Rec'd Ways and Means 1/12/76

FILED JUN 12 1975

SENATE FILE 577

By COMMITTEE ON WAYS AND MEANS

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to the Iowa beer barrel tax rebate.

2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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FISCAL NOTE

Date prepared: JUNE 13, 1975

Requested by: Senator Carr

Prepared in regard to Senate File 577, An Act relating to the Iowa Beer Barrel Tax Rebate.

Following is the fiscal effect in dollars of the legislative proposal as required by Joint Rule 16.

Senate File 577 will effect one brewery located in Iowa. The total tax paid by this brewery was $42,203 and the total tax rebate received was $10,278.

FILED
JUNE 13, 1975

GERRY D. RANKIN
LEGISLATIVE FISCAL DIRECTOR

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S.F. 577 H.F. _____

Section 1. Section one hundred twenty-three point one hundred forty-six (123.146), Code 1975, is amended to read as follows:

123.146 BARREL TAX REBATE.

1. Any class "A" permittee which owns and operates a brewery located in Iowa and which manufactures less than fifty thousand barrels annually, and any class "A" permittee which purchases beer at wholesale from an Iowa brewery eligible under this subsection is entitled to ~~and may apply for~~ the barrel tax ~~rebate~~ reduction provided in subsection 2. Any person who, together with all other persons controlling, controlled by, or under common control with such person, manufactures a total of fifty thousand or more barrels annually, at one or more locations within or without Iowa, shall not be eligible for this ~~rebate~~ reduction.

2. ~~Upon application a~~ A class "A" permittee qualified under subsection 1 shall ~~receive a rebate of~~ be entitled to reduce by fifty percent ~~of~~ the amount of the barrel tax otherwise required to be paid by the permittee pursuant to this chapter for each barrel manufactured for sale and sold in this state. The ~~rebate~~ reduction shall not apply to any penalty ~~paid~~ imposed for late payment of the barrel tax.

3. ~~The rebate provided in subsection 2 shall be payable after the tenth day of January of the year in which application is received and the amount paid shall consist of the rebate due for manufacture during the preceding calendar year.~~ The ~~rebate~~ reduction provided by this section shall apply only to barrel tax ~~paid~~ due for beer manufactured or sold after June 30, ~~1974~~ 1975.

EXPLANATION

The bill provides for a reduction in the barrel tax collected rather than a rebate. The bill also expressly states that the place of distribution does not affect eligibility for the reduction.

LSB 902
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CPA-34947 1/71