



**POST-PASSAGE SUMMARY OF ORDINANCE NO. 5203 AMENDING THE  
TAXATION OF COMMERCIAL CANNABIS ACTIVITIES STRUCTURE  
AND RATES**

Pursuant to Government Code §25124, On July 16, 2024, at its regularly scheduled meeting, the County of El Dorado Board of Supervisors held a public hearing to consider adoption of an ordinance amending the taxation of commercial cannabis activity structure and rates. The ordinance changed the tax rate for all types of cannabis cultivation from various square footage rates to three percent of gross receipts of gross receipts upon adoption. The rate will increase to three and half percent on July 1, 2025, and four percent on July 1, 2026. The ordinance also clarifies that taxes must be remitted in accordance with the provisions of Section 3.20.090 of the El Dorado County Code.

The Board of Supervisors also voted on whether the ordinance is exempt under California Environmental Quality Act (CEQA) Guidelines §15060(c)(2), and §15061(b)(3) as it can be seen with certainty that there is no possibility that the modifications to the Cannabis tax rates will have a significant effect on the environment, and this change will not result in a direct or reasonably foreseeable indirect physical change in the environment. The ordinance also falls within a category of activities excluded from the definition of a project pursuant to CEQA Guidelines §15378, as it relates to funding and fiscal activities not involving a commitment to any specific project.

The full text of the ordinance is available upon request to the Clerk of the Board. The Ordinance was **PASSED AND ADOPTED** by the Board of Supervisors of the County of El Dorado at a regular meeting of said Board, held on the 16<sup>th</sup> day of July, 2024, by the following vote of said Board:

**ATTEST**

**Kim Dawson**

Clerk of the Board of Supervisors

Ayes:Hidahl,Thomas,Parlin,Laine

By

/s/ Kyle Kuperus

Deputy Clerk

Noes:None

Absent:Turnboo