

South Dakota

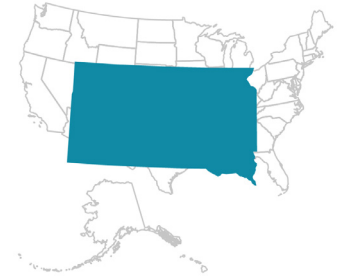


Table 1: Other Tobacco Product Taxation

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	With OTPs	↑
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	\$0.53/20 §	\$1.53/20 §	\$1.53/20 §	\$1.53/20 §
Cigars	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Cigarillos	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Little Cigars	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Pipe Tobacco	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Roll-Your-Own Tobacco	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Dry Snuff	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Moist Snuff	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Snus	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Smokeless Tobacco Generally	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
Dissolvables	10% WPP Δ	35% WPP Δ	35% WPP Δ	35% WPP Δ
E-cigarettes	--	--	--	--

Δ Ad Valorem; § Specific; -- Not taxed; WPP=Wholesale Purchase Price.

WPP

Wholesale Purchase Price

"...a tax upon all tobacco products...at the rate of thirty-five percent of the wholesale purchase price of such tobacco products" (S.D. CODIFIED LAWS ANN. § 10-50-61)