

Erica Pan, MD, MPH  
Director and State Public Health Officer

Gavin Newsom  
Governor

## Microenterprise Home Kitchen Operation Adjusted Gross Annual Sales Limit

Assembly Bill 626- The Microenterprise Home Kitchen Operation allows for an adjusted gross annual sales limit based on the California Consumer Price Index (CPI). The California Retail Food Code Section below is the reference. As the CPI percent changes annually this information will be updated.

**113825. (a)** "Microenterprise home kitchen operation" means a food facility that is operated by a resident in a private home where food is stored, handled, and prepared for, and may be served to, consumers, and that meets all of the following requirements: (8) The operation has no more than fifty thousand dollars (\$50,000) in verifiable gross annual sales, as adjusted annually for inflation based on the [California Consumer Price Index](#).

The annual average adjustment rate is based on previous years CPI as follows:

Effective Year	Based on Average Adjustment Rate of CPI	Consumer Price Index Percent	Total Sales Allowance
January 1, 2019	N/A	N/A	\$50,000
January 1, 2020	2018-2019	2.5	\$51,250
January 1, 2021	2019-2020	1.7	\$52,121
January 1, 2022	2020-2021	4.2	\$54,310
January 1, 2023	2021-2022	7.3	\$58,275
July 21, 2023	AB 1325 Gross Income Adjustment	AB 1325 Gross Income Adjustment	\$100,000
January 1, 2024	2022-2023	3.9	\$103,900
January 1, 2025	2023-2024	3.1	\$107,121