

## **CITY OF SACRAMENTO CANNABIS BUSINESS TAX**

Per Sacramento City Code section 3.08.205, all cannabis businesses doing business in the City of Sacramento are required to pay a business tax of 4% of their gross receipts.

### **TO OBTAIN YOUR BUSINESS TAX ACCOUNT:**

1. Complete the Business Tax Application form.
2. Return completed applications to Ranelle Kawasaki at [rkawasaki@cityofsacramento.org](mailto:rkawasaki@cityofsacramento.org) or by mail or in-person to:

City of Sacramento  
ATTN: Ranelle Kawasaki  
915 I Street, Room 1201  
Sacramento, CA 95814

3. Once the account is set up, you will receive a renewal form to calculate and pay your business tax. We accept cash, credit cards, checks and money orders. Make checks and money orders payable to the City of Sacramento. Cash payments over \$2,000 require an appointment which can be made by e-mailing [marijuanapaymentcalendar@cityofsacramento.org](mailto:marijuanapaymentcalendar@cityofsacramento.org).

For questions, please contact Ranelle Kawasaki at [rkawasaki@cityofsacramento.org](mailto:rkawasaki@cityofsacramento.org) or (916) 808-1251.

### **3.08.205 Marijuana businesses.**

A. Every person engaged in a marijuana business shall pay an annual business operations tax as follows:

1. On and after July 1, 2011, four percent of each dollar of gross receipts for the reporting period.
2. Notwithstanding the tax rate imposed in subsection (A)(1), the city council may, in its discretion, at any time by resolution implement any lower tax rate it deems appropriate and may by resolution increase such tax rate from time to time, not to exceed the maximum rate established under subsection (A)(1).

B. For purposes of this section, the following terms have the following meanings:

“Gross receipts” has the meaning as defined in Section 3.08.020, as it pertains to the marijuana business’ reporting period, and includes receipts from the sale of marijuana and from the sale of paraphernalia used for consuming marijuana and any other products, goods, or services sold or provided by the marijuana business.

“Marijuana” or “Cannabis” has the meaning as defined in California Health and Safety Code Section 11018.

“Marijuana business” means a business activity including, but not limited to, planting, cultivation, harvesting, transporting, manufacturing, compounding, converting, processing, preparing, storing, packaging, providing, or selling wholesale and/or retail sales of marijuana. A marijuana business includes any facility, building, structure or location, whether fixed, mobile, permanent or temporary, where marijuana is made available, sold, given, distributed, or otherwise provided in accordance with Health and Safety Code Section 11362.5 and Article 2.5 of Chapter 6 of Division 10 of the Health and Safety Code (Health and Safety Code Section 11362.7 et seq.). A marijuana business includes medical marijuana “cooperatives” and “collectives” that are established as not for profit businesses.

“Reporting period” means a year, quarter or calendar month, as determined by the administrator.

C. The provisions of Section 3.08.210 do not apply to any marijuana business. (Ord. 2010-020 § 5)