

**BILL SUMMARY**  
1<sup>st</sup> Session of the 56<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 845</b>
<b>Version:</b>	<b>ENGR</b>
<b>Request Number:</b>	<b>NA</b>
<b>Author:</b>	<b>Rep. Leslie Osborn</b>
<b>Date:</b>	<b>5/25/2017</b>
<b>Impact:</b>	<b>Tax Commission:</b>
	<b>Annual Net Revenue Estimate</b>
	<b>\$257,841,000</b>

**Long-Term Anticipated Health Care Cost Savings**

**Research Analysis**

SB845 creates the Smoking Cessation Act of 2017 and a smoking cessation fee equal to \$1.50 per 20 cigarette package. The fee is expected to generate approximately \$258 million in fiscal year 2018 with the majority going to the newly created Health Care Enhancement Fund.

Prepared By: Quyen Do

**Fiscal Analysis**

The measure includes provisions to prevent Oklahomans from smoking cigarettes, to encourage smoking cessation and enhance enforcement of the prohibitions of providing cigarettes to minors. The smoking cessation fee, anticipated to result in net revenue of an estimated annualized total of \$257,841,000, for appropriations intended for the enhancement of the health of Oklahomans.

Increasing cigarette price points are intended to reduce consumption, limit persons beginning to smoke and to reduce health-related costs to individuals and to the state.

Prepared By: Mark Tygret

**Other Considerations**

None.