

# Tobacco Use Tax for Businesses

Use this form to calculate the tax due on all tobacco products other than cigarettes.

Name of Business				Minnesota Tax ID Number	
Address		City	State	ZIP Code	
					Period of Return (mo/yr)

Section A: Schedule of Tobacco Products Purchased	Invoice		Products Sold to:			Column A	Column B	Column C	Column D
	Date	Number	Name	Address	State	Price the Tobacco Products Sold at (Cost to Consumer)	Number of Premium Cigars Sold	Number of Moist Snuff Containers Sold for \$3.20 or Less	Price the Moist Snuff Sold at Over \$3.20 per Container
<b>Attach additional sheets if needed.</b>						<b>TOTALS</b>			

Section B: Tobacco Products Use Taxes	1 Tobacco Products Use Tax (multiply column A total by 95% [.95]). . . . .	1	_____
	2 Premium Cigar Use Tax (multiply column B by \$0.50). . . . .	2	_____
	3 Moist Snuff Use Tax on containers \$3.20 or less (multiply column C by \$3.04) . . . . .	3	_____
	4 Moist Snuff Use Tax on cost of containers more than \$3.20 (multiply column D by 95% [.95]) . . . . .	4	_____
	5 <b>TOTAL TOBACCO USE TAX DUE</b> (add lines 1-4) (Enter amount on Form CT301, line 20) . . . . .	5	_____

# Form CT301-U Instructions

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Use Form CT301-U, *Tobacco Use Tax for Businesses*, to report delivery sales to Minnesota consumers per Minnesota Statutes, section 297F.05, subdivision 4b. Businesses that have Tobacco Tax liability but do not meet the definition of a tobacco distributor also use this form to pay use tax.

## Definition of Tobacco Products

A tobacco product is any product that contains tobacco or any product that is made or derived from tobacco that is intended for human consumption, whether chewed, smoked, absorbed, dissolved, inhaled, snorted, sniffed or ingested by any other means. Vapor products, also known as nicotine solution products, that contain nicotine are also tobacco products under Minnesota law.

The definition excludes any tobacco product that has been approved by the U.S. Food and Drug Administration and is marketed and sold solely as a tobacco cessation product, as a tobacco dependence product or for other medical purposes.

## Definition of Premium Cigars

Premium cigars that should be included on this form are cigars that have all of the following characteristics:

- Hand-constructed
- Wrapper made entirely from whole tobacco leaf
- Filler and binder made entirely of tobacco, except for adhesives or other materials used to maintain the size, texture, or flavor
- Wholesale price of \$2.00 or more

## Definition of Moist Snuff

Moist snuff means any finely cut, ground, or powdered smokeless tobacco, or similar product containing nicotine, that is intended to be placed or dipped in the mouth.

## Instructions

Enter the invoice information in the appropriate columns. Make sure you report each invoice separately.

Column A: Report the cost to the consumer before tax of all tobacco products you sold which do NOT meet the definition of either premium cigars or moist snuff.

Column B: Report the number of premium cigars that meet the definition of premium cigars.

Column C: Report the number of containers of moist snuff sold that meet the definition of moist snuff that were sold for \$3.20 or less per containers.

Column D: Report the price before tax of the containers sold that meet the definition of moist snuff that were sold for more than \$3.20 per container.

Total each column.

Attach additional sheets as needed.

## Calculate the Tax Due

### Lines 1-4

Figure the use tax for each tobacco product by multiplying the totals from columns A, B, C, and D by the applicable tax rate provided.

### Line 5

Add lines 1-4 for the total use tax due. Report the total Tobacco Use Tax due on Form CT301, line 20.

## Information

Website: [www.revenue.state.mn.us](http://www.revenue.state.mn.us)

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This material is available in alternate formats.