**An Act To Prevent and Reduce Tobacco Use by Ensuring Adequate Funding for Tobacco Use Prevention and Cessation Programs and by Raising the Tax on Tobacco Products and To Provide Funding To Reduce Disparities in Health Outcomes Based on Certain Factors**

L.D. 1423

Date: (Filing No. H- )

**Taxation**

Reproduced and distributed under the direction of the Clerk of the House.

**STATE OF MAINE**

**HOUSE OF REPRESENTATIVES**

**130th Legislature**

**First Special Session**

COMMITTEE AMENDMENT “      ” to H.P. 1039, L.D. 1423, “An Act To Prevent and Reduce Tobacco Use by Ensuring Adequate Funding for Tobacco Use Prevention and Cessation Programs and by Raising the Tax on Tobacco Products and To Provide Funding To Reduce Disparities in Health Outcomes Based on Certain Factors”

Amend the bill by striking out all of section 5 and inserting the following:

'**Sec. 5. 36 MRSA §4366-A, sub-§2, ¶D,** as amended by PL 2007, c. 438, §93, is further amended to read:

D. For stamps at the face value of 100 mills, the discount rate is 1.15%~~.~~; and

**Sec. 6. 36 MRSA §4366-A, sub-§2, ¶E** is enacted to read:

E. For stamps at the face value of 200 mills, the discount rate is 0.575%.

**Sec. 7. Appropriations and allocations.**  The following appropriations and allocations are made.

**ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF**

**Revenue Services, Bureau of 0002**

Initiative: Provides one-time funding for programming costs to update 3 tax returns, mailing costs for notices to retailers, travel costs for auditors and potential cost for destroying $2.00 cigarette stamps.

|  |  |  |
| --- | --- | --- |
| **GENERAL FUND** | **2021-22** | **2022-23** |
| All Other | $49,778 | $0 |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| GENERAL FUND TOTAL | $49,778 | $0 |

|  |  |  |
| --- | --- | --- |
| **ADMINISTRATIVE AND FINANCIAL** **SERVICES, DEPARTMENT OF** |   |   |
| **DEPARTMENT TOTALS** | **2021-22** | **2022-23** |
|   |   |   |
| **GENERAL FUND** | **$49,778** | **$0** |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| **DEPARTMENT TOTAL - ALL FUNDS** | **$49,778** | **$0** |

**HEALTH AND HUMAN SERVICES, DEPARTMENT OF**

**Maine Center for Disease Control and Prevention 0143**

Initiative: Appropriates funds for the 2022-2023 biennium only in order to allow the Maine Center for Disease Control and Prevention to research, identify and reduce health disparities in health care outcomes based on race, ethnicity, sexual orientation, gender identification, income, educational attainment or geographic location.

|  |  |  |
| --- | --- | --- |
| **GENERAL FUND** | **2021-22** | **2022-23** |
| All Other | $10,000,000 | $10,000,000 |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| GENERAL FUND TOTAL | $10,000,000 | $10,000,000 |

**Maine Center for Disease Control and Prevention 0143**

Initiative: Appropriates funds for tobacco use prevention and cessation to attain, for the 2022-2023 biennium, the amount recommended for the State by the United States Department of Health and Human Services, Centers for Disease Control and Prevention.

|  |  |  |
| --- | --- | --- |
| **GENERAL FUND** | **2021-22** | **2022-23** |
| All Other | $7,000,000 | $7,000,000 |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| GENERAL FUND TOTAL | $7,000,000 | $7,000,000 |

|  |  |  |
| --- | --- | --- |
| **HEALTH AND HUMAN SERVICES,** **DEPARTMENT OF** |   |   |
| **DEPARTMENT TOTALS** | **2021-22** | **2022-23** |
|   |   |   |
| **GENERAL FUND** | **$17,000,000** | **$17,000,000** |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| **DEPARTMENT TOTAL - ALL FUNDS** | **$17,000,000** | **$17,000,000** |

|  |  |  |
| --- | --- | --- |
| **SECTION TOTALS** | **2021-22** | **2022-23** |
|   |   |   |
| **GENERAL FUND** | **$17,049,778** | **$17,000,000** |
|   | \_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_ |
| **SECTION TOTAL - ALL FUNDS** | **$17,049,778** | **$17,000,000** |

'

Amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read consecutively.

**SUMMARY**

This amendment amends the law to provide that the amount received as a discount by licensed tobacco distributors for cigarette stamp purchases will not be increased as a result of the increase in the amount of tax on cigarettes. The amendment also includes an appropriation to cover the costs of implementing the changes in the bill.

**FISCAL NOTE REQUIRED**

**(See attached)**