

Fiscal Note

#2

State of Alaska
2020 Legislative Session

Bill Version: SB 182
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB182-DHSS-BHA-2-21-2020
Title: AGE FOR NICOTINE/E-CIG; TAX E-CIG.
Sponsor: STEVENS
Requester: (S) LC

Department: Department of Health and Social Services
Appropriation: Behavioral Health
Allocation: Behavioral Health Administration
OMB Component Number: 2665

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2021	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2021 Request	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2021) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division: <u>Division of Behavioral Health</u>	Date: <u>02/20/2020</u>
Approved By: <u>Sana Efird, Administrative Services Director</u>	Date: <u>02/21/20</u>
Agency: <u>Office of Management and Budget</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

BILL NO. SB182

Analysis

SB182 raises the minimum legal age to purchase, sell, exchange, or possess any product containing tobacco from 19 to 21. It also defines electronic smoking products in order to include them as "other tobacco products."

There are a few exceptions to the age minimum. Provisions do not apply: for persons under the age 21 who are prisoners in an adult correctional facility (Federal Law does not include this exception); or to electronic cigarettes for the purpose of tobacco cessation (If recognized by the Food and Drug Administration (FDA) as cessation device).

SB182 adds electronic smoking products to existing tax on tobacco products. There are a few exemptions to the excise tax on electronic smoking products: 1) Those subject to the Marijuana Tax and that do not contain nicotine. 2) Those approved by the FDA for purposes of cessation treatment. 3) If the US Constitution or other federal laws prohibit the levying of tax on the product by the state.

The Division of Behavioral Health does not anticipate significant changes to the division's budget due to SB182\A.