

TABLE 8. TOBACCO PRODUCTS TAX COLLECTIONS
[§ 105 ARTICLE 2A.]

| Fiscal year | Tobacco products tax: cigarette, other tobacco products | | | | | | | | | Year-over-year % change | | |
|-------------|---|--------------|-------------------------------------|-----------------------------|---|---|---|--------------------------------------|----------------------------------|-------------------------|------------------------|------------------------|
| | Gross collections [\$] | Refunds [\$] | Net collections* [before transfers] | | Transfers | | | | Collections to General Fund [\$] | Net collections | | Amount to General Fund |
| | | | Cigarette [\$] | Other tobacco products [\$] | Collection fees on overdue tax debts [\$] | OSBM Civil Penalty & Forfeiture Fund [\$] | Collection cost of fines/forfeitures [\$] | University Cancer Research Fund [\$] | | Cigarette | Other tobacco products | |
| 1998-99. | 44,919,034 | 66,492 | 41,816,556 | 3,035,986 | - | - | - | - | 44,852,542 | -5.6% | 4.7% | -4.9% |
| 1999-00. | 43,957,805 | 294,600 | 40,459,942 | 3,203,263 | - | - | - | - | 43,663,205 | -3.2% | 5.5% | -2.7% |
| 2000-01. | 42,280,129 | 254,252 | 38,506,012 | 3,519,866 | - | - | - | - | 42,025,877 | -4.8% | 9.9% | -3.7% |
| 2001-02. | 42,227,886 | 696,539 | 38,329,738 | 3,201,609 | - | - | - | - | 41,531,347 | -0.5% | -9.0% | -1.2% |
| 2002-03. | 42,332,928 | 333,038 | 38,430,687 | 3,569,204 | 1,178 | - | - | - | 41,998,713 | 0.3% | 11.5% | 1.1% |
| 2003-04. | 44,118,406 | 383,633 | 39,810,915 | 3,923,858 | 2,004 | - | - | - | 43,732,769 | 3.6% | 9.9% | 4.1% |
| 2004-05. | 43,384,992 | 403,183 | 38,953,476 | 4,028,334 | 765 | - | - | - | 42,981,044 | -2.2% | 2.7% | -1.7% |
| 2005-06. | 172,245,232 | 561,988 | 165,327,743 | 6,355,501 | 11,679 | 34,805 | - | - | 171,636,758 | 324.4% | 57.8% | 299.3% |
| 2006-07. | 241,864,191 | 550,041 | 234,437,889 | 6,876,260 | 453 | 138,798 | 578 | - | 241,174,320 | 41.8% | 8.2% | 40.5% |
| 2007-08. | 248,570,108 | 411,083 | 228,848,157 | 19,310,868 | 342 | 89,526 | 366 | 10,691,257 | 237,377,533 | -2.4% | 180.8% | -1.6% |
| 2008-09. | 243,956,948 | 578,682 | 220,157,816 | 23,220,451 | 8,161 | 64,388 | 271 | 16,248,555 | 227,056,891 | -3.8% | 20.2% | -4.3% |
| 2009-10. | 274,981,301 | 1,026,005 | 243,918,489 | 30,036,807 | 9,421 | 121,427 | 561 | 22,092,931 | 251,730,957 | 10.8% | 29.4% | 10.9% |
| 2010-11. | 290,681,247 | 1,176,161 | 257,949,338 | 31,555,748 | 1,080 | 83,851 | 362 | 24,149,650 | 265,270,142 | 5.8% | 5.1% | 5.4% |
| 2011-12. | 295,296,991 | 527,183 | 261,758,825 | 33,010,984 | 15,470 | 32,651 | 134 | 23,820,819 | 270,900,735 | 1.5% | 4.6% | 2.1% |
| 2012-13. | 282,767,489 | 1,641,863 | 248,662,762 | 32,462,865 | 28,418 | 71,463 | 287 | 25,624,521 | 255,400,938 | -5.0% | -1.7% | -5.7% |

Detail may not add to totals due to rounding.

Effective **January 1, 1994**, cigarette excise tax law changed from a stamp method of payment based on packs purchased to a reporting method based on sales. Concurrent with the change in the payment method was a reduction in the amount of discount allowed to taxpayers.

*Effective **September 1, 2005**, the cigarette tax rate increased from 2.5 mills per cigarette (5¢ per pack of 20 cigarettes) to 1.5¢ per cigarette (30¢ per pack of 20 cigarettes). Effective **September 1, 2005**, the tax rate for tobacco products (other than cigarettes) increased from 2% to 3% of the cost price of the product (10% effective **October 1, 2007**). Proceeds of the additional 7% rate are credited to the newly established University Cancer Research Fund.

Effective **July 1, 2006**, the cigarette tax rate increased from 1.5¢ per cigarette to 1.75¢ per cigarette (35¢ per pack of 20 cigarettes).

Effective **September 1, 2009**, the cigarette tax rate increased from 1.75¢ per cigarette (35¢ per pack of 20 cigarettes) to 2.25¢ per cigarette (45¢ per pack of 20 cigarettes). The tax rate for other tobacco products increased from 10% to 12.8% of the cost price of the product (3% of the cost price is dedicated to the General Fund, the remainder of the net tax is dedicated to the University Cancer Research Fund).

Cigarette tax/other tobacco products tax discount:
Effective for reporting periods beginning on or after **August 1, 2004**, § 105-113.21 and § 105-113.39 were reenacted to reinstate a discount to wholesalers or importers who both timely file the monthly tobacco tax report and timely pay the tax due. The discount is 2%. [The discount under prior law was 4% and had been repealed effective for reporting periods beginning on or after **August 1, 2003**.]

