

# Statement of Inventory for 2009 Other Tobacco Products Excise Tax Increase

North Carolina Department of Revenue

Name of Wholesale or Retail Dealer

Address

City

State

Zip Code

Name of Contact Person

Phone Number

State of Domicile

For Departmental Use Only

55555

FEIN or SSN

OTP Account Number

**Part 1. Computation of Increased N.C. Excise Tax on Inventory of Other Tobacco Products on Hand as of September 1, 2009** (For more information concerning the excise tax increase, see the frequently asked questions on the Department of Revenue's website, [www.dornc.com/downloads/tobacco.html](http://www.dornc.com/downloads/tobacco.html))

1. Cost Price of Saleable North Carolina Tax-Paid Other Tobacco Products

1.

2. Cost Price of Unsaleable North Carolina Tax-Paid Other Tobacco Products (Exclude cigars)

2.

3. Cost Price of Unsaleable North Carolina Tax-Paid Cigars (Licensed dealers only)

3.

4. Total Cost Price of North Carolina Tax-Paid Other Tobacco Products

Add Lines 1 through 3

4.

5. Tax Rate - 2.8%

5.

6. Additional Excise Tax Due

Multiply Line 4 by Line 5

6.

7. Penalty (10% for late payment; 5% per month, maximum 25%, for late filing)

Multiply Line 6 by applicable penalty rate if return with full payment is not filed timely.

7.

8. Interest (See the Department's website, [www.dornc.com](http://www.dornc.com), for current interest rate.)

Multiply Line 6 by applicable interest rate if return with full payment is not filed timely.

8.

9. Total Payment Due

Add Lines 6 through 8

▶ 9.

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_  
I certify that, to the best of my knowledge, this return is accurate and complete.

Effective September 1, 2009, the North Carolina General Assembly increased the excise tax on other tobacco products from 10% of the cost price of products to 12.8%. Due to this increase, all wholesale dealers and retail dealers must complete an inventory of all North Carolina tax-paid other tobacco products on hand as of September 1, 2009 and pay an additional excise tax due equal to 2.8% of the cost price of the inventory. Reports and payments are due by September 21, 2009. Your check or money order must be in the form of U.S. currency from a domestic bank. Mail the report with the total amount due to:

**Part 2. N.C. Tax-Paid Other Tobacco Products Received and Included in Inventory But Invoices Not Yet Received**

*(Attach additional pages if needed)*

Manufacturer	Brand	Bill of Lading	Bill of Lading Date	Cost Price of Products

**Part 3. Invoices Received But the Actual Other Tobacco Products Have Not Yet Been Received**

*(Attach additional pages if needed)*

Manufacturer	Brand	Bill of Lading	Bill of Lading Date	Cost Price of Products

**General Instructions**

**Part 1. Computation of Increased N.C. Other Tobacco Products Excise Tax**

Complete Part 1, Lines 1 through 6 to determine the amount of additional excise tax due. The additional excise tax is calculated based on the difference between the former rate of 10% and the new rate of 12.8%. A discount deduction is not allowed against the additional tax due. Each wholesale dealer or retail dealer must include all North Carolina other tobacco products on which tax has been paid or will be paid with Form B-A-101, Monthly Other Tobacco Products Excise Tax Return, for the period ending August 31, 2009, and all other tobacco products purchased tax paid by the dealer, including stale or unsalable cigars. **Important.** All unsalable other tobacco products that the dealer intends to return to the manufacturer and apply for a refund of excise tax paid should be returned to the manufacturer prior to September 1, 2009 to avoid paying the additional tax. Absent conclusive proof to the contrary, refunds of excise tax on returned other tobacco products received by the manufacturer prior to March 1, 2010 will be refunded at the rate of 10% (the rate prior to September 1, 2009).

Complete Line 7 to determine the amount of penalty due if the report is received after September 21, 2009.

Complete Line 8 to determine the amount of interest due if payment of the additional tax due is received after September 21, 2009. Interest accrues from the time the additional tax is due until the time of payment. The Secretary of Revenue establishes the interest rate on a semiannual basis.

**Part 2. N.C. Tax-Paid Other Tobacco Products Received and Included in Inventory But Invoices Not Yet Received**

List the required information for North Carolina other tobacco products received and included in inventory, but not yet invoiced, as of September 1, 2009.

**Part 3. Invoices Received But the Actual Other Tobacco Products Have Not Yet Been Received**

List the required information for North Carolina other tobacco products invoiced, but not received, as of September 1, 2009.