

**CITY OF HUNTINGTON BEACH
LEGAL NOTICE**

ORDINANCE NO. 4274

**“AN ORDINANCE OF THE PEOPLE OF THE CITY OF HUNTINGTON BEACH,
CALIFORNIA, ADDING CHAPTER 3.25 TO TITLE 3 OF THE HUNTINGTON BEACH
MUNICIPAL CODE ESTABLISHING TAXES ON CANNABIS BUSINESSES
OPERATING WITHIN THE CITY OF HUNTINGTON BEACH”**

SYNOPSIS:

Ordinance No. 4274 amends the Huntington Beach Municipal Code (HBMC) to establish a general tax that will apply to commercial cannabis businesses that may operate in Huntington Beach, if such businesses are authorized or permitted. The tax is not a sales tax imposed on qualified patients, primary caregivers or customers. The ordinance establishes both (i) a not-to-exceed rate of 6% local general tax on the gross receipts received by any cannabis retail business; and (ii) a not-to-exceed rate of 1% local general tax on any other cannabis business, including but not limited to indoor cannabis cultivation, manufacturing, testing laboratory, and distribution businesses.

COPIES OF THIS ORDINANCE ARE AVAILABLE IN THE CITY CLERK'S OFFICE.

Approved by a Majority of Voters of the City of Huntington Beach at the General Municipal Election Held on November 6, 2022; Certified by the Orange County Registrar of Voters on December 2, 2022; and Per Resolution No. 2022-69 Recited and Approved by the Huntington Beach City Council on December 6, 2022

This ordinance is effective December 16, 2022.

**CITY OF HUNTINGTON BEACH
2000 MAIN STREET
HUNTINGTON BEACH, CA 92648
714-536-5227
ROBIN ESTANISLAU, CITY CLERK**