

# VERMONT SENATE BILL 18

V.J. Mayor

## **KEY POINTS**

### Cross Border Sales

History shows us that enacting tobacco flavor bans at the state level only leads to one thing, cross border sales.

#### Illicit Sales

Enacting this bill will drive sales to the illicit market that is dangerous for both retailers and adult tobacco consumers.

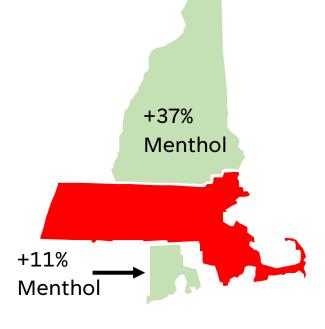
#### Harmful to Small Businesses

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Enacting this bill will detrimentally harm family owned, tax paying, and community engaged small businesses.

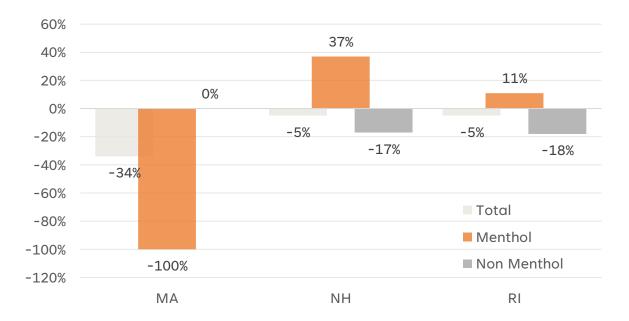
## CROSS BORDER SALES CIGARETTES

Massachusetts was the first state to pass a ban on all flavored tobacco products.



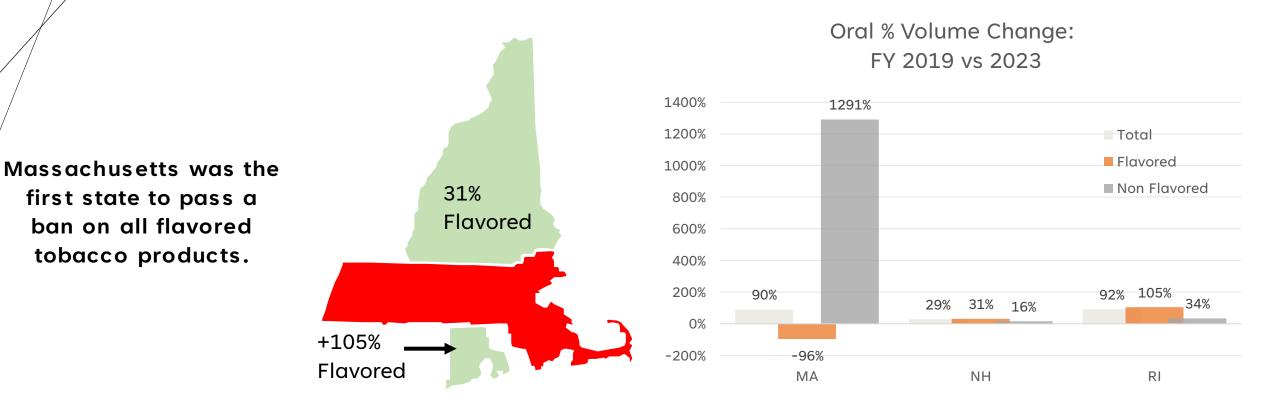
+55 MILLION more menthol packs sold in NH and RI since FY 2019

### Cigarette % Volume Change: FY 2019 vs 2023



Source: MSAI Shipments to Retail

## CROSS BORDER SALES ORAL: MOIST SNUFF/DIP & MODERN ORAL



+8.2 MILLION more flavored moist snuff/dip and modern oral tins sold in NH & RI since FY 2019

Source: MSAI Shipments to Retail

## ILLICIT SALES

"Many Massachusetts residents are still smoking menthols; they're just buying them from a different state. It has also dramatically reduced the state's tax revenue, and that's a rough combination for Massachusetts."4

-Simha Mummalaneni,Ph.D. University of Washington

Mass. flavored smoke ban fuels cross-border smuggling

By Christian M. Wade | Statehouse Reporter Dec 19, 2022

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BOSTON — Massachusetts banned the sale of flavored and menthol cigarettes and vaping products several years ago, but those products are still getting into the state through the underground market.





Justice.gov > U.S. Attorneys > Eastern District of North Carolina > Press Releases > 25 Individuals Charged In Rocky Mount Cigarette Smuggling and Money Laundering Operation

#### PRESS RELEASE

## 25 Individuals Charged in Rocky Mount Cigarette Smuggling and Money Laundering Operation

Friday, November 5, 2021	For Immediate Release	
💓 Mass.gov	Search Mass.gov	SEARCH C

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#### PRESS RELEASE

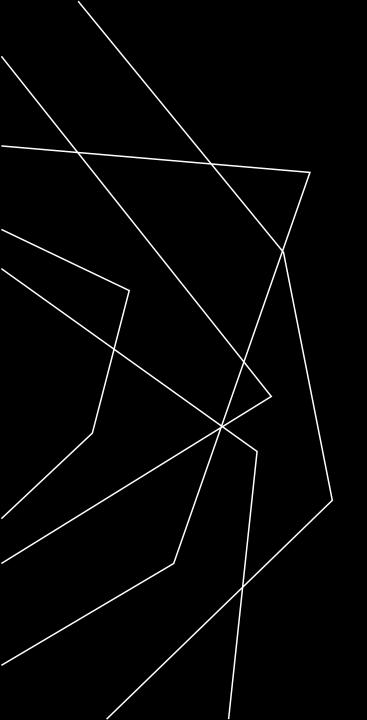
### Sharon Man Charged in Connection with Major Illegal Tobacco Operation

Defendant Sold Tens of Thousands of Dollars of Untaxed Tobacco Products in Worcester, Norfolk, Plymouth Counties

FOR IMMEDIATE RELEASE: 10/07/2020		MEDIA CONTACT
	Office of Attorney General Maura Healey	Alex Bradley
		🚺 Phone
		(617) 727-2543
BOSTON — Attorney General Maura Healey announced today that a Sharon man has been		💻 Online
arrested and charged in connection with an ongoing scheme to illegally sell tobacco products across the state.		alexander.bradley@mass.go

## SUMMARY

Enacting SB 18 will force consumers across state lines or into the illicit market robbing Vermont of tax revenue or worse forcing consumers into an illicit market.



# THANK YOU

V.J. Mayor

Northeast Wholesalers Association