



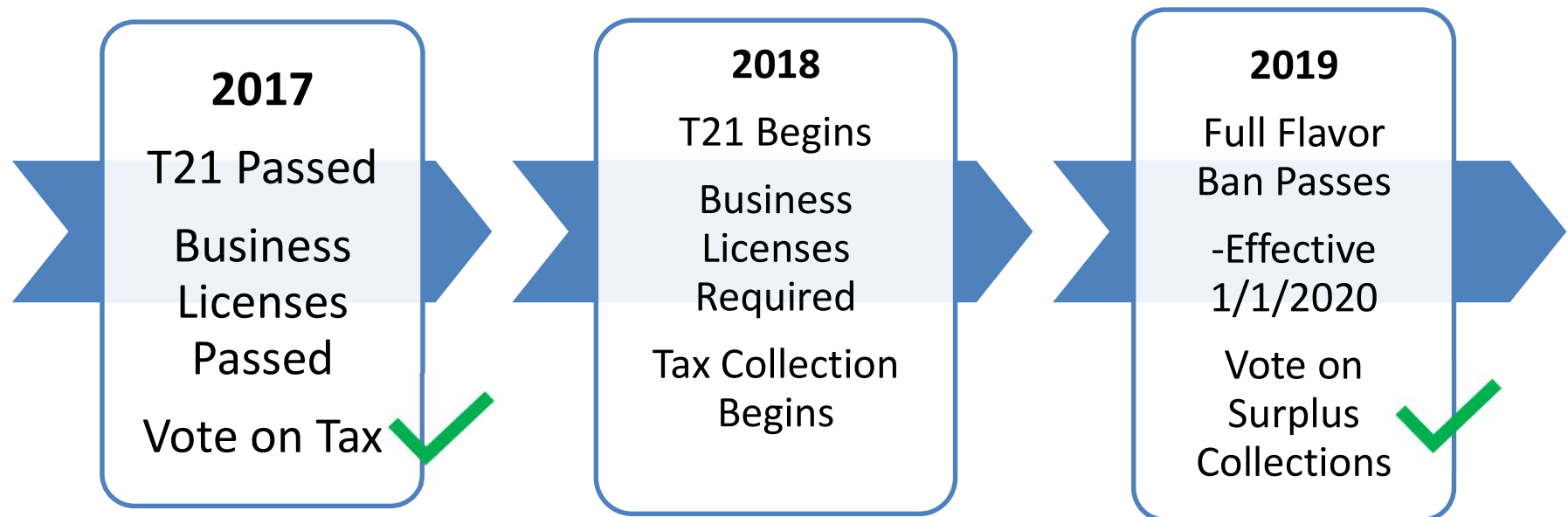
# Tobacco Tax

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# Aspen Tobacco Actions



# Outreach Efforts

- **Businesses**
  - Communication Early
  - Signage
  - Monitoring
- **New Age Limit, Business License, Tax, Flavor Ban**
- **Professional Testimony and Council Briefings**
- **Involve Youth**



# Tax Estimation

- **Data is Scarce**

- **\$6.00**
- **10,000 / Month**
- **75% of Tobacco Sales**
- **\$250,000 / Year**



# Tax Estimation

- **More Assumptions**
  - **4.25% per 10.00%**
  - **Double the impact**
  - **1/10 the impact**



## Tax Estimation

# •Go Big!

- **\$325,000**
- **\$111,000**
- **74.71% & 79.85%**



# State Legislation: HB 19-1033

## Bill Language:

**39-22-623. Disposition of collections - definition.** (1) (a) (II) (A) Effective July 1, 1987, an amount equal to twenty-seven percent of the gross state cigarette tax shall be apportioned to incorporated cities and incorporated towns ~~which~~ THAT levy taxes and adopt formal budgets and to counties. For the purposes of this section, a city and county ~~shall be~~ IS considered as a city. The city or town share shall be apportioned according to the percentage of state sales tax revenues collected by the department of revenue in an incorporated city or town as compared to the total state sales tax collections that may be allocated to all political subdivisions in the state; the county share shall be the same as that which the percentage of state sales tax revenues collected in the unincorporated area of the county bears to total state sales tax revenues ~~which~~ THAT may be allocated to all political subdivisions in the state. The department of revenue shall certify to the state treasurer, at least annually, the percentage for allocation to each city, town, and county, and ~~such~~ THE DEPARTMENT SHALL APPLY THE percentage for allocation so certified shall be applied by said department in all distributions to cities, towns, and counties until changed by certification to the state treasurer. In order to qualify for distributions of state income tax ~~moneys~~ MONEY, units of local government are prohibited from imposing fees, licenses, or taxes on any person as a condition for engaging in the business of selling cigarettes. ~~or from attempting in any manner to impose a tax on cigarettes...~~"

# State Legislation: HB 19-1033

## Bill Summary:

“From state income tax money, the state currently apportions an amount equal to 27% of state cigarette tax revenues to cities, towns, and counties in proportion to the amount of state sales tax revenues collected within their boundaries. In order to receive their allocation of this money, cities, towns, and counties are prohibited from imposing their own fees, licenses, or taxes on cigarette sales or from attempting to impose a tax on cigarettes. Section 5 removes this prohibition with respect to fees or licenses that a city, town, or county imposes or with respect to a tax that a city, town, or county attempts to impose, thus allowing cities, towns, and counties to impose fees or licenses or to attempt to impose taxes on cigarette sales without losing their apportioned state cigarette tax revenues. A city, town, or county that successfully imposes a tax on cigarette sales loses its apportioned state cigarette tax revenues.”