

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

| Fiscal year | Tobacco products tax: cigarette, other tobacco products |                 |  |                                |  |  |  |   | Year-over-year % change             |                 |                        |                        |
|-------------|---|-----------------|--|--------------------------------|--|--|--|---|-------------------------------------|-----------------|------------------------|------------------------|
|             | Gross collections<br>[\$]                               | Refunds<br>[\$] | Net collections*<br>[before transfers] |                                | Transfers                                    |  |  |   | Collections to General Fund<br>[\$] | Net collections |                        | Amount to General Fund |
|             |   |                 | Cigarette<br>[\$]                      | Other tobacco products<br>[\$] | Collection fees on overdue tax debts<br>[\$] | OSBM Civil Penalty & Forfeiture Fund<br>[\$] | Collection cost of fines/forfeitures<br>[\$] | University Cancer Research Fund<br>[\$] |                                     | Cigarette       | Other tobacco products |                        |
| 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%                  |
| 2013-14.    | 283,438,549   | 1,588,119       | 247,684,943                            | 34,165,486                     | 77,135                                       | 170,841                                      | 686  | 26,069,447                              | 255,532,320                         | -0.4%           | 5.2%                   | 0.1%                   |

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**.]

