

Arizona

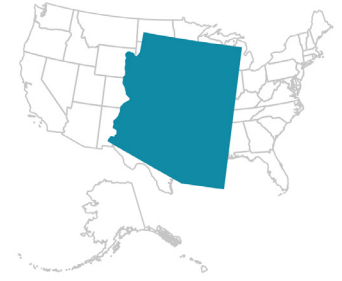


Table 1: Other Tobacco Product Taxation

OTP Taxed? No Yes

If yes, which products are taxed as of January 1, 2014?

✓ Yes Blank No -- Not Applicable/Addressed

Product	Taxed?	Type of Tax		How Defined?	How Taxed?	Rate Change Since 2005?
		Ad Valorem	Specific			
Cigars	✓		✓	With OTPs	Stand-alone	↑
Cigarillos	✓		✓	With OTPs	Stand-alone	↑
Little Cigars	✓		✓	With OTPs	Stand-alone	↑
Pipe Tobacco	✓		✓	With OTPs	With OTPs	↑
Roll-Your-Own Tobacco	✓		✓	With OTPs	With OTPs	↑
Dry Snuff	✓		✓	With OTPs	With OTPs	↑
Moist Snuff	✓		✓	With OTPs	With OTPs	↑
Snus	✓		✓	With OTPs	With OTPs	↑
Smokeless Tobacco Generally	✓		✓	With OTPs	With OTPs	↑
Dissolvables	No	--	--	--	--	Not applicable
E-cigarettes	No	--	--	--	--	Not applicable

↓ Rate Decreased ↑ Rate Increased ↔ No Change

Table 2: Summary of Cigarette and OTP Tax Rates, Selected Years, 2005-2014

Product	2005	2008	2011	2014
Cigarettes	\$1.18/20 §	\$2.00/20 §	\$2.00/20 §	\$2.00/20 §
Cigars	\$0.13 ea §	\$0.218 ea §	\$0.218 ea §	\$0.218 ea §
Cigarillos	\$0.05 ea §	\$0.072 ea §	\$0.072 ea §	\$0.072 ea §
Little Cigars	\$0.262/20 §	\$0.441/20 §	\$0.441/20 §	\$0.441/20 §
Pipe Tobacco	\$0.198/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Roll-Your-Own Tobacco	\$0.198/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Dry Snuff	\$0.133/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Moist Snuff	\$0.133/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Snus	\$0.133/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Smokeless Tobacco Generally	\$0.133/oz §	\$0.223/oz §	\$0.223/oz §	\$0.223/oz §
Dissolvables	--	--	--	--
E-cigarettes	--	--	--	--

Δ Ad Valorem; § Specific; -- Not taxed; ea=each; oz=ounce.