



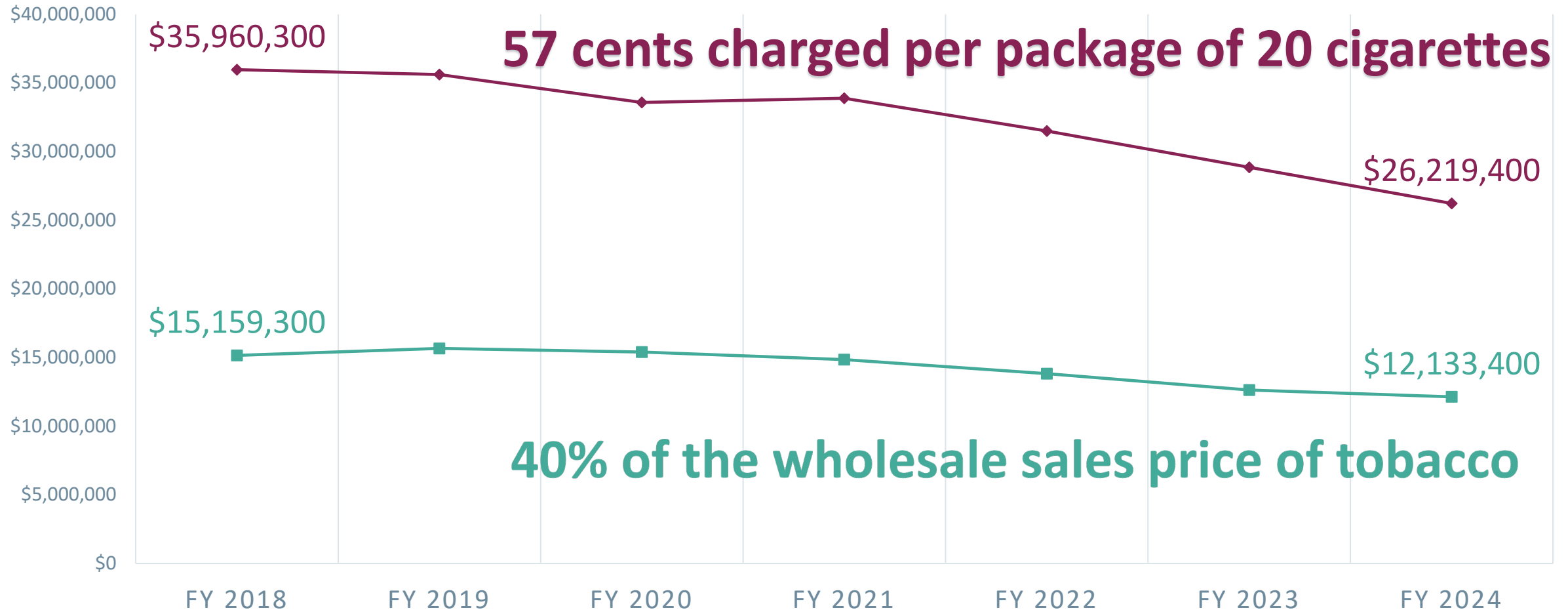
Cigarette and Tobacco Tax Distribution and Vaping Taxes in Other States

Vape E-Cigarette Regulatory
System Interim Committee

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Gross Cigarette and Tobacco Tax Collections



NOTE: Chapter 25, Title 63, Idaho Code, codifies the Cigarette and Tobacco Products Taxes. Tobacco tax is imposed on all tobacco products except cigarettes, whether smoked, chewed or snuffed. As of July 1, 2023, the maximum rate on cigars is 50 cents.

