

FISCAL NOTE

H.B. 112

SHORT TITLE: Regulation of Electronic Cigarettes

SPONSOR: Ray, P.

2014 GENERAL SESSION

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

The bill costs and generates dedicated credits of \$70,000 in FY 2014, \$200,000 in FY 2015, and \$150,000 ongoing beginning in FY 2016 for the Department of Health for 2 FTEs to issue electronic cigarette product licenses and ensure compliance as well as creating a new database for issuing and maintaining licenses.

STATE BUDGET DETAIL TABLE

	FY 2014	FY 2015	FY 2016
Revenue:			
Dedicated Credits	\$70,000	\$200,000	\$150,000
Total Revenue	\$70,000	\$200,000	\$150,000
Expenditure:			
Dedicated Credits	\$70,000	\$200,000	\$150,000
Total Expenditure	\$70,000	\$200,000	\$150,000
Net Impact, All Funds (Rev.-Exp.)	\$0	\$0	\$0
Net Impact, General/Education Funds	\$0	\$0	\$0

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

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

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d))

About 1,700 people annually wishing to manufacture or sell an electronic cigarette product will pay a new fee of about \$120 to generate total revenue of \$70,000 in FY 2014, \$200,000 in FY 2015, and \$150,000 ongoing beginning in FY 2016.

PERFORMANCE NOTE (JR 4-2-404): Not Required