



# Cash Flow Management Tips for Cannabis Businesses

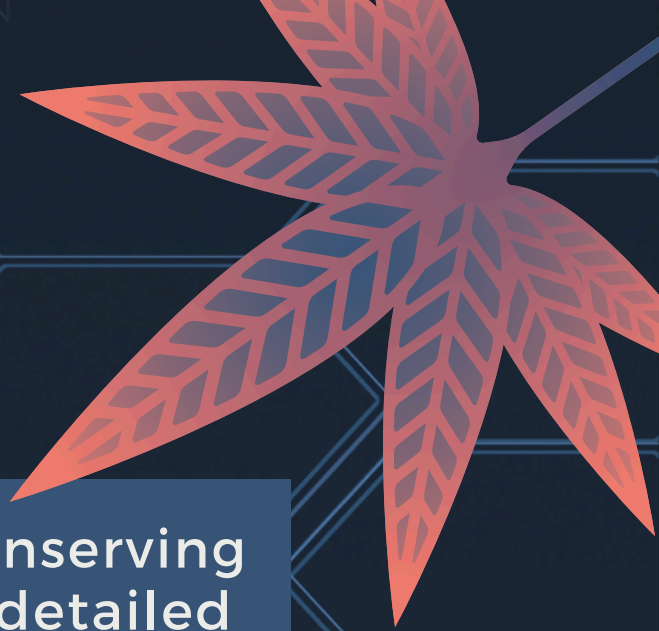

THIS POST IS FOR GENERAL INFORMATIONAL PURPOSES ONLY;  
PLEASE CONSULT YOUR CPA.



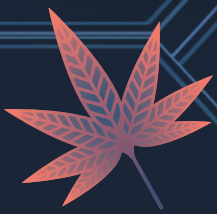
**LEACIF**  
Certified Public Accountant

Continue to  
learn more





When operating a new business, conserving cash and managing cash flow in a detailed manner can help when cash flow is often likely to be more unstable or unpredictable.



With current market dynamics, cannabis businesses especially can benefit from cash conservation and management.

**Here are a few tips:**



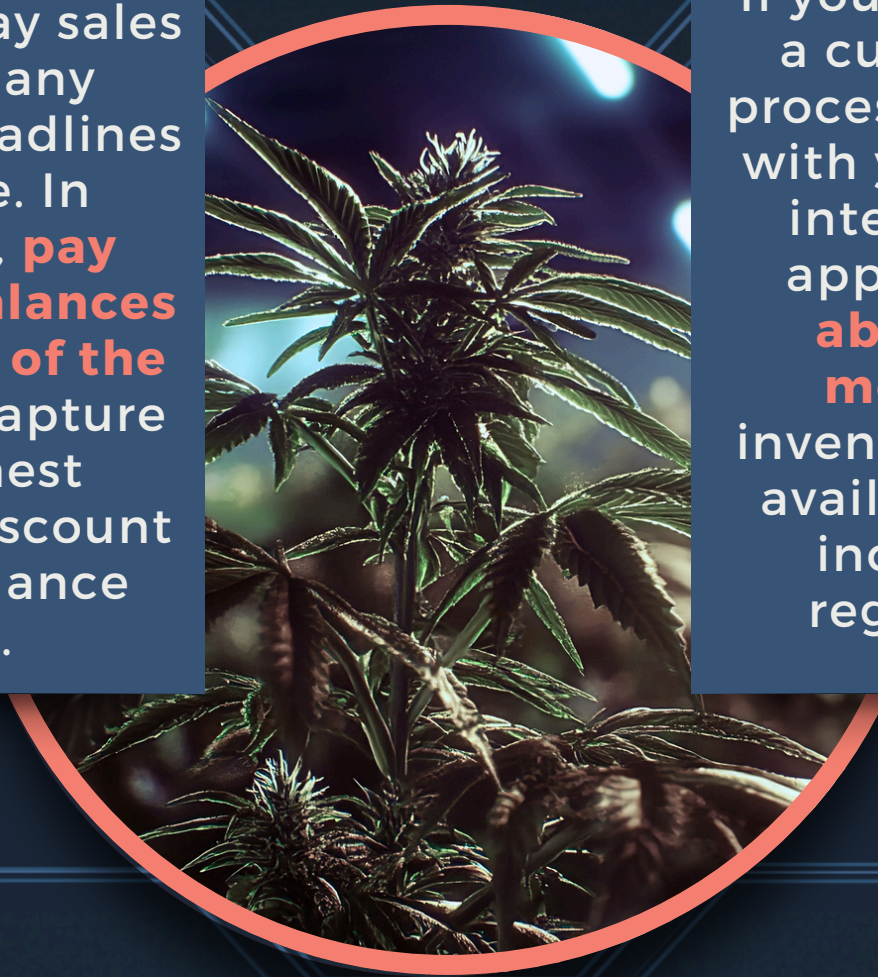
**LEACIF**

Certified Public Accountant

Continue to  
learn more



If your business is a retailer, pay sales taxes by any discount deadlines available. In Michigan, **pay sales tax balances by the 12th of the month** to capture the highest available discount on the balance owed.



If your business is a cultivator or processor, consult with your CPA to interpret and apply the **full absorption method** of inventory costing available under income tax regulations.



**LEACIF**  
Certified Public Accountant

Continue to  
learn more





Regularly **analyze your open accounts payable and receivable balances**, including following up on any discrepancies. Consider generating **automatic reports** sent on a weekly or other regular basis.



Continue to  
learn more



Review and discuss financial reporting on a monthly or otherwise regular basis, including trends, costs, and **areas of special focus or improvement.**



Make sure your accounting records are reconciled and up to date, with any **errors timely identified** and resolved. Mispayments, incorrect charges, and other errors can be common.



**LEACIF**  
Certified Public Accountant

Continue to  
learn more



**To learn more about how we help  
our Clients, please visit:**

**[LEACIF.com/Cannabis](https://leacif.com/Cannabis)**



**LEACIF**

**Certified Public Accountant**

**Innovate Your Expectations | Live Your Values | Define Your Control**