

**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.