



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

FISCAL NOTE

Drafting Number:	LLS 18-0829	Date:	February 1, 2018
Prime Sponsors:	Sen. Grantham; Guzman Rep. Pabon; Van Winkle	Bill Status:	Senate Business
		Fiscal Analyst:	Greg Sobetski 303-866-4105 Greg.Sobetski@state.co.us

Bill Topic: TRADITIONAL AND LARGE PREMIUM CIGARS TAX DEFINITION

Summary of Fiscal Impact: **No Fiscal Impact.** This bill defines traditional large and premium cigars, a subset of tobacco products on which tax is imposed. It is assessed as having no fiscal impact.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: This fiscal note reflects the introduced bill.

Summary of Legislation

This bill defines "traditional large and premium cigar" as a roll of tobacco that:

- is wrapped in 100 percent tobacco leaf;
- contains 100 percent tobacco filler;
- does not contain a filter, tip, or nontobacco mouthpiece;
- in a group of 1,000, weighs at least six pounds; and
- is made at least partially by hand.

Assessment of No Fiscal Impact

Under both current law and the bill, large and premium cigars are subject to an excise tax equal to 40 percent of the manufacturer's list price. This bill does not broaden or narrow the set of products on which the tax is assessed or require that traditional large and premium cigars be taxed in a different manner from other tobacco products. Therefore, the bill is assessed as having no fiscal impact.

Effective Date

The bill takes effect August 8, 2018, if the General Assembly adjourns on May 9, 2018, as scheduled, and no referendum petition is filed.

State and Local Government Contacts

Information Technology

Law

Revenue