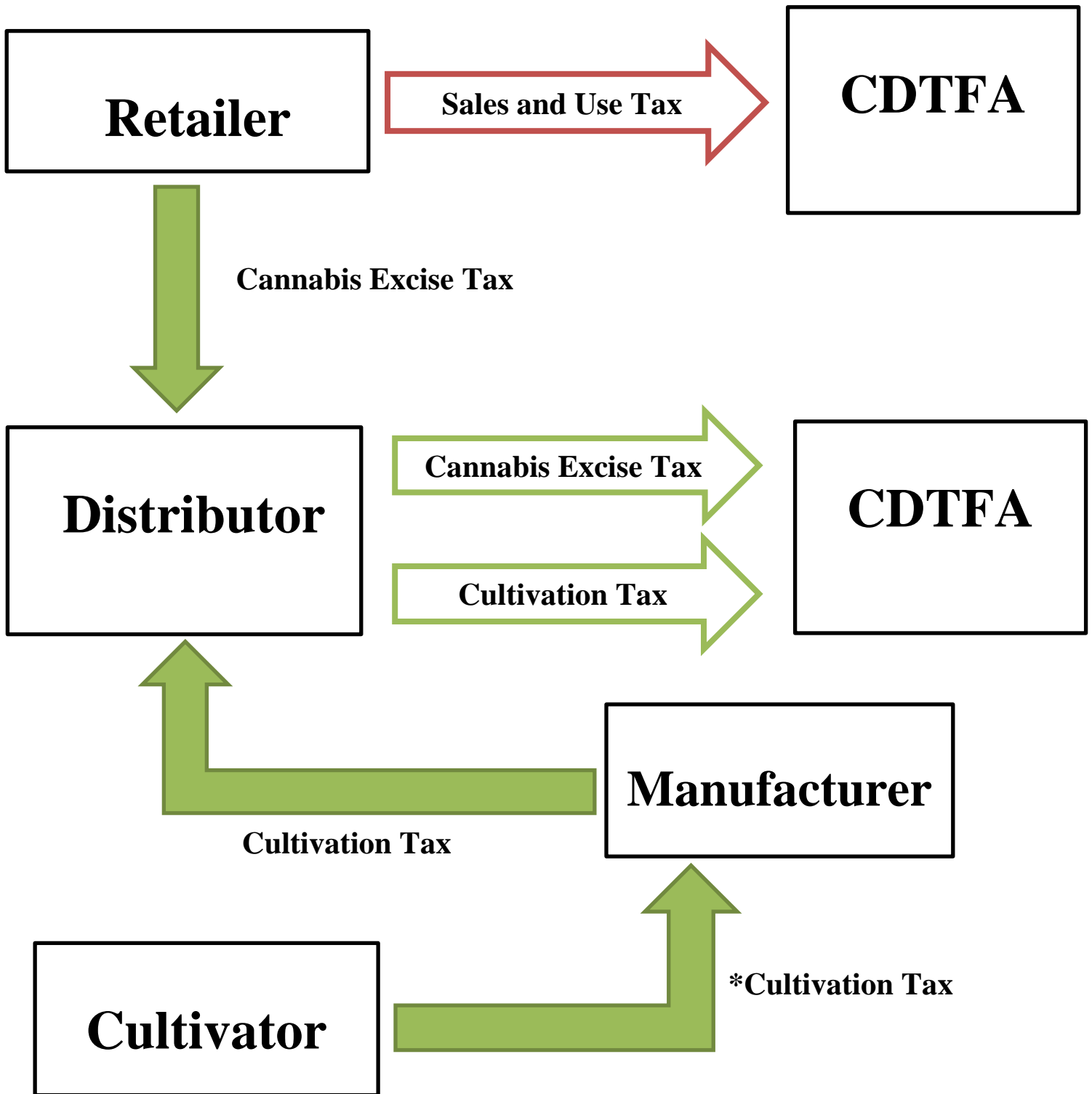


California Cannabis Taxes Flowchart With Manufacturer



* The manufacturer is required to collect the cultivation tax from the cultivator when the cultivator first sells or transfers cannabis to the manufacturer. The manufacturer will then remit the cultivation tax to the distributor.

Note: This flowchart is a basic representation for cannabis taxes and does not include all the tax obligations cannabis businesses may have. Cannabis distributors are required to hold a cannabis tax permit, file returns, and pay any cultivation tax and cannabis excise tax due to the CDTFA. All persons who sell cannabis or cannabis products, and/or other items, are required to hold a seller's permit, file returns, and pay any sales or use tax due to the CDTFA. For more information, see the Getting Started section of the *Tax Guide for Cannabis Businesses* at www.cdtfa.ca.gov/industry/cannabis.htm.