77TH OREGON LEGISLATIVE ASSEMBLY 2013 REGULAR SESSION STAFF MEASURE SUMMARY SENATE FINANCE AND REVENUE COMMITTEE MEASURE: HB 2870 - Various

CARRIER:

KEVENUE	::
FISCAL:	

Action: Vote:

> Yeas: Nays: Exc.:

Prepared By: Dae Baek, Economist

Meeting Dates: 4/29, 6/27

WHAT THE BILL DOES: Removes prohibition against the imposition of cigarette and tobacco taxes by a county. Sets limits on cigarette and tobacco tax rates that can be imposed by a county. Requires that at least 40 percent of revenue collected from taxes on cigarettes and tobacco products be used for public health programs and services for tobacco use prevention and cessation, and mental health and addiction services or programs. Prohibits a county from imposing cigarette and tobacco taxes on the sale or use of cigarettes and tobacco products occurring within Indian country of a federally recognized tribe. Applies changes to cigarettes and tobacco products distributed on or after January 1, 2015.

ISSUES DISCUSSED:

Salem, OR 97301-1347

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EFFECT OF COMMITTEE AMENDMENTS: -A3: Removes prohibition only against cigarette tax. **-A4:** Prohibits a county from imposing cigarette and tobacco taxes on the sale or use of cigarettes and tobacco products occurring within Indian country of a federally recognized tribe. **-A10**: Applies changes to cigarettes and tobacco products distributed on or after January 1, 2015.

BACKGROUND: Current law specifies that the existing taxes on cigarettes and tobacco products are in lieu of all other state, county or municipal taxes on the sale or use of cigarettes and tobacco products (ORS 323.030 and ORS 323.640).

State Capitol Building 900 Court St NE, Room 143

http:/www.leg.state.or.us

Phone: 503-986-1266

Fax: 503-986-1770

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