

## FORM TP-1 GENERAL INSTRUCTIONS

House Bill 242 of the 148th General Assembly changes the method and rates in which other tobacco products are taxed at wholesale in Delaware. Use modified Form TP-1 for monthly reporting of all tax periods beginning after August 31, 2017.

**Effective September 1, 2017**, all other tobacco products with the exception of moist snuff will be taxed at thirty percent (30%) of the wholesale price. Moist snuff will be taxed at a rate of ninety two cents (\$0.92) an ounce.

**Effective January 1, 2018**, vapor products will be taxed at a rate of five cents (\$0.05) per fluid milliliter. Vapor products are defined as any nicotine liquid solution or other material containing nicotine that is intended to be used with or in an electronic smoking device.

## FORM TP-1 SPECIFIC INSTRUCTIONS

**LINE 1:** Complete schedule OTP-A and enter the total wholesale price of all other tobacco products **except moist snuff and vapor product** purchased and brought in Delaware or manufactured in Delaware.

**LINE 2:** Complete schedule OTP-B and enter the total wholesale price paid of all other tobacco products **except moist snuff and vapor product** sold to out of state wholesalers/retailers.

**LINE 3:** Complete schedule OTP-E and enter the total wholesale price of all other tobacco products **except moist snuff and vapor product** sold to Delaware wholesaler and retail.

**LINE 4:** Complete schedule OTP-C and enter the total wholesale price of all other tobacco products **except moist snuff and vapor product** returned to the manufacturer.

**LINE 5:** Complete schedule OTP-D and enter the total wholesale price of all other tobacco products **except moist snuff and vapor product** sold to exempt organizations.

**LINE 6:** Total lines 1 through 5 and enter the result on line 6.

**LINE 7:** Multiply the product of line 6 by (0.30) and enter the result on line 7.

**LINE 8:** In the space provided on line 8 enter the total taxable ounces of moist snuff from the attached complete schedules in 8A. Multiply the total taxable ounces of moist snuff by (\$0.92) and enter the result on line 8B.

**LINE 9:** In the space provided on line 9 enter the total taxable fluid milliliters of vapor products from the attached complete schedules in 9A. Multiply the total taxable fluid milliliters of vapor product by (\$0.05) and enter the result on line 9B. **Vapor product is taxable for tax periods beginning after 12/31/2017. Do Not use this line until your January 2018 monthly filing.**

**LINE 10:** Add lines 7, 8 and 9 and enter the result on line 10. This is your total other tobacco products tax due.