

1 S.76

2 Introduced by Senators Westman, Ayer, Galbraith and White

3 Referred to Committee on

4 Date:

5 Subject: Taxation; spirituous liquors

6 Statement of purpose: This bill proposes to modify the gross receipts tax on
7 spirituous liquors.

8 An act relating to the taxation of spirituous liquors

9 It is hereby enacted by the General Assembly of the State of Vermont:

10 Sec. 1. 7 V.S.A. § 422 is amended to read:

11 § 422. TAX ON SPIRITUOUS LIQUOR

12 A tax of ~~25 percent of the gross revenues~~ is assessed on the gross revenue
13 on the retail sale of spirituous liquor, including fortified wine, sold by or
14 through the liquor control board or sold by a manufacturer or rectifier of
15 spirituous liquor in accordance with the provisions of this title. The tax shall
16 be of the following rates based on the gross revenue of the seller in the
17 previous year:

18 (1) if gross revenue of the seller is \$200,000.00 or lower a year, the tax
19 rate is five percent;

1 (2) if the gross revenue of the seller is between \$200,000.00 and
2 \$450,000.00, the rate of tax is \$10,000.00 plus 15 percent of gross revenues
3 over \$200,000.00;

4 (3) if the gross revenue of the seller is over \$450,000.00, the rate of the
5 tax is \$47,500.00 plus 25 percent of the gross revenue over \$450,000.00.

6 Sec. 2. EFFECTIVE DATE

7 This act shall take effect on July 1, 2011.