



## CALIFORNIA DEPARTMENT OF TAX AND FEE ADMINISTRATION

450 N STREET, SACRAMENTO, CA  
 PO BOX 942879, SACRAMENTO, CA 94279-0031  
 1-916-327-4207 • FAX 1-916-324-2554  
[www.cdtfa.ca.gov](http://www.cdtfa.ca.gov)

EDMUND G. BROWN JR.  
 Governor

MARYBEL BATJER  
 Secretary, Government Operations Agency

NICOLAS MADUROS  
 Director

December 31, 2018

Honorable Holly J. Mitchell, Chair  
 Joint Legislative Budget Committee  
 1020 N Street, room 553  
 Sacramento, CA 95814

**Re: Cigarette and Tobacco Products Licensing Act Law Section 22990.7, Annual Report to the Legislature**

Dear Chairwoman Mitchell:

Pursuant to the requirements of the Cigarette and Tobacco Products Licensing Act Law Section 22990.7, this report summarizes the California Department of Tax and Fee Administration's (formerly State Board of Equalization's) data about whether the annual licensing fee funding levels are set at an appropriate level to maintain an effective enforcement program for the *Cigarette and Tobacco Products Licensing Act of 2003*. This report includes the total revenue collected and total cost incurred during Fiscal Year 2017-18.

For Fiscal Year 2017-18, the total revenue collected was more than the total cost of the program resulting in the licensing fee being set at a sufficient level to support the program at this time.

Total Revenue Collected:	\$11,042,096
Total Cost:	\$ 9,531,265

If you have questions regarding this report, please contact the Program Administration Branch at (916) 323-0206.

Sincerely,

Nicolas Maduros  
 Director

NM: js

cc: Ms. Ronda Paschal, Deputy Secretary Legislation ([Ronda.Paschal@gov.ca.gov](mailto:Ronda.Paschal@gov.ca.gov))  
 Mr. Daniel Alvarez, Secretary of the Senate  
 Joint Legislative Budget Committee ([Jennifer.Troia@sen.ca.gov](mailto:Jennifer.Troia@sen.ca.gov))  
 Legislative Analyst's Office ([Tina.McGee@lao.ca.gov](mailto:Tina.McGee@lao.ca.gov))  
 Office of the Chief Clerk of the Assembly ([Amy.Leach@asm.ca.gov](mailto:Amy.Leach@asm.ca.gov))  
 Office of the Chief Clerk of the Assembly ([Dotson.Wilson@asm.ca.gov](mailto:Dotson.Wilson@asm.ca.gov))  
 Office of Legislative Counsel ([Agency.Reports@lc.ca.gov](mailto:Agency.Reports@lc.ca.gov))  
 Ms. Irena Asmundson, Department of Finance ([Irena.Asmundson@dof.ca.gov](mailto:Irena.Asmundson@dof.ca.gov))  
 Ms. Erika Li, Department of Finance ([Erika.Li@dof.ca.gov](mailto:Erika.Li@dof.ca.gov))  
 Mr. Chris Hill, Department of Finance ([Chris.Hill@dof.ca.gov](mailto:Chris.Hill@dof.ca.gov))  
 Mr. Mark Tollefson, Department of Finance ([Mark.Tollefson@dof.ca.gov](mailto:Mark.Tollefson@dof.ca.gov))  
 Mr. Steven Pavlov, Department of Finance ([Steven.Pavlov@dof.ca.gov](mailto:Steven.Pavlov@dof.ca.gov))  
 Mr. Jay Chamberlain, Department of Finance ([Jay.Chamberlain@dof.ca.gov](mailto:Jay.Chamberlain@dof.ca.gov))  
 Ms. Katie Hagen (MIC 104)  
 Mr. Jason Mallet (MIC 25)

Ms. Susanne Buehler (MIC 43)  
Ms. Michele Pielsticker (MIC 105)  
Ms. Trista Gonzalez (MIC 92}  
Ms. Lisa Sherrod (MIC 31)  
Ms. Aimee Olhiser (MIC 75)  
Ms. Sandy Barrow (MIC 31)