

Cannabis Tax Plan
2020-21
Proposed for Adopted Budget
Prepared as of August 18, 2020

<u>Cannabis Tax Collection:</u>		<u>Amount</u>
Tax Collections	Period of July 1, 2019 - June 30, 2020	\$ 2,207,125
Interest earned	Period of July 1, 2019 - June 30, 2020	22,242
Unallocated in prior year	Remaining as of June 30, 2020	10,359
Rounding	For simplicity	(4,726)
Total available for appropriation:		<u>\$ 2,235,000</u>
Included at Recommended		<u>1,200,000</u>
Increase available for appropriation:		<u>\$ 1,035,000</u>

<u>Expenditure</u>	<u>Purpose</u>	<u>Recommended Budget</u>	<u>Proposed Amendments</u>	<u>Adopted Budget Recommendation</u>
Administration				
California Cannabis Authority	Participation fees, 0.35% of cannabis gross receipts. The California Cannabis Authority which is a joint powers authority to develop and manage a statewide data platform which will assist counties that are regulating commercial cannabis activity to help local governments ensure maximum regulatory and tax compliance.	\$ 40,000	\$ 5,000	\$ 45,000
Financial Services Equipment	Improved equipment for handling of Cannabis related payments from Cultivators.	\$ -	\$ 5,000	\$ 5,000
Cultivation				
Sheriff	Funding for Sheriff's Department activities related to illegal cannabis eradication and enforcement activities. This allocation would predominantly fund the resident deputy in the Capay area.	150,000	50,000	200,000
Early Childhood Intervention and Prevention				
Yolo Crisis Nursey	Facility set aside to support Yolo Crisis Nursey goal of new larger facility of up to 10,000 sq. ft on a 1 acre lot to allow additional emergency respite care to children and families. This set aside would be the County's support to the larger project.	100,000	100,000	200,000
Youth Development				
	Youth Development - To be determined	100,000	100,000	200,000
Rural Community Investment Program				
RCIP	Funding augmentation for the County's Rural Community Investment Program (RCIP). Through the RCIP the county funds projects in rural Yolo County that spur economic development or improve the health and safety of our community.			
	Tuli Mem Park & Pool	150,000	-	150,000
	Madison-Knights Landing Jetter	-	50,000	50,000
	Capay (SR-16) Flashing Speed Sign Replacement	-	20,000	20,000
	Guinda Town Hall Improvements	-	50,000	50,000
	Fire Department - Cache Creek OHV Response Units	-	65,000	65,000
	Center for Land Based Learning - Mobile Farmers Market	-	5,000	5,000
No Man's Land Fire	Funding would sustain fire services which are subject to reduction due to assessment not keeping pace with contractual fire service costs. This would allow time through June, 2021 for completion of the Fire Sustainability study and planning for longer term sustainability.	-	16,000	16,000
Knights Landing Levee Project	Assists County in obtaining full local cost share for which will leverage \$15.1 million in State Cost share to provide levee improvements to Knights Landing. General Fund set aside \$933,000 of cost match of \$1,685,111. This allocation nearly completes the cost match.	-	589,000	589,000
Fiscal Sustainability				
General Fund Support	The ballot measure allowed the Cannabis tax to be used as a financial sustainability measure to support discretionary county programs. Due to the significant General fund revenue loss due to COVID-19, this is proposed to be assist in balancing the budget and not employ furloughs or layoffs of county staff.	500,000	-	500,000
10% Reserve	Reserve fund to act as a cushion against market shifts and variability in cannabis tax revenue collection, consistent with the County's Fund Balances and Reserves Policy. (\$80,000 was funded in prior year)	40,000	100,000	140,000
Unallocated/Contingency				
		120,000	(120,000)	-
Total		<u>\$ 1,200,000</u>	<u>\$ 1,035,000</u>	<u>\$ 2,235,000</u>