

S.F. No. 1062 – Repealing June accelerated payment requirements for cigarette and tobacco and liquor taxes

Author: Senator Torrey N. Westrom

Prepared by: Nora Pollock, Senate Counsel (651/297-8066)

Date: March 20, 2023

This bill repeals the requirement that taxpayers whose tax liability is \$250,000 or more in a fiscal year must remit payments on an “accelerated” schedule. Two business days before June 30, taxpayers must remit actual May liabilities and 84.5 percent of the estimated June liability. On or before August 18, the taxpayer must file a return indicating actual June liability and pay any additional amount required that was not included in the June remittance. This bill repeals those requirements and strikes language relating to accelerated filing of cigarette and tobacco and liquor tax returns.

Section 1. Monthly return; cigarette distributor. Strikes the accelerated payment provision in the return requirements for cigarette distributors, effective beginning with June 2023 liabilities.

Section 2. Monthly return; tobacco products distributor. Strikes the accelerated payment provision in the return requirements for tobacco products distributors, effective beginning with June 2023 liabilities.

Section 3. Payment. Strikes the accelerated payment provision in the return requirements for the cigarette sales tax, effective beginning with June 2023 liabilities.

Section 4. Repealer. Repeals the accelerated payment requirements for cigarette and tobacco and liquor taxes, effective beginning with June 2023 liabilities.