

## **FORM TP-1 GENERAL INSTRUCTIONS**

House Bill 245 of the 144<sup>th</sup> General Assembly changes the method in which moist snuff is taxed in Delaware. Effective January 1, 2008, moist snuff will **no longer** be taxed at fifteen percent (15%) of the wholesale price but will be taxed at a rate of fifty four cents (\$0.54) an ounce. House Bill 245 only changes the method in which moist snuff is taxed in Delaware. All other tobacco products with the exception of moist snuff are still taxed at fifteen percent (15%) of the wholesale price. Use modified Form TP-1 for monthly reporting of all tax periods beginning after December 31, 2007.

## **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** 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** sold to out of state wholesalers and retailers.
- LINE 3:** Complete schedule OTP-E and enter the total wholesale price of all other tobacco products **except moist snuff** sold to Delaware wholesaler and retail dealers.
- LINE 4:** Complete schedule OTP-C and enter the total wholesale price of all other tobacco products **except moist snuff** returned to the manufacturer.
- LINE 5:** Complete schedule OTP-D and enter the total wholesale price of all other tobacco products **except moist snuff** 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 (0.15) 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 (\$0.54) and enter the result on line 8B.
- LINE 9:** Add lines 7 and 8 and enter the result on line 9. This is your total other tobacco products tax due.