



Fiscal Note H.B. 333

2016 General Session
Electronic Cigarette Products, Nicotine Inhalers, and Related Revenue Amendments
by Ray, P.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$0	\$0	\$0

State Government

UCA 36-12-13(2)(b)

Enactment of this bill expands the cigarette and tobacco tax to include e-cigarette products which would be taxed at a rate of .86 of manufacturer's sales price with revenues to be deposited into the Electronic Cigarette Product and Nicotine Inhaler Tax Restricted Account. Revenues deposited into this account shall be distributed as specified in the bill. It is estimated that taxing e-cigarette products would generate approximately \$11,100,000 in FY 2017 and \$11,600,000 in FY 2018.

Revenues	FY 2016	FY 2017	FY 2018
Restricted Funds	\$0	\$11,100,000	\$11,600,000
Total Revenues	\$0	\$11,100,000	\$11,600,000

Enactment of this bill could cost the Department of Health \$2,000,000 from the Electronic Cigarette Product and Nicotine Inhaler Tax Restricted Account to administer the pilot program and the associated contracts.

Expenditures	FY 2016	FY 2017	FY 2018
Restricted Funds	\$0	\$2,000,000	\$2,000,000
Total Expenditures	\$0	\$2,000,000	\$2,000,000

Net All Funds	\$0	\$9,100,000	\$9,600,000
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Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

UCA 36-12-13(2)(d)

Enactment of this bill would impose a tax on e-cigarette products of .86 of manufacturer's price. It is estimated that Utah consumers would pay \$11,100,000 more in tax on these products in FY 2017 and \$11,600,000 in FY 2018.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.