

California



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	With OTPs	↓
Cigarillos	✓	✓		With OTPs	With OTPs	↓
Little Cigars	✓		✓	With OTPs	Cigarette	Tax Type Changed
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	✓	✓		With OTPs	With OTPs	↓
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	\$0.87/20 §	\$0.87/20 §	\$0.87/20 §	\$0.87/20 §
Cigars	46.76% WC Δ	46.76% WC Δ	33.02% WC Δ	29.82% WC Δ
Cigarillos	46.76% WC Δ	46.76% WC Δ	33.02% WC Δ	29.82% WC Δ
Little Cigars	46.76% WC Δ	\$0.87/20 §	\$0.87/20 §	\$0.87/20 §
Pipe Tobacco	46.76% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Roll-Your-Own Tobacco	46.76% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Dry Snuff	46.76% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Moist Snuff	46.76% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Snus	46.76% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Smokeless Tobacco Generally	48.89% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
Dissolvables	48.89% WC Δ	45.13% WC Δ	33.02% WC Δ	29.82% WC Δ
E-cigarettes	--	--	--	--

Δ Ad Valorem; § Specific; -- Not taxed; WC=Wholesale Cost.

WC

Wholesale Cost

"... the cost of tobacco products to the distributor prior to any discounts or trade allowances." (CAL. REV. & TAX CODE § 30017)