Legislative Changes to Other Tobacco Products Effective July 1, 2023

With the passage of Nevada Assembly Bill 232, effective July 1, 2023, NRS 370.450 has been amended to define and to modify the excise tax assessment guidelines for "premium cigars."

NRS 370.450(5) defines "premium cigar" as "a cigar that is rolled by hand, has a wrapper made of whole tobacco leaves and does not have a filter or mouthpiece." NRS 370.450(1)(b) limits the tax imposed upon the receipt, purchase and sale of other tobacco products that are "premium cigars."

The tax imposed upon the receipt, purchase and sale of other tobacco products that are "premium cigars" shall be 30 percent of the wholesale price of those products, except that if 30 percent of the wholesale price of those products is: 1) greater than 50 cents for each premium cigar, the tax imposed shall be 50 cents for each premium cigar; or 2) less than 30 cents for each premium cigar, the tax imposed shall be 30 cents for each premium cigar.

The tax on premium cigars will be imposed as follows:
- If the wholesale price of the premium cigar is less than $1.00, the tax will be $0.30.
- If the wholesale price of the premium cigar is more than $1.67, the tax will be $0.50.
- If the wholesale price of the premium cigar is more than $1.00 and less than $1.67, the tax will be 30 percent of the wholesale price.

To read Assembly Bill 232 in its entirety, please read the bill "as enrolled" at: https://www.leg.state.nv.us/App/NELIS/REL/82nd2023/Bill/9975/Text#

ADM-C004
V2023.1