

Chapter 17

DEFICIT REDUCTION ACT

(Assented to December 5, 2006)

The Commissioner of Nunavut, by and with the advice and consent of the Legislative Assembly, enacts as follows:

Tobacco Tax Act

1. (1) The *Tobacco Tax Act* is amended by this section.

(2) Paragraphs 2(1)(a) and (b) are repealed and the following is substituted:

- (a) 21 cents per cigarette or, where the taxable price per cigarette has been prescribed, 90% of the taxable price per cigarette;
- (b) 14 cents per gram of tobacco commonly known as cigarette tobacco or, where the taxable price per gram of tobacco has been prescribed, 90% of the taxable price per gram of tobacco;

(3) Subsection 2(3) is repealed and the following is substituted:

Calculation of tax on cigarettes, cigarette tobacco

(3) The taxes under paragraphs (1)(a) and (b) shall be computed to the nearest fifth of a cent per cigarette or per gram of tobacco, as the case may be, and for this purpose, one-tenth of a cent shall be computed as one-fifth of a cent.

(4) Sections 11 and 12 of the *Tobacco Tax Regulations*, R.R.N.W.T. 1990,c.T-14, as duplicated for Nunavut by section 29 of the *Nunavut Act*, are repealed.

(5) This section comes into force at 12:01 am on December 16, 2006.

Payroll Tax Act, 1993

2. (1) Subsection 3(1) of the *Payroll Tax Act, 1993* is amended by striking out "1%" and substituting "2%".

(2) This section comes into force January 1, 2007.