

Oregon Smoker Profile

Income	% of Smokers	Cumulative % Smokers	Number of Smokers	Cumulative Number of Smokers
Under \$10,000	9.6%	9.56%	42,940	32,597
\$10,000 - \$15,000	9.5%	19.07%	42,724	75,321
\$15,000 - \$20,000	13.1%	32.20%	59,140	134,461
\$20,000 - \$25,000	11.5%	43.67%	51,540	186,001
\$25,000 - \$35,000	13.7%	57.39%	61,648	247,649
\$35,000 - \$50,000	13.2%	70.63%	59,465	307,114
\$50,000 - \$75,000	16.0%	86.59%	71,704	378,818
\$75,000+	13.4%	99.97%	60,099	438,917

According to the CDC : In Oregon, 16.3% of the adult population (aged 18+ years)—over 476,000 individuals—are current cigarette smokers. Across all states, the prevalence of cigarette smoking among adults ranges from 9.3% to 26.5%.

MEASURE: SB 692
 EXHIBIT: N
 Senate Finance and Revenue 76th Session
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 SUBMITTED BY: MARK NELSON

Current Tax Overview

Income	Average Annual Income Tax*	Current Average Annual Tobacco Tax + MSA (1.18+.33) x 1 Pack/Day)	Current Tobacco Tax vs. Annual Income Tax
Under \$10,000	\$50	\$551.15	999%
\$10,000 - \$15,000	\$253	\$551.15	118%
\$15,000 - \$20,000	\$497	\$551.15	11%
\$20,000 - \$25,000	\$796	\$551.15	-31%
\$25,000 - \$35,000	\$1,241	\$551.15	-56%
\$35,000 - \$50,000	\$1,934	\$551.15	-71%
\$50,000 - \$75,000	\$2,984	\$551.15	-82%
\$75,000+	\$9,403	\$551.15	-94%

*2008 average annual income tax data provided by Legislative Revenue.

OREGON SMOKERS' CONTRIBUTIONS TO THE STATE ECONOMY - FY2010

In 2010, the 17.9% of adults who comprise OREGON'S smoker population paid more than their fair share in taxes and tobacco settlement payments because they chose to buy a legal product:

Excise Taxes	Tobacco Settlement Payments	Total Smoker Payments FY2009
\$202,267,000	\$82,300,000	\$284,567,000

TOTAL TOBACCO SETTLEMENT PAYMENTS TO OREGON TO DATE (1998-2010): \$860,500,000

OREGON Smokers' Economic/Tax Profile 2009:

- OREGON smokers' median household income \$29,588
- OREGON nonsmokers' median household income \$54,285
- 57.4% of OREGON smokers had household incomes LESS THAN \$25,000.
- Only 13.4% of OREGON smokers had household incomes EQUAL TO or GREATER THAN \$75,000.

The impact of smoker payments on the incomes of working families was disproportionately greater – more than THREE TIMES higher – than the impact on the minority of smokers who have higher incomes.

Tax and settlement payment liability paid only by smokers in FY2010:

- Total average paid per OREGON smoker in excise taxes \$395
- Cost per OREGON smoker for settlement payments to OREGON \$160
- Total annual payments to OREGON per smoker \$555

Payments by OREGON smokers in FY2010 were:

- Larger than state liquor sales revenues (\$186.4 million)
- More than six times as large as insurance tax revenues (\$43.1 million)
- Three times larger than estate tax revenues (\$98 million)

OREGON smoker payments of OVER \$284 MILLION were large enough to support FY2010 funding for:

- Department of Justice (\$204.3 million) AND Commission on Children and Families (\$35.9 million)

OR

- Fish and Wildlife Department (\$131.1 million) AND Oregon Health and Science University (\$55.6 million) AND Student Assistance Commission (\$59.7 million)

TOTAL SMOKER CIGARETTE PAYMENTS TO OREGON FY2010

Per year:	\$284,567,000
Per day:	\$781,241
Per hour:	\$32,552
Per minute:	\$543
Per second:	\$9

CIGARETTES DON'T PAY TAXES – OREGON SMOKERS DO!!