

**SENATE**  
**STATE OF MINNESOTA**  
**EIGHTY-NINTH SESSION**

**S.F. No. 2099**

(SENATE AUTHORS: DZIEDZIC and Rest)

DATE	D-PG	OFFICIAL STATUS
04/17/2015	1875	Introduction and first reading Referred to Taxes

A bill for an act

relating to taxation; tobacco products; modifying the tax structure for moist snuff; amending Minnesota Statutes 2014, section 297F.05, subdivision 3.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 2014, section 297F.05, subdivision 3, is amended to read:

Subd. 3. **Rates; tobacco products.** (a) Except as provided in paragraph (b) and subdivision 3a, a tax is imposed upon all tobacco products in this state and upon any person engaged in business as a distributor, at the rate of 95 percent of the wholesale sales price of the tobacco products. The tax is imposed at the time the distributor:

(1) brings, or causes to be brought, into this state from outside the state tobacco products for sale;

(2) makes, manufactures, or fabricates tobacco products in this state for sale in this state; or

(3) ships or transports tobacco products to retailers in this state, to be sold by those retailers.

(b) Notwithstanding paragraph (a), a minimum tax equal to the rate imposed on a pack of 20 cigarettes weighing not more than three pounds per thousand, as established under subdivision 1, is imposed on each container of moist snuff.

For purposes of this subdivision, a "container" means the smallest consumer-size can, package, or other container that is marketed or packaged by the manufacturer, distributor, or retailer for separate sale to a retail purchaser. when more than one container is packaged together, each container is subject to tax. When a consumer-size can, package, or other container of moist snuff contains the equivalent of multiple containers as defined in this

2.1 subdivision, each 1.2 ounces of moist snuff, or fraction thereof, shall be taxed at the  
2.2 rate in paragraph (b).

2.3 **EFFECTIVE DATE.** This section is effective July 1, 2015.