



## Fiscal Estimate Narratives

DOR 7/16/01

LRB Number	<b>01-2672/2</b>	Introduction Number	<b>SB-215</b>	Estimate Type	<b>Original</b>
<b>Subject</b>					
Penalty for late payment of cigarette tax					

### Assumptions Used in Arriving at Fiscal Estimate

This bill provides that a person who fails to file a required cigarette tax return by the date that the return is due must pay a penalty equal to 5% of the tax that is due for every month or part of a month that the return remains outstanding, but not exceeding 25% of the tax that is due. If a person fails to file a cigarette tax return or files a false or fraudulent return with intent to evade the tax, a penalty equal to 50% of the tax that is due is imposed. These are the same penalty provisions currently in place for liquor and tobacco product taxes.

This bill will have minimal impact on cigarette tax collections and administrative expenses.

### Long-Range Fiscal Implications