

House Bill 192

By: Representatives Stephens of the 164<sup>th</sup>, Newton of the 127<sup>th</sup>, Au of the 50<sup>th</sup>, Greene of the 154<sup>th</sup>, Hawkins of the 27<sup>th</sup>, and others

A BILL TO BE ENTITLED  
AN ACT

1 To amend Chapter 11 of Title 48 of the Official Code of Georgia Annotated, relating to taxes  
2 on tobacco and vaping products, so as to increase the rate of the tax on consumable vapor  
3 products; to provide that the proceeds derived from such increase are intended to be  
4 appropriated for healthcare purposes; to provide for related matters; to repeal conflicting  
5 laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Chapter 11 of Title 48 of the Official Code of Georgia Annotated, relating to taxes on  
9 tobacco and vaping products, is amended in Code Section 48-11-2, relating to excise tax  
10 imposed, rates for tobacco and vaping products, exemptions, collection and payment, and tax  
11 separately identified, by revising subsection (a) and adding a new subsection to read as  
12 follows:

13 "(a) An excise tax, in addition to all other taxes of every kind imposed by law, is imposed  
14 upon the sale, receipt, purchase, possession, consumption, handling, distribution, or use  
15 of cigars, cigarettes, loose or smokeless tobacco, alternative nicotine products, and vapor  
16 products in this state at the following rates:

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- 17 (1) Little cigars: two and one-half mills each;
- 18 (2) All cigars other than little cigars: 23 percent of the wholesale cost price, exclusive  
19 of any trade, cash, or other discounts or any promotion, advertising, display, or similar  
20 allowances;
- 21 (3) Cigarettes: 37¢ per pack of 20 cigarettes and a like rate, pro rata, for other size  
22 packages;
- 23 (4) Loose or smokeless tobacco: 10 percent of the wholesale cost price, exclusive of any  
24 trade, cash, or other discounts or any promotion, advertising, display, or similar  
25 allowances;
- 26 (5) Consumable vapor products in a closed system: 5¢ per fluid milliliter;
- 27 ~~(6) Consumable vapor products in an open system: 7~~ 15 percent of the wholesale cost  
28 price, exclusive of any trade, cash, or other discounts or any promotion, advertising,  
29 display, or similar allowances; and
- 30 ~~(7)~~(6) Vapor devices that contain any consumable vapor product at the time of sale and  
31 which are not designed or intended to be reused or refilled: 7 15 percent of the wholesale  
32 cost price, exclusive of any trade, cash, or other discounts or any promotion, advertising,  
33 display, or similar allowances.
- 34 (a.1) It is the intent of the General Assembly that the state proceeds derived from any  
35 increase, on or after July 1, 2023, in the tax rates imposed pursuant to subsection (a) of this  
36 Code section are to be appropriated annually to address healthcare issues affecting Georgia  
37 residents. Upon request by the Chair of the House Appropriations Committee or Senate  
38 Committee on Appropriations, the Department of Revenue shall report the amount of such  
39 increased proceeds derived in the prior fiscal year."

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**SECTION 2.**

41 All laws and parts of laws in conflict with this Act are repealed.