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HOUSE BILL 40 of the Second Extraordinary Session
By Jackson

AN ACT to amend Tennessee Code Annotated, Title 67, Chapter 4, Part 10, relative to taxes on tobacco products.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-1004(a), is amended by deleting the language "six and one-half (6½) mills" and by substituting instead the language "twelve and one-half (12½) mills".

SECTION 2. Tennessee Code Annotated, Section 67-4-1005, is amended by deleting the language "six percent (6%)" and by substituting instead the language "eleven and one-half percent (11.5%)".

SECTION 3. All revenue generated from the increase in the rate of tax on cigarettes pursuant to Section 1 of this act and all revenue generated from the increase in the rate of tax on other tobacco products pursuant to Section 2 of this act shall be deposited in the state general fund and earmarked for the sole purpose of funding the TennCare program.

SECTION 4. The provisions of this act shall take effect on July 1, 2000, the public welfare requiring it.