



# KETCHIKAN GATEWAY BOROUGH

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Finance Department

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## Sample List of Products Subject to Excise Tax, Effective January 1, 2017 List Revised January 2017

### Taxable at \$0.10 per cigarette

- Cigarettes made wholly or partly of tobacco, whether plain, flavored or adulterated with another ingredient.

### Taxable at 50% of the Wholesale Price

- When manufactured in the Borough, all parts and components of the end product
  - e.g. filters, papers and tobacco for cigarettes; liquid solutions, both with and without nicotine, and containers when the end product contains nicotine; and all parts required to manufacture an e-cigarette or similar device, including the battery if it is included as part of the package and included in the sale price to the retailer or end consumer.
- Any noncombustible device capable of being used with or in a vapor product, such as e-cigarettes, e-cigars, e-pipes
  - e.g. 'atomizers', or the entire e-cig/e-pipe kit if an atomizer is included
- Chewing tobacco
- Cigar, cheroot, stogie, etc.
- Perique
- Smoking tobacco
- Snuff and snuff flour
- Vapor or liquid solutions containing nicotine

### Not Taxable

- Cigarette filters when sold separately
- Cigarette rolling machines
- Lighters
- Pipes, bongs and hookahs whether made of resin, wood, glass or other materials, except if a vaporizer or atomizer is included as part of the purchase price
- Accessories and replacement parts for e-cigs, except the atomizer
- Replacement batteries
- Rolling papers when sold separately
- Smoking cessation products such as Nicorette, NicoDerm, or tobacco substitutes prescribed by a licensed physician.
- Vapor or liquid solutions which do not contain nicotine