



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-23-17

August 29, 2023

NOTICE TO TOBACCO WHOLESALERS REGARDING REINSTATEMENT OF SETTLING MANUFACTURING AGREEMENT

Pursuant to Miss. Code Ann. Section 27-70-5(1)(d), a cigarette manufacturer which is a party to the tobacco settlement agreement shall be exempt from the tobacco equity tax known as the non-settling manufacturer fee or NSM fee. Effective August 12, 2023, the State of Mississippi and Liggett & Myers Incorporated have reinstated their settlement agreement.

Beginning August 12, 2023, Liggett & Myers Incorporated is a party to the tobacco settlement agreement as referenced in Miss. Code Ann. Section 27-70-5(1)(d) and shall be considered a settling manufacturer exempt from payment of the tobacco equity tax or NSM fee.

In accordance with this provision, the NSM fee is no longer due on cigarettes received from Liggett & Meyers, Inc., and should no longer be reported as NSM cigarettes on Tobacco Excise returns for the partial period from August 12, 2023, through August 31, 2023, and subsequent periods.

This change shall take effect and be in force from and after August 12, 2023.

If you have any questions, please contact the Sales Tax Department at 601-923-7015 or send emails to: salestaxdepartment@dor.ms.gov