



## FISCAL NOTE

### House Bill 529

Committee: ENACTED

Sponsor: Representative David Faulkner

Analyst: Tiffany Weaver

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**House Bill 529** (Act 2025-377) as enacted increases receipts to the following funds/entities by an undetermined amount dependent on the receipts collected from the \$0.10 per milliliter excise tax levied on consumable vapor products sold by wholesalers and would provide for the distribution of these proceeds, after the Alabama Department of Revenue retains the amounts necessary to fund the administrative costs of collecting the tax, as follows:

State General Fund	50%
Counties (on a prorated basis per population)	25%
Municipalities (on a prorated basis per population)	25%

This act increases the obligations of the Alabama Department of Revenue by an undetermined amount dependent on the cost to: (1) license businesses to sell consumable vapor products; and (2) to adopt rules to administer and enforce this act. These costs would be offset, in whole or in part, by the collection of additional fines levied by this act, ranging from \$100 to \$1,000.

This act also increases the obligations of the Alcoholic Beverage Control Board by an undetermined amount dependent on the cost to seize and destroy contraband, as defined by this act, which would be offset, in whole or in part, by an estimated minimum of \$1.28 million annually from the \$150 permit fee established by this act to allow distribution of alternative nicotine products or electronic nicotine delivery products.

This act could also increase receipts to the State General Fund and municipal general funds from fines; increase receipts to the State General Fund, county general funds, municipal general funds, and other funds to which court costs are deposited; and could increase the obligations of the State General Fund, district attorneys, and the local jails by an amount dependent upon the



number of persons charged with and convicted of the offenses provided by this act and the penalties given.