

BY THIS STATE OR ANY POLITICAL SUB-DIVISION THEREOF.

#### EXEMPTIONS

415. (A) THE TAX HEREBY LEVIED AND IMPOSED SHALL NOT APPLY TO SALES OR USES WHICH ARE NOT WITHIN THE TAXING POWER OF THIS STATE UNDER THE CONSTITUTION OF THE UNITED STATES.

(B) THE TAX HEREBY LEVIED SHALL NOT APPLY TO FREE DISTRIBUTION OF SAMPLE CIGARETTES IN PACKAGES CONTAINING FOUR (4) OR LESS CIGARETTES.

#### RATE OF TAX

416. THE RATE OR AMOUNT OF TAX HEREBY LEVIED AND IMPOSED SHALL BE ONE AND ONE-HALF ( $1\frac{1}{2}$ ) CENTS FOR EACH TEN (10) CIGARETTES OR FRACTIONAL PART THEREOF.

#### COLLECTION

417. THE COMPTROLLER SHALL COLLECT ALL TAXES LEVIED AND IMPOSED UNDER AND PURSUANT TO THE PROVISIONS OF THIS SUB-TITLE, AND ALSO SHALL COLLECT ANY OTHER TAXES ON CIGARETTES IMPOSED BY THIS STATE OR ANY POLITICAL SUB-DIVISION THEREOF, AND SUCH TAXES SHALL BE PAID BY PURCHASING FROM THE COMPTROLLER STAMPS OF SUCH DESIGN AND DENOMINATION AS MAY BE PRESCRIBED BY HIM, EXCEPT AS PROVIDED IN SECTION 440 OF THIS SUB-TITLE. IN THE SALE OF SUCH STAMPS, THE COMPTROLLER SHALL ALLOW A DISCOUNT OF FIVE (5) PERCENTUM OF THE PURCHASE PRICE THEREOF WHEN PURCHASED IN QUANTITIES OF NOT LESS THAN ONE HUNDRED DOLLARS (\$100.) FACE VALUE.

418. THE COMPTROLLER SHALL BY RULES AND REGULATIONS PROVIDE FOR THE TYPE AND DESIGN OF STAMPS AND THE METHOD OF AFFIXING THE SAME. THE COMPTROLLER IS HEREBY AUTHORIZED TO PROVIDE FOR THE USE OF ANY TYPE OF STAMP WHICH WILL EFFECTUATE THE PURPOSES OF THIS SUB-TITLE INCLUDING BUT NOT LIMITED TO DECALCOMANIA AND METERING DEVICES.

419. WHERE THE COMPTROLLER, IN HIS DISCRETION, DEEMS IT NECESSARY TO PROTECT THE REVENUES TO BE OBTAINED UNDER THE PROVISIONS OF THIS SUB-TITLE, HE MAY REQUIRE ANY TAXPAYER TO FILE WITH HIM A BOND ISSUED BY A SURETY COMPANY AUTHORIZED TO DO BUSINESS IN THIS STATE AND APPROVED BY THE STATE INSURANCE COMMISSIONER AS TO SOLVENCY AND RESPONSIBILITY, IN SUCH AMOUNTS AS THE COMPTROLLER MAY FIX TO SECURE THE PAYMENT OF ANY TAX AND/OR INTEREST OR PENALTIES DUE OR WHICH MAY BECOME DUE FROM SUCH TAXPAYER. IN THE EVENT THAT THE COMPTROLLER DETERMINES THAT A TAXPAYER IS TO