## HOUSE RESEARCH

## Bill Summary

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**Subject:** Cigarette excise tax

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## Overview

Legislation in 2013 imposed an annual adjustment to Minnesota's excise tax on cigarettes based on the change in the average retail price of cigarettes. The first adjustment under this provision took effect January 1, 2015 and increased the tax rate from \$2.83/pack of twenty to \$2.90/pack. This bill repeals the statute imposing this annual adjustment and permanently sets the excise tax at \$2.90/pack.