

# Vermont Legislative Joint Fiscal Office

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## FISCAL NOTE

Date: March 30, 2016

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### H.93 Increasing the Smoking Age Increasing the Smoking Age with House Ways and Means Committee Amendment

#### Fiscal Estimates

The Amendment makes up the estimated loss of cigarette and other tobacco products tax revenue by increasing the cigarette and OTP taxes over the same three-year period.

#### Increasing the Smoking Age and Increasing the Cigarette and OTP Taxes

Fiscal Year	Smoking Age	Year 1	Year 2	Year 3	Cumulative
2017	18 - 19	(375,000)	n/a	n/a	(375,000)
2018	19 - 20	(900,000)	(375,000)	n/a	(1,275,000)
2019	20 - 21	(900,000)	(900,000)	(375,000)	(2,175,000)
2020	21	(900,000)	(900,000)	(900,000)	(2,700,000)

Fiscal Year	Tax Increase	Year 1	Year 2	Year 3	Cumulative
2017	13 cents	375,000	n/a	n/a	375,000
2018	13 cents	900,000	375,000	n/a	1,275,000
2019	13 cents	900,000	900,000	375,000	2,175,000
2020		900,000	900,000	900,000	2,700,000

These estimates are rounded.

#### Cigarette and OTP Tax Rates

Date	Cigarette Tax	OTP per ounce
Current Law	3.08	2.57
1/1/2017	3.21	2.68
1/1/2018	3.34	2.78
1/1/2019	3.47	2.89

