer of Local Equity Grant Program – The Budget includes statutory changes to establish permanent funding authority from the Cannabis Tax Fund for the local equity grant program that is administered by the Governor’s Office of Business and Economic Development. This change will provide permanent support so GO-Biz can help expand the work of facilitating greater equity in business ownership and employment in the cannabis market. The Budget includes \$15.5 million ongoing Cannabis Tax Fund for this program.

DETAILED BUDGET ADJUSTMENTS

	2020-21*			2021-22*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments						
Workload Budget Change Proposals						
• Department of Cannabis Control	\$-	\$-	-	\$-	\$153,834	621.0
Totals, Workload Budget Change Proposals	\$-	\$-	-	\$-	\$153,834	621.0
• Shift Cannabis Tax Fund Allocations from the Bureau of Cannabis Control	-	-	-	-	25,548	-
• Remove Cannabis Tax Fund Allocation for Local Equity Grants	-	-	-	-	-15,548	-
Totals, Other Workload Budget Adjustments	\$-	\$-	-	\$-	\$10,000	-
Totals, Workload Budget Adjustments	\$-	\$-	-	\$-	\$163,834	621.0
Totals, Budget Adjustments	\$-	\$-	-	\$-	\$163,834	621.0

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

1115 Department of Cannabis Control - Continued**3288 Cannabis Control Fund**

	2019-20*	2020-21*	2021-22*
BEGINNING BALANCE	-	-	\$57,407
Adjusted Beginning Balance	-	-	\$57,407
REVENUES, TRANSFERS, AND OTHER ADJUSTMENT:			
Revenues:			
4120700 Cannabis Licensing Fees	-	-	56,303
4121200 Delinquent Fees	-	-	963
4129000 Other Fees and Licenses	-	-	9,090
4129200 Other Regulatory Fees	-	-	78,044
4129400 Other Regulatory Licenses and Permits	-	-	498
4173000 Penalty Assessments - Other	-	-	1,352
Total Revenues, Transfers, and Other Adjustments:	-	-	\$146,250
Total Resources	-	-	\$203,657
EXPENDITURES AND EXPEDITURE ADJUSTMENT:			
1045 Cannabis Control Appeals Panel	-	-	3,057
1115 Department of Cannabis Control	-	-	153,834
4265 Department of Public Health	-	-	908
8570 Department of Food and Agriculture	-	-	1,188
9892 Supplemental Pension Payments	-	-	289
9900 Statewide General Admin Exp (Pro Rata)	-	-	10,828
Total Expenditures and Expenditure Adjustments	-	-	\$170,104
FUND BALANCE	-	-	\$33,553
Reserve for economic uncertainties	-	-	33,553

Note: Beginning balance may change once Fiscal Year 2019-20 is fully reconciled.

1115 Department of Cannabis Control - Continued
3346 Cannabis Tax Fund - Department of Cannabis Control - Allocation 2

	2019-20*	2020-21*	2021-22*
BEGINNING BALANCE	-	-	<u>\$10,000</u>
Adjusted Beginning Balance	-	-	\$10,000
REVENUES, TRANSFERS, AND OTHER ADJUSTMENT:			
Transfers and Other Adjustments			
Revenue Transfer from the California Cannabis Tax Fund (3314) to Cannabis Tax Fund - Department of Cannabis Control - Allocation 2 (3346) per Revenue and Taxation Code Section 34019(b)	-	-	10,000
Total Revenues, Transfers, and Other Adjustments:	<u>-</u>	<u>-</u>	<u>\$10,000</u>
Total Resources	<u>-</u>	<u>-</u>	<u>\$20,000</u>
EXPENDITURES AND EXPEDITURE ADJUSTMENT:			
1115 Department of Cannabis Control	-	-	10,000
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>-</u>	<u>\$10,000</u>
FUND BALANCE	<u>-</u>	<u>-</u>	<u>\$10,000</u>
Reserve for economic uncertainties	-	-	10,000

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1115 Department of Cannabis Control - Continued

DETAILED EXPENDITURES BY PROGRAM

	2019-20*	2020-21*	2021-22*
PROGRAM REQUIREMENTS			
1460 DEPARTMENT OF CANNABIS CONTROL			
State Operations:			
3288 Cannabis Control Fund	\$-	\$-	\$153,834
3346 Cannabis Tax Fund - Bureau of Cannabis Control - Allocation 2	-	-	10,000
Totals, State Operations	\$-	\$-	\$163,834
TOTALS, EXPENDITURES			
State Operations	-	-	163,834
Totals, Expenditures	\$-	\$-	\$163,834

EXPENDITURES BY CATEGORY

1 State Operations	Positions			Expenditures		
	2019-20	2020-21	2021-22	2019-20*	2020-21*	2021-22*
PERSONAL SERVICES						
Other Adjustments	-	-	621.0	-	-	49,102
Net Totals, Salaries and Wages	-	-	621.0	\$-	\$-	\$49,102
Staff Benefits	-	-	-	-	-	30,115
Totals, Personal Services	-	-	621.0	\$-	\$-	\$79,217
OPERATING EXPENSES AND EQUIPMENT				\$-	\$-	\$84,617
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$-	\$-	\$163,834

