Why the increase of tobacco taxes and the revision of the EU Tobacco Tax Directive (TTD) are urgent

Italy

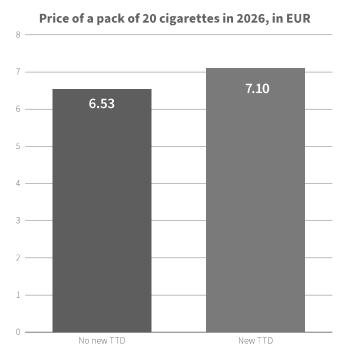
Scenario 1:

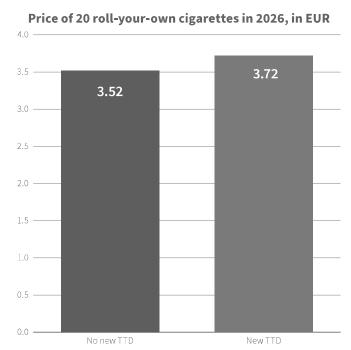
No revision of the current TTD and no increase of tobacco taxes in Italy

Scenario 2:

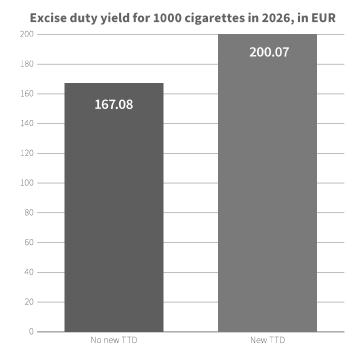
The TTD is revised in 2024 and the reforms start operating in 2025

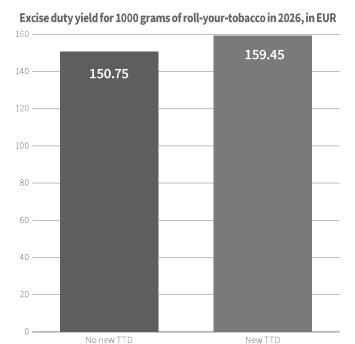
Expected increase of price under two scenarios





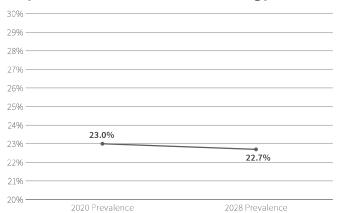
Expected excise duty yield* under two scenarios



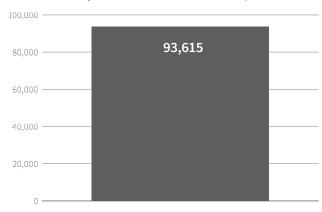


Expected reduction of smoking prevalence and premature deaths



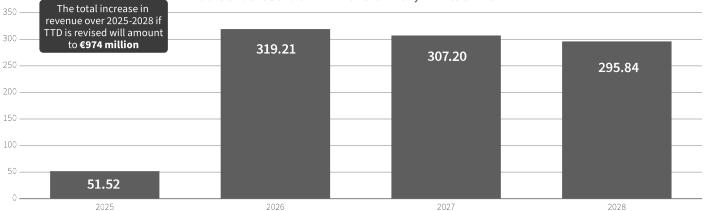


Number of premature deaths averted, new TTD



Increase of revenues





^{**}The impact of the new TTD on revenue will fade over time if taxes are not adjusted for inflation and income growth.

Cross-border price differences between Italy and EU neighbouring countries in 2026, under two scenarios***

	Austria		Croatia		France		Slovenia	
Countries	No TTD	New TTD	No TTD	New TTD	No TTD	New TTD	No TTD	New TTD
Cigarettes (expected price difference for 20 sticks)	€0.22	€0.29	€2.02	€1.88	€-4.57	€-4.01	€1.40	€1.27
RYO (expected price difference for 20 sticks)	€-0.09	€-0.08	€0.49	€0.38	€-4.22	€-4.02	€-0.20	€-0.46

^{*** +} Indicates that cigarettes/RYO are more expensive in Italy than in neighbouring countries; - indicates that cigarettes/RYO are cheaper in Italy than in neighbouring countries.



The estimates are based on this Policy Brief



