

# CITY OF WATSONVILLE

## CANNABIS BUSINESS TAX REMITTANCE FORM



MAILING: 250 MAIN STREET, WATSONVILLE, CA 95076  
 (831) 768-3471 FAX: (831) 763-4066

Date: \_\_\_\_\_

Business Name: \_\_\_\_\_

Address: \_\_\_\_\_

Email: \_\_\_\_\_

### Non-Cultivation

Per the City of Watsonville Municipal Code (WMC) 3-6.1207 (A), each person owing a tax under this chapter shall, on or before the fifth day of each calendar month, prepare and submit a tax statement to the Finance Director for the amount of tax owed for the preceding calendar month. At the time the tax statement is filed, on or before the fifth day of the succeeding month, the full amount of the tax owed for the preceding calendar month shall be remitted to the Finance Director.

Phone Number \_\_\_\_\_

Tax period (Indicate monthly and Year): \_\_\_\_\_ Business License #: \_\_\_\_\_

<b>Business Type &amp; Tax Rate – Select the applicable business type:</b>	
<input type="checkbox"/> Manufacturing 2.5% of gross receipts	<input type="checkbox"/> Retail (Dispensary): 5% of gross receipts

Calculation of Cannabis Business Tax		
1	Gross Receipts for the month	\$
2	Less: Adjustments (Refer to WMC 3-6.1202(H) 1 through 13) Adjustments must be itemized and attached	\$
3	Taxable Gross Receipts (Subtract Line 2 from Line 1)	\$
4	Tax Rate (Enter the applicable Rate from the <b>Bus. Type &amp; Tax Rate</b> section above)	
5	Tax Due (Multiply Line 4 by Line 3)	\$
6	Less: Prepayments <i>Proof of prepayments must be attached</i>	\$
7	Balance Due (Subtract Line 6 from Line 5)	\$

### Monthly Cannabis Tax Form – Non-Cultivation: Continued

Penalties and Interest Calculation (If Applicable)		
Any person who fails or refuses to pay any cannabis business tax required to be paid pursuant to the WMC 3-6.1207 on or before the due date shall pay penalties and interest as follows:		
8	<b>Penalty 1:</b> A penalty equal to 25% of the amount of the tax due (multiply line 7 by 25%)	\$
9	<b>Interest 1:</b> Interest on Tax Due (multiply Line 7 by (1%) by the number of months past due from due date)	\$
10	<b>Penalty 2:</b> Additional 25% penalty assessed on amount of tax remains unpaid more than one calendar month beyond the due date (Multiply Line 7 by 25%)	\$
11	<b>Interest 2:</b> Additional interest on tax and penalties due (Add Line 7-10 and multiply by (1%) by number of months past due)	\$
12	<b>Total Cannabis Tax, Penalties and Interest Due &amp; Remitted</b> (Add Lines 7-11)	\$

**Note: Interest shall be applied at the monthly rate on the first day of the month for the full month and will continue to accrue monthly on the tax and penalty until the balance is paid in full.**

I hereby certify under penalty of perjury that the foregoing statements contained in this tax return are true and correct to the best of my knowledge and belief and that any gross receipts not subject to the cannabis tax will be reported separately and business tax paid. I also certify to keep and preserve, for a period of at least three (3) years, all records as may be necessary to determine the amount of such tax as he or she may have been liable for the collection of and payment to the City, which records the Finance Director shall have the right to inspect at all reasonable times.

Signature \_\_\_\_\_ Print Name \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_