FY 2024 Cigarette Tax Distributions by Fund

\$22M SET IN STATUTE

Fund		Cigarette Tax
1	Permanent Building Fund	\$5,000,000
2	Secondary Aquifer Planning, Management and Implementation (Aquifer) Fund	\$5,000,000
3	GARVEE State Match Fund	\$4,700,000
4	Public School Income Fund	\$3,315,000
5	County Juvenile Probation Fund	\$3,315,000
6	Central Tumor Registry Fund	\$360,000
7	Cancer Control Fund	\$300,000
8	State Refund Fund	\$500
9	Remainder is distributed to the Transportation Expansion, Congestion & Mitigation (TECM) Fund	\$4,228,900
TOTAL		\$26,219,400

- §63-2506 and §63-2520, Idaho Code, sets the cigarette tax distributions.

Recent Statutory Changes:

- H521 (2024) removed the previous distribution for bond levy equalization.
- H245 (2023) increased the distribution to the Central Tumor Registry Fund from \$120k to \$360k

FY 2024 Cigarette and Tobacco Tax Distributions

- §63-2552A, Idaho Code, distributes 5% of the tobacco tax: half to public schools and half to county juvenile probation services.
- §63-2564, Idaho Code, distributes the remainder of the tobacco tax funding to the General Fund.

	Fund	Cigarette Tax	Tobacco Tax	FY 2024 Total
1	Permanent Building Fund	\$5,000,000		\$5,000,000
2	Aquifer Fund	\$5,000,000		\$5,000,000
3	GARVEE State Match Fund	\$4,700,000		\$4,700,000
4	Public School Income Fund	\$3,315,000	\$745,700	\$4,060,700
5	County Juvenile Probation Fund	\$3,315,000	\$745,700	\$4,060,700
6	Central Tumor Registry Fund	\$360,000		\$360,000
7	Cancer Control Fund	\$300,000		\$300,000
8	State Refund Fund	\$500	\$202,300	\$202,800
9	TECM	\$4,228,900		\$4,228,900
10	Remainder of the Tobacco Tax is distributed to the General Fund		\$10,439,700	\$10,439,700
	TOTAL	\$26,219,400	\$12,133,400	\$38,352,800

Cigarette and Tobacco Tax Distribution Uses

Fund		Uses	FY 2024 Total
1	Permanent Building Fund	Building needed structures, renovations, repairs to and remodeling of existing structures at state institutions and agencies	\$5,000,000
2	Aquifer Fund	Statewide aquifer stabilization	\$5,000,000
3	GARVEE State Match Fund	State match for federal funds committed to pay the annual scheduled GARVEE debt service	\$4,700,000
4	Public School Income Fund	Develop and implement school safety improvements and to facilitate and provide substance abuse prevention programs in the public school system	\$4,060,700
5	County Juvenile Probation Fund	Quarterly distribution to counties based upon population to be utilized for county juvenile probation services	\$4,060,700
6	Central Tumor Registry Fund	A continuous registry of all cancer patients in the state of Idaho	\$360,000
7	Cancer Control Fund	Services to promote cancer control for the citizens of Idaho, through research, education, screening and treatment	\$300,000
8	State Refund Fund	Pay refund claims	\$202,800
9	TECM Fund	Finance projects that expand the state system to address and mitigate transportation congestion	\$4,228,900
10	General Fund		\$10,439,700
TOTAL			\$38,352,800

