



STATE OF NEW JERSEY
 DEPARTMENT OF THE TREASURY
 DIVISION OF TAXATION
 PO BOX 269
 TRENTON, NJ 08695-0269

July 10, 2009

NOTICE TO CIGARETTE DISTRIBUTORS

Recently, a Cigarette Floor Tax Return was mailed to each Licensed Cigarette Distributor, both resident and non-resident, which required an additional tax be paid in full on all inventory by September 1, 2009.

This additional tax created a need for each distributor to increase the amount of the surety bond posted, which puts an additional burden on the industry. Pursuant to the authority in N.J.S.A. 54:32B-17(b), the Division's Acting Director has agreed to allow all Licensed Cigarette Distributors to remit the cigarette floor tax on an installment basis.

Licensed Cigarette Distributors may remit the floor tax in two (2) installment payments, each consisting of 50% of the total tax due as reported on line 5 of the Cigarette Floor Tax return. The first installment is due on September 1, 2009, and must be mailed together with the recently issued Cigarette Floor Tax Return and corresponding payment voucher in the envelope provided. If needed, the Cigarette Floor Tax return may be obtained by accessing the Division of Taxation Web site at <http://www.state.nj.us/treasury/taxation/prntmisc.shtml#cigarette>

The subsequent payment which is the balance of the total tax due, is due on November 1, 2009. Both the voucher and the subsequent payment should be mailed to the New Jersey Division of Taxation, Cigarette Floor Tax Unit, PO Box 187, Trenton, NJ 08695-0187.

The following worksheet is provided to assist you in computing the amounts of installment payments due, as well as to record the dates these payments were made.

INSTALLMENT CALCULATION (Keep For Your Records – Do Not File)		
	<u>Amount</u>	<u>Date Paid</u>
1. Total Tax Due (Line 5 – Floor Tax Return)	_____	_____
2. Voucher 1 Due 09-01-09 (enter 50% of Total Tax Due)	_____	_____
3. Voucher 2 Due 11-01-09 (enter 50% of Total Tax Due)	_____	_____

