

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

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HOUSE DRH60343-MC~~x~~-166C (05/01)

Short Title: Tobacco Products Tax Increase.

(Public)

Sponsors: Representative Luebke.

Referred to:

1 A BILL TO BE ENTITLED

2 AN ACT TO INCREASE THE TAX TO EQUILIBRATE THE RATE OF TAXES
3 IMPOSED ON CIGARETTES WITH THAT IMPOSED ON OTHER TOBACCO
4 PRODUCTS.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 105-113.35(a) reads as rewritten:

7 "(a) Tax. – An excise tax is levied on tobacco products other than cigarettes at the
8 rate of ~~three percent (3%)~~fourteen percent (14%) of the cost price of the products. This
9 tax does not apply to the following:

- 10 (1) A tobacco product sold outside the State.
11 (2) A tobacco product sold to the federal government.
12 (3) A sample tobacco product distributed without charge."

13 **SECTION 2.** This act becomes effective July 1, 2007.