House Research

- Bill Summary -

February 15, 2017

File Number: H.F. 906 Date:

Version: As introduced

Authors: Davids and others

Subject: Cigarette excise tax

Analyst: Christopher Kleman

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd/.

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 the current rate of \$3.04/pack.