

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 623** HLS 26RS 1231
 Bill Text Version: **RE-REENGROSSED**
 Opp. Chamb. Action: **W/ SEN FLOOR AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: May 28, 2026	3:16 PM	Author: HENRY, CHANCE
Dept./Agy.: Revenue: Alcohol and Tobacco Control		Analyst: Darynn Hoppe
Subject: Tiered Permitting for Tobacco and Vapor		

TOBACCO/TOBACCO PRODUCTS RRF NO IMPACT GF EX See Note Page 1 of 1
 Provides for a three-tier system of permitting for the producers, manufacturers, and wholesalers of tobacco and vapor products
 Present Law provides for a the issuance of permits for producers, manufacturers, and wholesalers of vapor products.
 Proposed Law retains current law and establishes a three tier system for vapor products. Proposed law sets limits on financial interest between manufacturers and retailers, and prevents retailers from holding both a wholesaler and retail permit.

EXPENDITURES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						
REVENUES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The Office of Alcohol & Tobacco Control reports that proposed law will result in minimal expenditures associated with the three tier system for issuance and monitoring of vapor permits that can be absorbed with existing staff and budgetary resources.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger
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Legislative Fiscal Officer