

HB 2158 STAFF MEASURE SUMMARY

House Committee On Revenue

Prepared By: Kaitlyn Harger, Economist

Meeting Dates: 4/10, 4/11

WHAT THE MEASURE DOES:

Removes maximum per cigar tax for cigars. Takes effect on 91st day following adjournment sine die.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Under current law, Oregon taxes cigars at 65% of the wholesale sales price with a maximum price per cigar of \$0.50. Removing the maximum price from statute results in cigars taxed at 65% of the wholesale sales price at all sales ranges.