



HOUSE BILL 619: Alcohol Bev. Manufacture Sales Tax Exemption.

2021-2022 General Assembly

Committee:	House Alcoholic Beverage Control.	If Date:	May 5, 2021
	favorable, re-refer to Finance. If favorable, re-refer to Rules, Calendar, and Operations of the House		
Introduced by:	Reps. Moffitt, Richardson, Setzer, Winslow	Prepared by:	Robert Ryan
Analysis of:	First Edition		Staff Attorney

OVERVIEW: *House Bill 619 would add certain items that are purchased by certain ABC permittees to be used in the manufacturing process to the list of items exempted from retail tax.*

CURRENT LAW AND BILL ANALYSIS:

All retail items sold in North Carolina are subject to retail tax unless they are exempted from the tax by G.S. 105-164.33.

House Bill 619 would add machinery, equipment, parts, accessories, supplies, and ingredients that are purchased to be used in the manufacturing process by the following ABC permit holders to the list of tax-exempt items in G.S. 105-164.33:

- Unfortified winery permit.
- Fortified winery permit.
- Brewer permit.
- Distillery permit.

EFFECTIVE DATE: This act becomes effective July 1, 2021, and applies to sales made on or after that date.

Jeffrey Hudson
Director



Legislative Analysis
Division
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