

**HB 3178 STAFF MEASURE SUMMARY**

**House Committee On Revenue**

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**Prepared By:** Christine Broniak, Economist

**Meeting Dates:** 3/21

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**WHAT THE MEASURE DOES:**

Imposes tax on wholesale sale of inhalant-form nicotine based on percentage of wholesale price. Provides that person may not make wholesale sale of inhalant-form nicotine unless premises at which inhalant-form nicotine is received, stored or delivered is licensed. Establishes licensing program within Department of Revenue. Provides that licensing provisions become operative January 1, 2018.

**ISSUES DISCUSSED:**

**EFFECT OF AMENDMENT:**

**BACKGROUND:**

Inhalant-form nicotine is not currently taxed. The measure would impose a tax on the nicotine liquids that are intended for vapor products. The bill requires a three-fifths majority as it implements a new tax.