

Excise Tax Chart

Topic	District of Columbia	Kansas	Louisiana	Minnesota	North Carolina
Basis of Tax, Tax Rates	<p>Basis of Tax on E-Cigarettes</p> <p>In the District of Columbia, an excise tax is imposed as a percentage of the wholesale price of vapor products, effective Oct. 1, 2015. [District of Columbia OTR Notice 2015-02.]</p> <p>Rate of Tax on E-Cigarettes</p> <p>The tax rate on e-cigarettes is 67 percent of the wholesale price. [District of Columbia Office of the Chief Financial Officer, Notice of Increase in the Tax Year 2016 Surtax for Cigarette Packages in the District of Columbia; D.C. Regs. tit. 62, §6135 (May 15, 2015).]</p> <p>Effective Oct. 1, 2015, the tax rate on e-cigarettes is 67 percent of the wholesale price. [District of Columbia OTR Notice 2015-02.]</p> <p>BNA-extn DC 2.3.3.</p>	<p>Basis of Tax on Electronic Cigarettes</p> <p>In Kansas, effective July 1, 2016, the electronic excise tax is imposed on the distributor for the privilege of selling dealing in electronic cigarettes in-state. [Kan. Stat. Ann. § 79-3399, as added by 2015 Kan. H.B. 2109, effective July 1, 2016. See Kan. Dept. of Rev., 2015 Legislative Changes and Enactments (Sept. 21, 2015).]</p> <p>Before July 1, 2016, Kansas does not impose excise taxes on e-cigarettes or other vapor products sold or consumed in the state.</p> <p>Rate of Tax on Electronic Cigarettes</p> <p>Effective July 1, 2016, the following rates apply:• \$0.20 per milliliter of consumable material for electronic cigarettes; and proportionate tax at like rate on all fractional parts of the product. [Kan. Stat. Ann. § 79-3399, as added by 2015 Kan. H.B. 2109, effective July 1, 2016. See Kan. Dept. of Rev., 2015 Legislative Changes and Enactments (Sept. 21, 2015).]</p> <p>BNA-extn KS 2.3.3.</p>	<p>Basis of Electronic Cigarette Tax</p> <p>In Louisiana, a tax is imposed on each fluid milliliter of consumable nicotine solution or other nicotine material depleted as a vapor product. [La. Rev. Stat. Ann. § 47:841(F), as added by 2015 La. H.B. 119, effective July 1, 2015; Louisiana Revenue Information Bulletin 15-032; See La. Dept. of Rev., Retail Dealers of Vapor Products.]</p> <p>Prior to July 1, 2015, Louisiana does not impose excise taxes or fees on electronic cigarettes or other vapor products sold or consumed in-state.</p> <p>Rate of Electronic Cigarette Tax</p> <p>2016</p> <p>The tax imposed on vapor products and electronic cigarettes is \$0.05 per milliliter of consumable nicotine liquid solution or other nicotine material depleted as a vapor product. [La. Rev. Stat. Ann. § 47:841(F), as added by 2015 La. H.B. 119, effective July 1, 2015; Louisiana Revenue Information Bulletin 15-032; see La. Dept. of Rev., Retail Dealers of Vapor Products.]</p> <p>2015</p> <p>Effective July 1, 2015, the tax imposed upon vapor products and electronic cigarettes is \$0.05 per milliliter of consumable nicotine liquid solution or other nicotine material depleted as a vapor product. [La. Rev. Stat. Ann. § 47:841(F), as added by 2015 La. H.B. 119, effective July 1, 2015; Louisiana Revenue Information Bulletin 15-032; see La. Dept. of Rev., Retail Dealers of Vapor Products.]</p> <p>2014</p> <p>Prior to July 1, 2015, Louisiana does not impose excise taxes or fees on electronic cigarettes or other vapor products sold or consumed in-state.</p> <p>2013</p> <p>Prior to July 1, 2015, Louisiana does not impose excise taxes or fees on electronic cigarettes or other vapor products sold or consumed in-state.</p> <p>BNA-extn LA 2.3.3.</p>	<p>Basis of Tax on E-Cigarettes</p> <p>In Minnesota, the tobacco excise tax is based on the wholesale cost of any product containing or derived from tobacco. [Minn. Stat. § 297F.05(3). See also Minn. Dept. of Rev.: E-cigarettes.]</p> <p>The e-cigarettes are subject to the tobacco products tax because it meets the definition of a tobacco product particularly in the phrases (a) "any product containing, made, or derived from tobacco . . ." (2) ". . . whether . . . smoked, . . . or inhaled . . ." and (3) ". . . any component, . . . or accessory of a tobacco product . . ." One of the components of e-cigarette is a cartridge which contains nicotine that is derived from tobacco, thus it is taxable. However, if a wholesaler sells the cartridge separately and can isolate the cost of the product, the tax will be imposed on the nicotine based cartridges or liquid nicotine in a bottle; otherwise, the sales price of a whole kit or content of an e-cigarette package will be taxed. [Minnesota Revenue Notice 12-10.]</p> <p>Rate of Tax on E-Cigarettes</p> <p>2016</p> <p>The e-cigarette tax rate is 95 percent of the wholesale sales price of the tobacco products. [Minn. Stat. § 297F.05(3). See also Minn. Dept. of Rev., E-cigarettes.]</p> <p>2014</p> <p>The e-cigarette tax rate is 95 percent of the wholesale sales price of the tobacco products. [Minn. Stat. § 297F.05(3). See also Minn. Dept. of Rev., E-cigarettes.]</p> <p>BNA-extn MN 2.3.3.</p>	<p>Basis of Tax on Vapor Products</p> <p>In North Carolina, a tax is imposed on each fluid milliliter of consumable product. The tax is computed on the entire consumable vapor product, and not just the liquid nicotine content. [N.C. Gen. Stat. § 105-113.35(a1), as added by 2014 H.B. 1050, effective June 1, 2015. See N.C. Dept. of Rev., Tax on Vapor Products Frequently Asked Questions (May 21, 2015).]</p> <p>All invoices for vapor products issued by manufacturers must state the amount of consumable product in milliliters. [N.C. Dept. of Rev., Important Notice: New 5 Cents Per Milliliter (ML) on Consumable Vapor Products Effective June 1, 2015 (May 1, 2015); N.C. Dept. of Rev., Tax on Vapor Products Frequently Asked Questions (May 21, 2015)(a fraction of a milliliter is rounded off after calculating the grand total of all liquid consumable vapor products sold).]</p> <p>Rate of Tax on Vapor Products</p> <p>2016</p> <p>The tax on vapor products is imposed at \$0.05 per fluid milliliter of consumable product. [N.C. Gen. Stat. § 105-113.35(a1), as added by 2014 H.B. 1050, effective June 1, 2015. See N.C. Dept. of Rev., Important Notice: New 5 Cents Per Milliliter (ML) on Consumable Vapor Products Effective June 1, 2015 (May 1, 2015); N.C. Dept. of Rev., Tax on Vapor Products Frequently Asked Questions (May 21, 2015).]</p> <p>2015</p> <p>Effective June 1, 2015, the tax on vapor products is imposed at \$0.05 per fluid milliliter of consumable product. [N.C. Gen. Stat. § 105-113.35(a1), as added by 2014 H.B. 1050, effective June 1, 2015. See N.C. Dept. of Rev., Important Notice: New 5 Cents Per Milliliter (ML) on Consumable Vapor Products Effective June 1, 2015 (May 1, 2015); N.C. Dept. of Rev., Tax on Vapor Products Frequently Asked Questions (May 21, 2015).]</p> <p>BNA-extn NC 2.3.3.</p>