



TRENDS IN AVERAGE STATE CIGARETTE TAX RATES

	Average State Cigarette Tax (cents per pack)*
12/31/01	43.4
12/31/02	61.1
12/31/03	72.9
12/31/04	78.0
12/31/05	91.7
12/31/06	99.7
12/31/07	110.7
12/31/08	118.3
12/31/09	133.7
12/31/10	144.0
12/31/11	145.7
12/31/12	147.8
12/31/13	153.1
12/31/14	153.6
12/31/15	160.4
12/31/16	164.8
12/31/17	171.6
12/31/18	178.5
12/31/19	181.1
12/31/20	181.8
12/31/21	191.3
12/31/22	191.3
12/31/23	193.2

48 states and DC have implemented or passed 143 cigarette tax increases since the beginning of 2002, with 36 of those states and DC passing multiple tax increases. Currently, 37 states, DC, Puerto Rico, Northern Mariana Islands, and Guam have cigarette tax rates of \$1.00 per pack or higher; 22 states, DC, Puerto Rico, Northern Mariana Islands, and Guam have cigarette tax rates of \$2.00 per pack or higher; ten states, DC, Puerto Rico, Northern Mariana Islands, and Guam have cigarette tax rates of \$3.00 per pack or higher; three states, DC, Puerto Rico, and Guam have cigarette tax rates of \$4.00 per pack or higher; and New York and Puerto Rico have cigarette tax rates higher than \$5.00. Also, several localities have their own cigarette tax rates in addition to their states' rates, for example: New York City has a cigarette tax of \$1.50 (combined state/local cigarette tax \$6.85 per pack); Cook County, IL has a \$3.00 local tax; and Chicago has a \$1.18 local tax (combined state/local cigarette tax in Chicago \$7.16 per pack, the highest in the nation); Anchorage has a \$2.70 local tax (combined state/local rate of \$4.70 per pack); Carbondale, CO has a \$4.00 local tax (combined state/local rate of \$5.94 per pack); Philadelphia has a \$2.00 local tax (combined state/local rate of \$4.60 per pack). [For other local cigarette tax rates, see <https://www.tobaccofreekids.org/assets/factsheets/0267.pdf>.]

Nationally, estimated smoking-caused health care costs total \$20.52 per pack. The federal cigarette tax is \$1.01 per pack, after a 60.66-cent increase on April 1, 2009.

Between 1998 and 2023, the major cigarette companies increased the prices they charge by more than \$4.00 per pack. Over the same period, the average state cigarette tax increased by only \$1.52. [Orzechowski & Walker, *Tax Burden on Tobacco*, 2022 (industry-funded annual report); USDA Economic Research Service; reports of industry price increases.]

Every state that has ever increased its cigarette tax rate has received more revenue than it would have obtained absent the rate increase. In fact, every state that has increased its cigarette tax by a significant amount has enjoyed a substantial increase in revenue, despite ongoing and tax-specific smoking declines and any ongoing or increased tax evasion. [See, e.g., Campaign for Tobacco-Free Kids factsheet, *Raising State Tobacco Taxes Always Increases State Revenues & Always Reduces Tobacco Use*, <https://www.tobaccofreekids.org/assets/factsheets/0098.pdf>.]

Campaign for Tobacco-Free Kids, December 26, 2023 / Ann Boonn

Additional factsheets on state cigarette taxes are available at <https://www.tobaccofreekids.org/factsheets/tobacco-control-policies/tobacco-taxes>.

* The listed rates are the average of state cigarette tax rates including all 50 U.S. states and the District of Columbia, but not U.S. Territories, which typically have tobacco tax rates higher than the state average and most localities.