



Name and address (please correct any errors)

License Number

▲ Use this number for all references ▲

Federal Identification Number

Inventory Return  
**July 2010**

Return due  
**August 2, 2010**

**Products in Inventory at the Close of Business on June 30, 2010**

**A. Stamped Cigarettes – Participating Manufacturer “PM” (see Pub 51)**

- 1. Single packs of 20 cigarettes – green stamp.....
- 2. Single packs of 25 cigarettes – yellow stamp.....

**B. Stamped Cigarettes – Nonparticipating Manufacturer “NPM” (see Pub 51)**

- 3. Single packs of 20 cigarettes – purple stamp.....
- 4. Single packs of 20 cigarettes – green stamp.....
- 5. Single packs of 25 cigarettes – purple stamp.....
- 6. Single packs of 25 cigarettes – yellow stamp.....
- 7. Tax due on cigarette inventory (Add lines 1–6)..... ● 7.

**C. Moist Snuff (moisture content 45% or more)**

- 8. Tax due on moist snuff inventory ..... ● 8.

**D. Other Tobacco Products (RYO, pipe tobacco, cigars, etc.)**

- 9. Tax due on other tobacco products ..... ● 9.

**E. Total**

- 10. TOTAL INVENTORY TAX DUE (Add lines 7, 8 and 9) ..... ●10.

|     | Inventory<br>Units | Tax Rate  | Tax |  |
|-----|--------------------|-----------|-----|--|
| 1.  |                    | X 1.0050  | =   |  |
| 2.  |                    | X 1.2625  | =   |  |
| 3.  |                    | X 1.0050  | =   |  |
| 4.  |                    | X 1.3550  | =   |  |
| 5.  |                    | X 1.2625  | =   |  |
| 6.  |                    | X 1.69375 | =   |  |
| 7.  |                    |           | \$  |  |
| 8.  | oz.                | X 1.08    | =   |  |
| 9.  | \$                 | X 0.51    | =   |  |
| 10. |                    |           | \$  |  |

I declare under penalties provided by law that to the best of my knowledge this return, including any accompanying schedules, is true, complete and correct:

Print Name \_\_\_\_\_ Phone \_\_\_\_\_

Signature \_\_\_\_\_ Date \_\_\_\_\_

Return the entire form, coupon and payment. Make a copy for your records.



**TOBACCO INVENTORY TAX PAYMENT – TC-563**

|                   |                |                          |                          |
|-------------------|----------------|--------------------------|--------------------------|
| Federal ID Number | License Number | Return Date<br>July 2010 | Due Date<br>Aug. 2, 2010 |
|-------------------|----------------|--------------------------|--------------------------|

UTAH STATE TAX COMMISSION  
TOBACCO INVENTORY TAX  
210 N 1950 W  
SLC UT 84134-3500

Amount Paid ►

Amount Paid input field

Make check payable to Utah State Tax Commission



## General Instructions

An inventory tax is levied on all taxable cigarettes, moist snuff and other tobacco products sold, used or stored in Utah on or after July 1, 2010 for which the tax was paid at the rate in effect on June 30, 2010. The inventory tax is equal to the difference between the "old" tax rates in effect on June 30, 2010 and the "new" tax rate in effect on July 1, 2010. Every retailer, distributor, stamper, jobber, wholesaler and manufacturer that has cigarettes, moist snuff or other tobacco products in inventory at the end of business June 30, 2010, that was taxed at the old rate, must report and pay the inventory tax on the unsold products. The inventory tax on products in transit between two entities should be paid by the entity having legal ownership of the products during shipping (e.g., tobacco products that are shipped FOB origin are the property of the purchaser, so the purchaser must report the inventory tax on their return).

Both the return and tax are due July 31, 2010. Penalties and interest will apply on late filed and/or paid returns.

A return must be filed by each entity with a Utah Cigarette and Tobacco License.

## Definitions

"Cigarette" means any roll for smoking made wholly or in part of tobacco, irrespective of size or shape, and whether or not such tobacco is flavored, adulterated or mixed with any other ingredient, the wrapper or cover of which is made of paper or any other substance or material except tobacco.