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2019-20*	2020-21*	2021-22*
3288 Cannabis Control Fund			
APPROPRIATIONS			
001 Budget Act appropriation	-	-	\$153,834
TOTALS, EXPENDITURES	-	-	\$153,834
3346 Cannabis Tax Fund - Bureau of Cannabis Control - Allocation 2			
APPROPRIATIONS			
Revenue and Taxation Code section 34019(b)	-	-	\$10,000
TOTALS, EXPENDITURES	-	-	\$10,000
Total Expenditures, All Funds, (State Operations)	\$0	\$0	\$163,834

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2019-20	2020-21	2021-22	2019-20*	2020-21*	2021-22*
Baseline Positions	-	-	-	\$-	\$-	\$-
Salary and Other Adjustments	-	-	-	-	-	-
Workload and Administrative Adjustments						
Department of Cannabis Control						
C.E.A. - B	-	-	8.0	-	-	1,089
Accountant Trainee	-	-	2.0	-	-	100

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1115 Department of Cannabis Control - Continued

	Positions			Expenditures		
	2019-20	2020-21	2021-22	2019-20*	2020-21*	2021-22*
Accounting Administrator I (Supvr)	-	-	1.0	-	-	82
Accounting Administrator II	-	-	1.0	-	-	90
Accounting Officer (Spec)	-	-	10.0	-	-	608
Assistant Chief Counsel	-	-	1.0	-	-	165
Assoc Accounting Analyst	-	-	2.0	-	-	149
Assoc Govtl Program Analyst	-	-	121.0	-	-	8,418
Assoc Mgmt Auditor	-	-	5.0	-	-	394
Assoc Pers Analyst	-	-	2.0	-	-	139
Atty	-	-	3.0	-	-	284
Atty III	-	-	7.0	-	-	907
Atty IV	-	-	4.0	-	-	573
Chief Deputy Director	-	-	1.0	-	-	165
Dep Chief - Investigations & Enforcement	-	-	1.0	-	-	127
Deputy Director	-	-	2.0	-	-	318
Director	-	-	1.0	-	-	191
Environmental Program Mgr I (Supvry)	-	-	4.0	-	-	577
Environmental Program Mgr II	-	-	2.0	-	-	319
Environmental Scientist	-	-	75.0	-	-	5,047
Graphic Designer II	-	-	1.0	-	-	62
Hlth Program Spec I	-	-	2.0	-	-	153
Info Officer I (Spec)	-	-	1.0	-	-	70
Info Officer II	-	-	1.0	-	-	86
Info Tech Assoc	-	-	5.0	-	-	350
Info Tech Mgr I	-	-	3.0	-	-	338
Info Tech Spec I	-	-	17.0	-	-	1,485
Info Tech Spec II	-	-	8.0	-	-	827
Info Tech Supvr II	-	-	4.0	-	-	408
Investigator	-	-	63.0	-	-	5,069
Lab Asst	-	-	1.0	-	-	39
Legal Secty	-	-	1.0	-	-	49
Office Techn (Typing)	-	-	33.0	-	-	1,402
Pers Techn I	-	-	3.0	-	-	125
Personnel Spec	-	-	2.0	-	-	103
Program Techn	-	-	2.0	-	-	77
Program Techn II	-	-	9.0	-	-	383
Research Scientist I	-	-	2.0	-	-	162
Research Scientist II	-	-	2.0	-	-	179
Research Scientist III	-	-	5.0	-	-	490
Research Scientist IV	-	-	1.0	-	-	113
Research Scientist Supvr II	-	-	1.0	-	-	130
Scientific Aid	-	-	-	-	-	49
Special Investigator	-	-	54.0	-	-	3,978
Sr Accounting Officer (Supvr)	-	-	3.0	-	-	225
Sr Envirnal Scientist (Spec)	-	-	8.0	-	-	734
Sr Envirnal Scientist (Supvry)	-	-	17.0	-	-	2,120
Sr Personnel Spec	-	-	1.0	-	-	59
Staff Mgmt Auditor	-	-	1.0	-	-	89
Staff Svcs Analyst (Gen)	-	-	40.0	-	-	2,078
Staff Svcs Mgr I	-	-	34.0	-	-	2,801

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1115 Department of Cannabis Control - Continued

	Positions			Expenditures		
	2019-20	2020-21	2021-22	2019-20*	2020-21*	2021-22*
Staff Svcs Mgr II (Mgrial)	-	-	1.0	-	-	95
Staff Svcs Mgr II (Supvry)	-	-	10.0	-	-	905
Staff Svcs Mgr III	-	-	4.0	-	-	419
Supvng Investigator I	-	-	9.0	-	-	885
Supvng Investigator II	-	-	3.0	-	-	333
Supvng Special Investigator I (Non-Peace Officer)	-	-	12.0	-	-	1,083
Supvng Special Investigator II (Non-Peace Officer)	-	-	4.0	-	-	407
Temporary Help	-	-	-	-	-	1,000
TOTALS, WORKLOAD AND ADMINISTRATIVE ADJUSTMENTS	-	-	621.0	\$-	\$-	\$49,102
Totals, Adjustments	-	-	621.0	\$-	\$-	\$49,102
TOTALS, SALARIES AND WAGES	-	-	621.0	\$-	\$-	\$49,102

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