

**SB 4129: Additional notes:**

- Amending ORS 323.030 – increase tax rates for every distributor of cigarettes by 75 mills per cigarette or 150 cents per pack. **Section 2 and 3 (5)**
- Amending ORS 323.455 – Dedicate additional tax revenue to Oregon Health Authority Fund to be dedicated to coordinated care organizations for innovative and non-traditional health services. **Section 4 (6)**
- An additional 75 mills per cigarette of floor tax is imposed (\$1.50) on any distributor for storing cigarettes for eventual sale on or before January 1, 2015. **Section 6 (1,2,3)**
- A floor tax and cigarette adjustment indicia tax of \$1.875 is imposed on each cigarette tax stamp with the designation of “25” and \$1.50 for each Oregon tax stamp bearing the designation “20” respectively. **Section 7**
- Every distributor must take an inventory of affixed and unaffixed Oregon cigarette tax stamps and file report to ODOR by January 20, 2015. **Section 8**
- **Electronic cigarettes:**  
Defines vapor product to include electronic devices that heat nicotine and other solutions with the purpose of creating a vapor for inhalation. **Section 9 (16)**
- **Tobacco products:**  
ORS 323.505 is amended with the following changes in tax rates: 65 percent of wholesale prices of cigars are changed to 81.25% and the exceedance limit is changed from 50 cents per cigar to 62.5 cents.  
  
Increase in tax for Moist snuff from \$1.78 per ounce (net weight) to \$2.23 per ounce with the floor tax to change from \$2.14 to \$2.68 per retail container. OR  
  
Increase in tax for all tobacco products that are not cigars or moist snuff from 65% of wholesale price to 81.25%. **Section 10**
- **Tax revenue distribution:**  
Tax revenue received from the increase in taxes for cigarettes, electronic cigarettes and tobacco products would be directed to the Oregon Health Authority Fund for use by coordinated care organizations pursuant of ORS 414.651.  
15% of these additional funds will be directed to mental health or substance use disorders. **Section 11 (2)**