

Vermont Legislative Joint Fiscal Office

One Baldwin Street • Montpelier, VT 05633-5701 • (802) 828-2295 • Fax: (802) 828-2483

FISCAL NOTE

Date: 3/21/17

Prepared by: Nolan Langweil & Sara Teachout

Senator Ingram Amendment to S.88

This amendment proposes to exempt those who attained 18 years of age on or before July 1, 2017. This language changes the estimated revenue reductions to the following:

Estimated Tax Revenue Change by Fiscal Year

As passed Senate Health & Welfare		Amendment as proposed	
Year	Cigarette & Tobacco Tax Δ	Year	Cigarette & Tobacco Tax Δ
FY 2018	(742,500)	FY 2018	(180,000)
FY 2019	(790,000)	FY 2019	(475,000)
FY 2020	(770,000)	FY 2020	(750,000)

Moneys from the cigarette and tobacco tax are deposited into the State Health Care Resources Fund (SHCRF) and are used to draw federal matching dollars to fund the state's health care programs such as Medicaid, the Children's Health Insurance Program (CHIP) and Vermont Health Connect. To the extent that any revenue reductions are not made up or offset, the potential reductions in federal match and gross dollars are illustrated below (using the regular FMAP rate).

Estimated Potential Impact on Global Commitment Funding

Fiscal Year	State Dollars	Federal Dollars	Total Gross Dollars
2018	(180,000)	(208,937)	(388,937)
2019	(475,000)	(551,361)	(1,026,361)
2020	(750,000)	(870,570)	(1,620,570)