



# Form TPM-1

Calendar Year **2007**

## Certification of Compliance and Affidavit by Nonparticipating Manufacturer

Cigarettes Sold to Consumers Within Connecticut During Calendar Year 2006

(Rev. 03/07)

**Important:** Complete this form in black or blue ink only. An authorized agent of the nonparticipating manufacturer must complete and sign Part I before a notary public. The nonparticipating manufacturer is also responsible for having an authorized agent of the financial institution complete and sign Part II before a notary public, and for filing **Form TPM-1, Certification of Compliance and Affidavit by Nonparticipating Manufacturer**, with the Office of the Attorney General on or before April 30, 2007. Attach **Form TPM-3, 2006 Brand Families Unit Sales Schedule**, to this form. Read the additional instructions on the back of this form.

**Part I – To be completed by a nonparticipating manufacturer and signed before a notary public.**

1. Name of Nonparticipating Manufacturer			2. Telephone ( )	
3. Address (number and street) or PO Box			4. Fax ( )	
5a. City, Town, or Post Office	5b. State or Province	5c. Country	6. Email Address	
7. Name of financial institution holding the qualified escrow fund for Connecticut		8. Account number and subaccount number of the qualified escrow fund for Connecticut		
9. Account balance of the qualified escrow fund for Connecticut, including amount reported on Line 12			\$ .	
10. Number of nonparticipating manufacturer's cigarettes sold to consumers within Connecticut, whether directly or through a distributor, dealer, or similar intermediary or intermediaries, during calendar year 2006				
11. Amount required to be placed into the qualified escrow fund for Connecticut sales Multiply Box 10 by \$0.0214421.			\$ .	
12. Amount placed into the qualified escrow fund for Connecticut and attributable to Connecticut sales reported in Box 10			\$ .	

**Declaration:** I declare under the penalty of false statement that I have examined Part I of this form and, to the best of my knowledge and belief, it is true, complete, and correct. The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed \$2,000, or both. I authorize the financial institution named above to verify the balance in the bank account identified above, and any deposits thereto and withdrawals therefrom, for the State of Connecticut, Office of the Attorney General, upon request by that office.

\_\_\_\_\_  
Signature of Authorized Agent of Nonparticipating Manufacturer

\_\_\_\_\_  
Printed or Typed Name of Authorized Agent

\_\_\_\_\_  
Title of Authorized Agent

Subscribed and Sworn to Before Me This \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_

\_\_\_\_\_  
Signature (Notary Public)

\_\_\_\_\_  
My Commission Expires:

**Part II – To be completed by financial institution holding qualified escrow fund and signed before a notary public.**

13. Name of financial institution holding the qualified escrow fund			14. Telephone ( )	
15. Address (number and street) or PO Box			16. Fax ( )	
17a. City, Town, or Post Office	17b. State	17c. ZIP Code	18. Email Address	

**Declaration:** I declare under penalty of false statement that the nonparticipating manufacturer named above has placed money into the bank account identified above, and that I have examined Part II of this form and, to the best of my knowledge and belief, it is true, complete, and correct. The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed \$2,000, or both. In accordance with the authorization given by the nonparticipating manufacturer mentioned above, I agree to verify the balance in the account identified above, and any deposits thereto and withdrawals therefrom, for the State of Connecticut, Office of the Attorney General, upon request by that office.

\_\_\_\_\_  
Signature of Authorized Agent of Financial Institution

\_\_\_\_\_  
Printed or Typed Name of Authorized Agent

\_\_\_\_\_  
Title of Authorized Agent

Subscribed and Sworn to Before Me This \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_

\_\_\_\_\_  
Signature (Notary Public)

\_\_\_\_\_  
My Commission Expires:

# Form TPM-1 Instructions

## Who Must File

Each nonparticipating manufacturer selling cigarettes to consumers within Connecticut, whether directly or through a distributor, dealer, or similar intermediary or intermediaries, must establish a qualified escrow fund for the benefit of the State of Connecticut and other settling states, place the required amount of money into a qualified escrow fund, and file Form TPM-1.

## Definitions

**Cigarette** means any product that contains nicotine, is intended to be burned or heated under ordinary conditions of use, and consists of or contains:

- (A) Any roll of tobacco wrapped in paper or in any substance not containing tobacco; **or**
- (B) Tobacco, in any form, that is functional in the product, which, because of its appearance, the type of tobacco used in the filler or its packaging and labeling is likely to be offered to or purchased by, consumers as a cigarette; **or**
- (C) Any roll of tobacco wrapped in any substance containing tobacco which, because of its appearance, the type of tobacco used in the filler or its packaging and labeling is likely to be offered to, or purchased by consumers as a cigarette described in (A).

For purposes of this form:

1. Each nine one-hundredths (0.09) of an ounce of roll-your-own cigarette tobacco also constitutes one individual cigarette.
2. A small cigar properly treated as a cigarette for purposes of the federal excise tax on cigarettes (26 U.S.C. §5701(b)) should be reported as a cigarette on Form TPM-1, but a small cigar properly treated as a small cigar for purposes of the federal excise tax on cigars (26 U.S.C. §5701(a)(1)) should not be reported as a cigarette on Form TPM-1.

**Nonparticipating manufacturer** means any tobacco product manufacturer that is not a participating manufacturer.

**Participating manufacturers** means and includes the original participating manufacturers and subsequent participating manufacturers.

**Original participating manufacturers** means Brown & Williamson Tobacco Corporation, Lorillard Tobacco Company, Philip Morris Incorporated, R.J. Reynolds Tobacco Company, and the respective successors of each of them.

**Subsequent participating manufacturer** means a tobacco product manufacturer that becomes a signatory to the MSA but that is not an original participating manufacturer.

**Tobacco product manufacturer** means any entity that, after July 1, 2000, directly and not exclusively through an affiliate:

- (A) Manufactures cigarettes anywhere which the manufacturer intends to be sold in the United States, including cigarettes intended to be sold in the United States through an importer; **or**
- (B) Is the first purchaser anywhere for resale in the United States of cigarettes manufactured anywhere that the manufacturer does not intend to be sold in the United States; **or**
- (C) Becomes a successor of an entity described above.

**Master Settlement Agreement (MSA)** means the agreement that the settling states and the original participating manufacturers entered into on November 23, 1998. Under the MSA, the parties settled and resolved all claims by the settling states directly or indirectly based on the sale, distribution, manufacture, development, advertising, and marketing of tobacco products by the participating manufacturers. The MSA required, among other things, each of the settling states enact a model statute.

**Settling states** means the 46 states, including the State of Connecticut, that signed the MSA on or before November 23, 1998.

**Qualified escrow fund** means an escrow arrangement with a federally or state-chartered financial institution having no affiliation with any tobacco product manufacturer. The financial institution must have assets of at least \$1 billion. The escrow arrangement must require that the financial institution hold the principal of the escrowed funds for the benefit of releasing parties (generally, the settling states) and prohibit the tobacco product manufacturer that placed the funds into escrow from using, accessing, or directing the use of the principal of the funds (except as consistent with Conn. Gen. Stat. §4-28i(b)).

## When and Where to File

On or before **April 15, 2007**, the nonparticipating manufacturer must place the required amount of money into a qualified escrow fund.

On or before **April 30, 2007**, the nonparticipating manufacturer must send Form TPM-1, Form TPM-3, and a copy of the escrow agreement signed by the nonparticipating manufacturer and the financial institution to the following address:

Office of the Attorney General  
Finance Department  
PO Box 120  
Hartford CT 06141-0120

For further information contact:

Office of the Attorney General  
State of Connecticut  
860-808-5270