

**Text of California Code of Regulations,
Title 18, Division 2, Chapter 8.7, Section 3702**

(A new regulation to be added to Cal. Code Regs., tit. 18, div. 2)

Regulation 3702. California Cannabis Track-and-Trace.

A distributor or cannabis retailer that is required to record commercial cannabis activity in the California Cannabis Track-and-Trace system pursuant to the Medicinal and Adult-Use Cannabis Regulation and Safety Act (commencing with section 26000 of the Business and Professions Code), shall enter into the California Cannabis Track-and-Trace system specified information as follows:

- (1) Wholesale Cost. When cannabis or cannabis products are sold or transferred to a cannabis retailer in an arm's length transaction, the distributor and cannabis retailer shall enter the cannabis retailer's wholesale cost of the cannabis or cannabis products.
- (2) Retail Selling Price. When cannabis or cannabis products are sold in a retail sale, the cannabis retailer shall enter the retail selling price of the cannabis or cannabis products.

Note: Authority cited: Section 34013, Revenue and Taxation Code. Reference: Sections 34010, 34011 and 34015, Revenue and Taxation Code; Sections 26067 and 26068, Business and Professions Code.