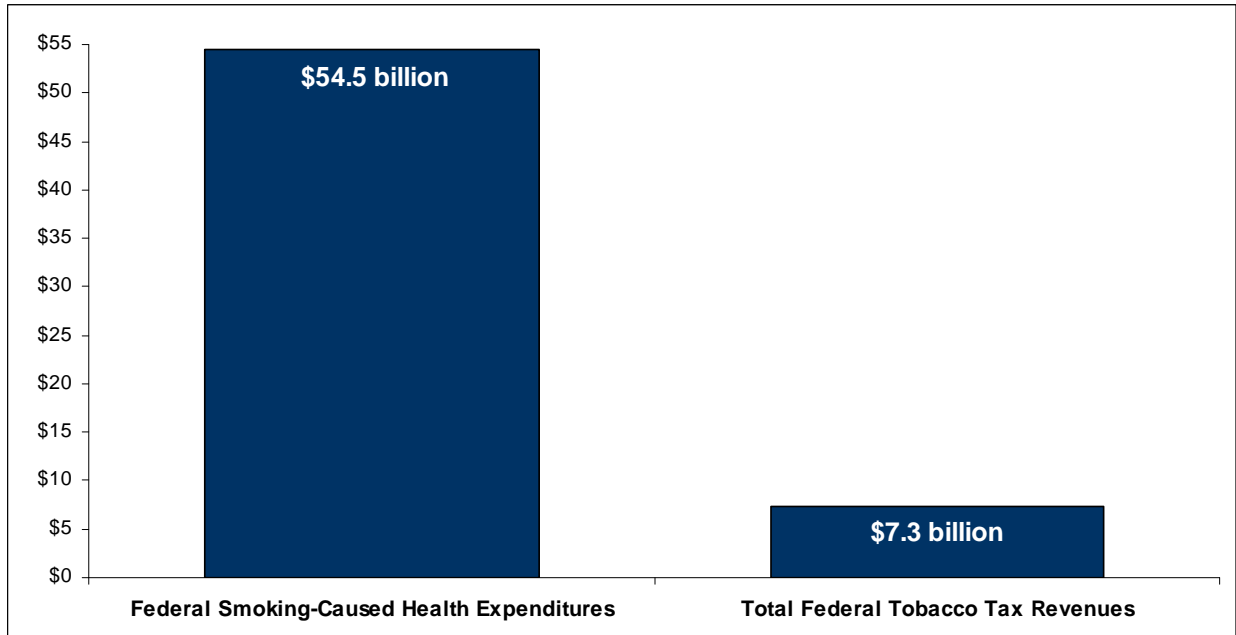




FEDERAL TOBACCO-CAUSED HEALTH COSTS AND REVENUES

In fiscal year 2006, the federal government's smoking-caused health care costs (through Medicaid, Medicare and other federal programs) were more than seven times the total amount of federal tobacco tax revenues.



Increasing federal tobacco tax rates is one of the fastest, most effective ways to reduce tobacco use and related health costs. A 61-cent increase in the federal cigarette tax rate, with comparable increases to federal tax rates on other tobacco products, would produce more than \$9.5 billion in additional annual federal tobacco tax revenues while reducing future federal health care expenditures by more than \$22 billion over the lifetimes of those who quit or do not start tobacco use because of the tax increases.

Campaign for Tobacco-Free Kids, July 23, 2007

For more on Tobacco's Toll in the USA, see

<http://tobaccofreekids.org/research/factsheets/index.php?CategoryID=1>

For more on federal tobacco taxes, see

<http://tobaccofreekids.org/research/factsheets/index.php?CategoryID=11>

Sources

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