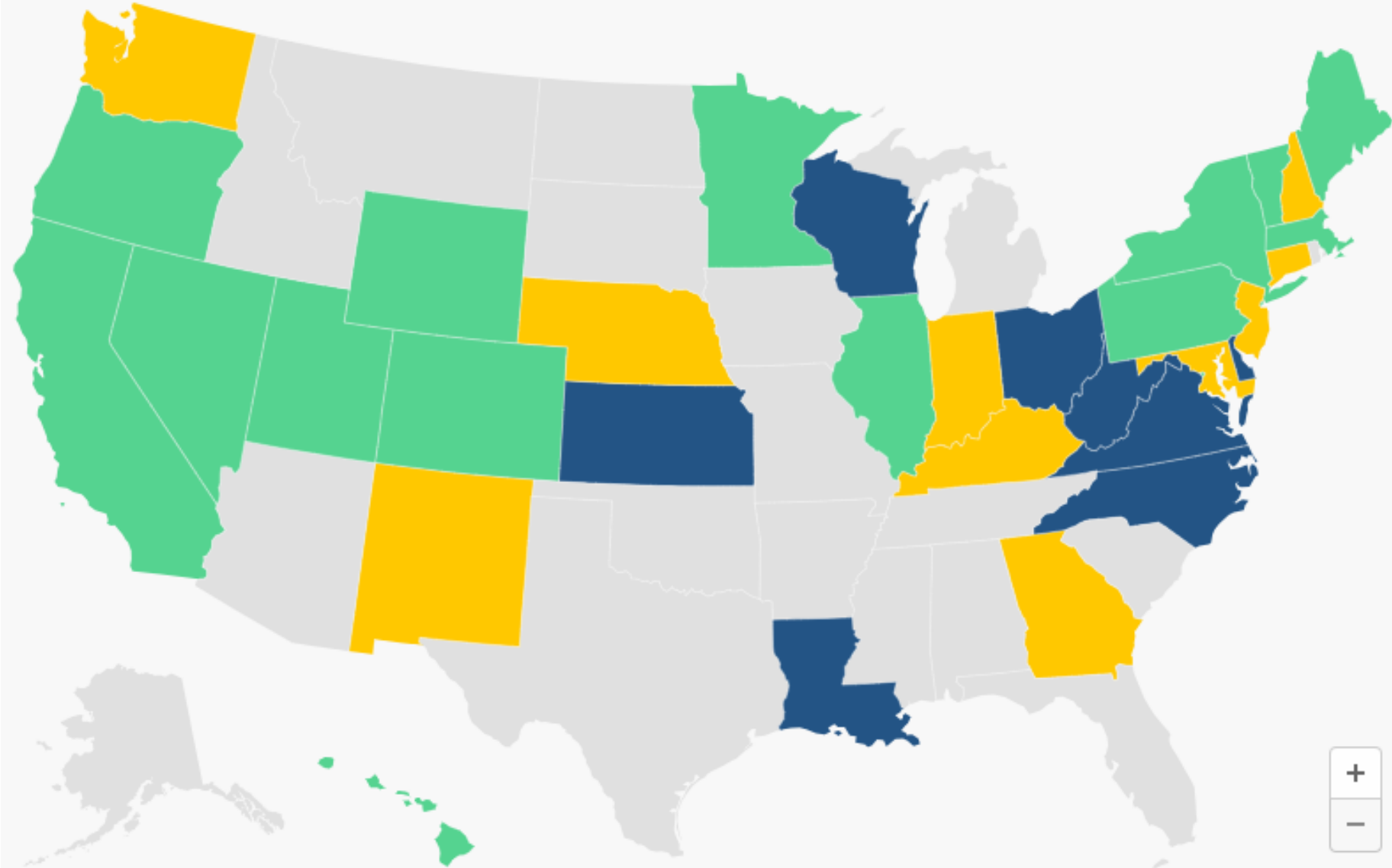
Vaping Taxes in Other States

Source: State Vaping Tax Rates and Design, June 2024
<https://taxfoundation.org/data/all/state/vaping-taxes-2024/>

How Do Vaping Taxes in Your State Compare?

State Vaping Tax Rates and Design, June 2024

■ Ad Valorem ■ Bifurcated ■ Specific per mL ■ No Tax



Vaping Taxes by State Summary

	Number of States	Min. Tax Rate	Average	Max. Tax Rate
No Tax	18			
Tax Rate on Price	14	15%	53%	95%
Tax per ml	8	\$0.05	\$0.07	\$0.15
Multiple Tax Rates	11	Various tax rates on refillable (open) vs. disposable (closed) vaping products quantity, retail, or wholesale price		

Questions?

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