

LEGISLATURE OF NEBRASKA  
ONE HUNDRED FIFTH LEGISLATURE  
SECOND SESSION

**LEGISLATIVE BILL 1087**

Introduced by Wayne, 13.

Read first time January 18, 2018

Committee:

- 1 A BILL FOR AN ACT relating to the Tobacco Products Tax Act; to amend
- 2 section 77-4008, Reissue Revised Statutes of Nebraska; to change
- 3 provisions relating to the tax on cigars, cheroots, and stogies as
- 4 prescribed; to harmonize provisions; to provide an operative date;
- 5 and to repeal the original section.
- 6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-4008, Reissue Revised Statutes of Nebraska, is  
2 amended to read:

3 77-4008 (1)(a) A tax is hereby imposed upon the first owner of  
4 tobacco products to be sold in this state.

5 (b) The tax on cigars, cheroots, or stogies shall be twenty percent  
6 of (i) the purchase price of the cigars, cheroots, or stogies paid by the  
7 first owner or (ii) the price at which a first owner who made,  
8 manufactured, or fabricated the cigars, cheroots, or stogies sells the  
9 items to others, except that the maximum tax imposed under this  
10 subdivision (b) shall be fifty cents for each cigar, cheroot, or stogie.

11 (c) ~~(b)~~ The tax on snuff shall be forty-four cents per ounce and a  
12 proportionate tax at the like rate on all fractional parts of an ounce.  
13 Such tax shall be computed based on the net weight as listed by the  
14 manufacturer.

15 (d) ~~(c)~~ The tax on tobacco products other than cigars, cheroots,  
16 stogies or snuff shall be twenty percent of (i) the purchase price of  
17 such tobacco products paid by the first owner or (ii) the price at which  
18 a first owner who made, manufactured, or fabricated the tobacco product  
19 sells the items to others.

20 (e) ~~(d)~~ The tax on tobacco products shall be in addition to all  
21 other taxes.

22 (2) Whenever any person who is licensed under section 77-4009  
23 purchases tobacco products from another person licensed under section  
24 77-4009, the seller shall be liable for the payment of the tax.

25 (3) Amounts collected pursuant to this section shall be used and  
26 distributed pursuant to section 77-4025.

27 Sec. 2. This act becomes operative on October 1, 2018.

28 Sec. 3. Original section 77-4008, Reissue Revised Statutes of  
29 Nebraska, is repealed.