



Office of Cannabis Management

KATHY HOCHUL

Governor

TREMAINE WRIGHT

Cannabis Control Board Chair

JESSICA GARCIA

Board Member

REUBEN MCDANIEL, III

Board Member

ADAM W. PERRY

Board Member

JENNIFER GILBERT JENKINS

Board Member

CHRIS ALEXANDER

Executive Director

New York State Office of Cannabis Management: Community Grants Reinvestment Fund Report

February 1, 2023

The Community Grants Reinvestment Fund (“CGR Fund”) is governed and administered by the New York State Cannabis Advisory Board pursuant to the provisions of Cannabis Law §14(1) and State Finance Law §99-kk. The money in the CGR Fund will be administered and disbursed by the Office of Cannabis Management and the Urban Development Corporation to provide grants for qualified community-based nonprofit organizations and approved local government entities to reinvest in communities disproportionately affected by past federal and state drug policies.

The following report is issued pursuant to State Finance Law §99-kk(5), which provides, in relevant part, that the Office of Cannabis Management shall provide a written report each year which details how the money in the CGR Fund was utilized in the previous calendar year. The information required in this report is as follows:

- (a) The amount of money available and dispersed from the fund and the award process used for such disbursements: **No funds disbursed in 2022.***
- (b) recipients of awards from the fund: **No recipients were awarded grants in 2022.***
- (c) the amount awarded to each recipient of an award from the fund: **No amount awarded in 2022.***
- (d) the purposes for which such awards were granted: **No awards granted in 2022.***
- (e) a summary financial plan for such monies which shall include estimates of all receipts and all disbursements for the current and succeeding fiscal years, along with the actual results from the prior fiscal year. **Approximately \$4.9 million was transferred into this fund in 2022 as a result of Medical Program funding that accumulated over the past several years and was allocated to this fund under the Marijuana Regulation and Taxation Act (MRTA). It is expected that this funding will be disbursed in 2023. Receipts and disbursements for future years are still being determined as the Adult-use program continues to grow.***

No awards were granted from the CGR Fund in 2022. Disbursements into the fund are governed by the provisions of State Finance Law §99-ii, which established the New York State Cannabis Revenue Fund (Revenue Fund). The Revenue Fund consists of funds collected from the tax on Adult-Use Cannabis Products (Tax Law Article 20-C) and all other moneys credited or transferred thereto from any other fund or source pursuant to law. Deposits in the Revenue Fund will first be used for administrative costs incurred by the state as outlined in State Finance Law §99-ii(2-a) and (3). Forty percent of the amount remaining in the Revenue Fund will then be disbursed into the CGR Fund and awarded pursuant to the provisions of State Finance Law §99-kk by the New York State Cannabis Advisory Board.



Office of Cannabis Management

KATHY HOCHUL

Governor

TREMAINE WRIGHT

Cannabis Control Board Chair

JESSICA GARCIA

Board Member

REUBEN MCDANIEL, III

Board Member

ADAM W. PERRY

Board Member

JENNIFER GILBERT JENKINS

Board Member

CHRIS ALEXANDER

Executive Director

Adult-use Cannabis sales began in New York State on December 29, 2022, when the first Adult-use Retail Dispensary opened. As more Adult-use Retail Dispensaries open and adult-use cannabis sales continue to grow over the next year, it is anticipated the CGR Fund will receive disbursements and such funds will be awarded by the Cannabis Advisory Board as grants to reinvest in communities disproportionately affected by past federal and state drug policies next year.