
Title	Tobacco Tax Calculation on Loose Tobacco
Overview	This bulletin interprets the <i>Tobacco Tax Act</i> in reference to the tax rate on loose tobacco products that may not include 100% tobacco.
Legislation or Regulation	<i>Tobacco Tax Act</i> , Sections 1, 3 (1), (2)
Definitions	<p>Tobacco: means tobacco and tobacco products in any form in which they may be consumed, by the consumer, and includes snuff.</p> <p>“Every dealer shall collect and remit, pursuant to this Act, tax: on each gram of tobacco, other than cigarettes or cigars, purchased by the dealer”</p> <p>“The tax payable on tobacco, other than cigars, shall be computed separately on every package.”</p>
Requirements	<p>Yukon’s <i>Tobacco Tax Act</i> (TTA) states that the definition of Tobacco is all tobacco products in any form. This definition would cover all “loose” variations of tobacco, including but not limited to snuff, snus, pouches, and powders.</p> <p>Regardless of the percentage of tobacco or nicotine contained within these variations of loose tobacco, they are clearly defined as tobacco products and are therefore subject to Yukon’s Tobacco Tax at the full loose tobacco per gram rate.</p> <p>As the <i>Tobacco Tax Act</i> declares that tax shall be collected on each <u>gram</u> of tobacco, all tobacco products, other than cigarettes and cigars will be taxed by their</p>

entire weight at point of sale, not in relation to percentage of tobacco or nicotine.

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