

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 28, 2017

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
Information Services (Expense)		\$63,180		
Total	0	\$63,180	0	0

Explanation

(Use Additional Sheets of Attachments, if required)

Please see attached

Name Deonne Contine

Title Executive Director

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Monday, March 27, 2017

The agency's response appears reasonable.

Name Paul Nicks

Title Executive Budget Officer

DESCRIPTION OF FISCAL EFFECTBDR/Bill/Amendment Number: 32-873Name of Agency: Department of Taxation

Division/Department: _____

Date: March 16, 2017

BDR 32-873 adds vapor products to the definition of other tobacco products for the purpose of licensing and regulating such products. This bill imposes a tax on the purchase of vapor products at 5 cents per fluid milliliter of consumable product.

Revenue:

The impact on revenue cannot be determined

Expense:

The Department would be required to make programming changes within the Unified Tax System in order to administer this new tax rate. The following expenses reflect programming costs:

FY 2018: \$63,180

FY 2019: \$0

Future Biennia: \$0