"Moist snuff" means tobacco that is finely cut, ground or powdered, has at least 45 percent moisture content, and is not meant to be smoked or placed in the nasal cavity

"Nonparticipating manufacturer" (NPM) means a tobacco product manufacturer that is not a participant in the Master Settlement Agreement between the State of Utah and the leading U.S. tobacco product manufacturers. NPM cigarette brands must be counted and reported separately from "participating manufacturer" brands. To identify NPM products, see Publication 51, Utah Approved Tobacco Manufacturers and Cigarette/RYO Brands, available on the Tax Commission's website at [tax.utah.gov/forms/](http://tax.utah.gov/forms/). NPM products are highlighted and identified by brand name. Examples of NPM brands are Complete, Kingsboro, Premis, Roger and Zig Zag (this list is not all-inclusive).

"Other tobacco products" means products containing tobacco that do not meet the definitions of "cigarette" or "moist snuff." Examples: cigars (including little cigars), roll your own (RYO) tobacco, and pipe tobacco (this list is not all-inclusive).

"Participating manufacturers" (PM) are those other than "nonparticipating manufacturers." Examples of PM brands are: Marlboro, Camel, Lucky Strike, Kent, Liggett Select. Note: this list is not all-inclusive.

## Line-by Line Instructions

### A. Stamped Cigarettes – Participating Manufacturers (PM) see definition above.

Line 1 Enter the number of single packs of 20 PM cigarettes bearing a green Utah stamp. Packs bearing the new orange Utah stamp have been taxed at the rate effective July 1, 2010 and do not need to be reported. Multiply the number of packs by the inventory tax rate.

Line 2 Enter the number of single packs of 25 PM cigarettes bearing a yellow Utah stamp. Packs bearing the new red Utah stamp have been taxed at the rate effective July 1, 2010 and do not need to be reported. Multiply the number of packs by the inventory tax rate.

### B. Stamped Cigarettes – Nonparticipating Manufacturers (NPM) see definition above. Packs that have been taxed at the rate effective July 1, 2010 do not need to be reported.

Line 3 Enter the number of single packs of 20 NPM cigarettes bearing a purple Utah stamp that were taxed at the pre-July 1, 2010 NPM rate. Multiply the number of packs by the inventory tax rate.

Line 4 Enter the number of single packs of 20 NPM cigarettes bearing a green Utah stamp that were taxed at the pre-July 1, 2010 PM rate. Multiply the number of packs by the inventory tax rate.

Line 5 Enter the number of single packs of 25 NPM cigarettes bearing a purple Utah stamp that were taxed at the pre-July 1, 2010 NPM rate. Multiply the number of packs by the inventory tax rate.

Line 6 Enter the number of single packs of 25 NPM cigarettes bearing a yellow Utah stamp that were taxed at the pre-July 1, 2010 PM rate. Multiply the number of packs by the inventory tax rate.

### C. Moist Snuff (moisture content 45% or more)

Line 8 Count the moist snuff in inventory and compute the total ounces that were taxed at the pre-July 1, 2010 rate. Multiply the ounces by the inventory tax rate.

### D. Other Tobacco Products

Compute the manufacturer's sales price using one of the following methods:

- Manufacturer's sales price after discounts and including freight; OR
- If the manufacturer's sales price is not available, calculate the retail sales price, including tobacco tax and multiply the total by 0.60.

Line 9 Tax due on other tobacco products. Count the other tobacco products and compute the manufacturer's sales amount (above) for products that were taxed at the pre-July 1, 2010 rate. Multiply the taxable amount by the inventory tax rate.

For help, call 801-297-3533 or 1-800-662-4335 ext. 3533.

Mail the completed form with payment to Utah State Tax Commission, 210 North 1950 West, SLC, UT 84134-3500. You may pay online with TaxExpress. It's quick, easy and free. Visit [taxexpress.utah.gov](http://taxexpress.utah.gov).

If you need accommodations under the Americans with Disabilities Act, contact the Tax Commission at 801-297-3811 or TDD 801-297-2020. Please allow three working days for a response.