

## Vaffle APP Releases News about the Influence of New Tax Passed by Washington on Vape Products

Vape stores face closure after Washington passes new sin tax on vapor products.

NEW YORK, UNITED STATES, May 11, 2019 /EINPresswire.com/ -- In a final flurry of late-night votes before session's end, the Legislature passed a new sales tax on <u>vapor</u> products. The bill, sponsored by Rep. Gerry Pollet, taxes "closed" <u>vape</u> products such as Juul and other corporate <u>e-cigarettes</u> at \$0.27 per milliliter. "Open" systems, like those battery-powered devices with refillable cartridges of e-liquid, will be taxed at \$0.09 per milliliter.

The tax will raise \$19.1 million in revenue over the course of two years, with half of the money going into the state's public health services account and the rest going to fund cancer

Vaffle APP Releases News about the Influence of New Tax Passed by Washington on Vape Products

research, programs designed to prevent tobacco/vape use among teens, and enforcement.

Washington's brick-and-mortar vape shop owners are in a state of shock. They say the tax will



New sin tax on vapor products will have an influence on vape stores."

Vaffle

don't have to pass the tax onto the consumer, but other stores like mine will have to close."

force them to shut down. "It's definitely going to be

devastating," said Zach McLain, who runs Future Vapor in

Seattle. "I'm going to try to figure something out so we

Though people tend to be rightly pissed about passing regressive sin taxes that further impoverish poor,

vulnerable people, the vape community is ultra-super-mega pissed about this one. They say the tax looks like it's structured to hit Big Tobacco harder than small business, but, in reality, the vape tax is a huge win for Big Tobacco.

"We are calling this what it truly is. This is the bill that Juul built," said Kim Thompson, owner of The Vaporium and president of the Pink Lung Brigade.

Two separate business models drive the vape industry. The larger one, funded by Big Tobacco, sells closed systems such as Juul and other e-cigs. These products are sold at convenience stores and drug stores in large, teen-epidemic-level quantities. Juul pods contain 0.7 milliliters of nicotine-laced e-liquid and come in packs of four, so Washington's new tax would raise the cost of a pack by about a buck. Major distributors and retailers will have the fiscal flexibility to

swallow the tax hike.

That's not the case with the smaller model of vape sellers, which is composed of independent businesses owners who operate between 300 and 400 adult-only vape shops all around Washington. Though some vape shops carry products such as Juul, they primarily offer customizable vape pens along with 60 or 100-milliliter bottles of e-liquid. The bottles contain anywhere between zero and 18 milligrams of nicotine. No matter the amount of nicotine in the containers, stores are looking down the barrel at a \$5.40 or \$9 wholesale tax on every bottle of eliquid, which owners say is unsustainable. "It at least doubles everyone's cost," Thompson said.

Thompson fears the tax will push out independent vape shops, ceding all ground to Juul purveyors and other retailers who, unlike her, aren't dedicated to helping their customers quit smoking cigarettes. "70 percent of the market isn't being nicked while 30 percent is being blown out, and our product is meant for stepping down," she said.

Angela Vaffle 137 9524 8180 email us here Visit us on social media: Facebook Twitter



Vaffle APP Releases News about the Influence of New Tax on Vape Products



Vaffle APP Releases News about the Influence of New Tax Passed by Washington

This press release can be viewed online at: http://www.einpresswire.com

Disclaimer: If you have any questions regarding information in this press release please contact the company listed in the press release. Please do not contact EIN Presswire. We will be unable to assist you with your inquiry. EIN Presswire disclaims any content contained in these releases. © 1995-2020 IPD Group, Inc. All Right Reserved.