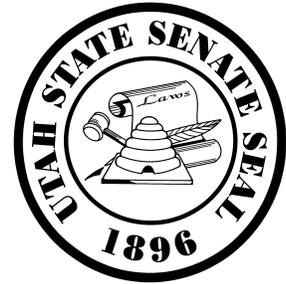




Fiscal Note

S.B. 37

2020 General Session
Electronic Cigarette and Other Nicotine
Product Amendments
by Christensen, A.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$34,000,000	\$(14,000,000)	\$20,000,000

State Government

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

Revenues	FY 2020	FY 2021	FY 2022
General Fund	\$0	\$34,000,000	\$34,000,000
General Fund, One-time	\$0	\$(14,000,000)	\$0
New Account Created By Bill (FN Only)	\$0	\$3,000,000	\$3,000,000
Total Revenues	\$0	\$23,000,000	\$37,000,000

Enactment of this bill may increase revenue to the newly created Electronic Cigarette and Other Nicotine Product Tax Restricted Account by \$3.0 million ongoing beginning in FY 2021. The bill may also increase revenue to the General Fund by \$20.0 million in FY 2021 and \$34.0 million in FY 2022.

Expenditures	FY 2020	FY 2021	FY 2022
New Account Created By Bill (FN Only)	\$0	\$1,000,000	\$1,000,000
Total Expenditures	\$0	\$1,000,000	\$1,000,000

The Department of Human Services may spend up to \$1.0 million annually from the newly-created Electronic Cigarette Substance and Nicotine Product Tax Restricted Account beginning in FY 2021 on substance abuse services.

	FY 2020	FY 2021	FY 2022
Net All Funds	\$0	\$22,000,000	\$36,000,000

Local Government

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

Enactment of this bill may increase revenue to the 13 local health departments by \$2.0 million annually beginning in FY 2021 to cover costs associated with electronic cigarette and nicotine product enforcement and education.

Individuals & Businesses

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

Enactment of this bill may increase the tax burden for purchasers of electronic cigarettes and other nicotine products by \$23.0 million in FY 2021 and \$37.0 million in FY 2022.

Regulatory Impact

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

Enactment of this legislation could result in a medium increase in the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

Required of the Human Services and due by September 26, 2019

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.