nebraska department of revenue

NEBRASKA TAX RATE CHRONOLOGIES

Table 3 — Nebraska Cigarette Tax

Effective Date	Tax Rate Per Pack	General Fund Portion	Capital Constr. Projects	Outdoor Rec. Cash Fund	Nebraska Department of HHS Cash Fund[8]	Building Renewal Allocation Fund	City of Omaha Public Events Facilities Fund[10]	Cash Reserve Fund
7/1/47	3.0¢	3.0¢	—	—	—	—	—	—
9/20/57	4.0	4.0	—	—	—	—	—	—
6/1/63	6.0	6.0	—	—	—	—	—	—
4/1/65	8.0[1]	6.0	—	—	—	—	—	—
7/1/67	8.0	8.0	—	—	—	—	—	—
4/28/71	13.0	8.0	5.00¢[2]	—	—	—	—	—
3/24/73	13.0	8.0	5.0	—	—	—	—	—
7/1/80	13.0	8.0	4.0	1.0¢	—	—	—	—
8/30/81	14.0	9.0	4.0	1.0	—	—	—	—
5/1/82	18.0	13.0	4.0	1.0	—	—	—	—
7/1/83	18.0	13.0	3.0	1.0	1.0¢	—	—	—
7/1/84	18.0	13.0	3.0[3]	1.0	1.0	—	—	—
8/1/84	18.0/22.50[4]	13.0	3.0[3]	1.0	1.0	—	—	—
3/1/86	23.0/28.75	18.0	3.0[3]	1.0	1.0	—	—	—
7/1/86	23.0/28.75	14.0	7.0[5]	1.0	1.0	—	—	—
7/1/87	27.0/33.75	18.0	7.0[5]	1.0	1.0	—	—	—
7/1/88	27.0/33.75	16.0	9.0[6]	1.0	1.0	—	—	—
7/1/89	27.0/33.75	16.0[7]	9.0[6]	1.0	1.0	—	—	—
7/1/91	27.0/33.75	16.0	9.0	1.0	1.0	—	—	—
7/1/93[9]	34.0/42.50	21.0	9.0	1.0	3.0	—	—	—
7/1/97	34.0/42.50	21.0	—	1.0	3.0	7.0¢	2.0¢	—
7/1/01	34.0/42.50	21.0	2.0[11]	1.0	3.0	5.0	—	—
10/1/02[12]	64.0/80.0	21.0	—	1.0	3.0	7.0	—	28.0¢
10/1/04	64.0/80.0	49.0	—	1.0	3.0	7.0	—	—

[1] Cigarette tax 0.6 cent portion to State Recreation Road Fund, 0.7 cent portion to Land and Water Conservation Fund, and 0.7 cent portion to State Educational Television Fund.

[2] Two and one-half cents portion to University of Nebraska at Lincoln Field House Fund and 2.5 cents portion to State Office Building Fund.

[3] $1,765,153 per year to University Buildings Renovation and Land Acquisition Fund, $361,222 per year to State Colleges Buildings Renovation and Land Acquisition Fund, and the remainder to Nebraska Capital Construction Fund.

[4] The Legislature authorized the sale of cigarettes in packages containing 25 cigarettes. Essentially the tax remains at 0.9 cent per cigarette.

[5] Four cents portion to University Facilities Construction Fund, $1,765,153 per year to University Buildings Renovation and Land Acquisition Fund, $361,222 per year to State Colleges Buildings Renovation and Land Acquisition Fund, and the remainder to Nebraska Capital Construction Fund.

[6] Four cents portion to University Facilities Construction Fund, $1,765,153 per year to University Buildings Renovation and Land Acquisition Fund, $361,222 per year to State College Building Renovation and Land Acquisition Fund, 0.5 cent portion to University Facility Improvement Fund, 1.5 cents portion to State College Facilities Improvement Fund, and the remainder to Nebraska Capital Construction Fund.

[7] The 16.0 cents portion deposited to the General Fund is reduced by $4,500,000 per fiscal year, which is deposited to Municipal Infrastructure Redevelopment Fund. This was reduced to $3,000,000 effective 7/1/94.

[8] For the period 7/1/83 through 6/30/91, this 1.0 cent portion was deposited in the Nebraska Cancer Research Fund for allocation to the Eppley Institute, the Cancer Registry, and research contracts.

[9] Effective 7/1/93, the legislature increased the tax rate by 7.0 cents (5.0 cents to be deposited in the general fund). The remaining 2.0 cents is allocated through research contracts and grants to the University of Nebraska Medical Center and the Creighton University Medical School for cancer research.

[10] Two cents to this fund beginning with Fiscal Year 1995-96 through 2000-01. Beginning 7/1/01, this 2.0 cents portion is now a fiscal year payment of $1,000,000 to the City of Primary Class Development Fund (Lincoln) and $1,500,000 to the City of the Metropolitan Class Development Fund (Omaha).

[11] Beginning 7/1/01, this 2.0 cents portion is deposited into the Information Technology Infrastructure Fund.

[12] Beginning October 1, 2002, the tax rate will increase to 64 cents per package of cigarettes containing one to twenty cigarettes and 80 cents per package containing twenty-five cigarettes (LB 1085). For a two-year period, 28.0 cents of the income is deposited in the Cash Reserve Fund.