

**Senate Study Bill 1213 - Introduced**

SENATE FILE \_\_\_\_\_  
BY (PROPOSED COMMITTEE ON WAYS  
AND MEANS BILL BY CHAIRPERSON  
DAWSON)

**A BILL FOR**

- 1 An Act concerning quarterly reports on and payments of beer
- 2 barrel and wine gallonage taxes, and including effective date
- 3 provisions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. Section 123.137, subsection 1, Code 2025, is  
2 amended to read as follows:

3 1. a. Except as provided in paragraph "b", a person  
4 holding a class "A" or special class "A" beer permit shall,  
5 on or before the tenth day of each calendar month commencing  
6 on the tenth day of the calendar month following the month in  
7 which the person is issued a beer permit, make a report under  
8 oath to the department electronically, or in a manner prescribed  
9 by the director, showing the exact number of barrels of beer,  
10 or fractional parts of barrels, sold by the beer permit holder  
11 during the preceding calendar month. The report shall also state  
12 information the director requires, and beer permit holders shall  
13 at the time of filing a report pay to the department the amount  
14 of tax due at the rate fixed in section 123.136.

15 b. A class "A" or special class "A" beer permit holder who  
16 reasonably expects to be liable for not more than two thousand  
17 five hundred dollars in barrel tax for the twelve-month period  
18 beginning July 1 and ending June 30, and who was liable for not  
19 more than two thousand five hundred dollars in barrel tax in the  
20 immediately preceding twelve-month period beginning July 1 and  
21 ending June 30, may file reports and pay taxes due as described  
22 in paragraph "a" on a quarterly basis according to the following  
23 schedule:

24 (1) On or before October 10 for the months of July, August,  
25 and September.

26 (2) On or before January 10 for the months of October,  
27 November, and December.

28 (3) On or before April 10 for the months of January,  
29 February, and March.

30 (4) On or before July 10 for the months of April, May, and  
31 June.

32 Sec. 2. Section 123.184, subsection 1, Code 2025, is amended  
33 to read as follows:

34 1. a. Each Except as provided in paragraph "b", a class "A"  
35 wine permit holder on or before the tenth day of each calendar

1 month commencing on the tenth day of the calendar month following  
2 the month in which the person is issued a permit, shall make  
3 a report under oath to the department electronically, or in a  
4 manner prescribed by the director, showing the exact number of  
5 gallons of wine and fractional parts of gallons sold by that  
6 permit holder during the preceding calendar month. The report  
7 also shall state whatever reasonable additional information the  
8 director requires. The permit holder at the time of filing this  
9 report shall pay to the department the amount of tax due at the  
10 rate fixed in section 123.183.

11 b. A class "A" wine permit holder who reasonably expects to  
12 be liable for not more than two thousand five hundred dollars  
13 in wine gallonage tax for the twelve-month period beginning July  
14 1 and ending June 30, and who was liable for not more than  
15 two thousand five hundred dollars in wine gallonage tax in the  
16 immediately preceding twelve-month period beginning July 1 and  
17 ending June 30, may file reports and pay taxes as described in  
18 paragraph "a" on a quarterly basis according to the following  
19 schedule:

20 (1) On or before October 10 for the months of July, August,  
21 and September.

22 (2) On or before January 10 for the months of October,  
23 November, and December.

24 (3) On or before April 10 for the months of January,  
25 February, and March.

26 (4) On or before July 10 for the months of April, May, and  
27 June.

28 c. A penalty of ten percent of the amount of the tax shall  
29 be assessed and collected if the report required to be filed  
30 pursuant to this subsection is not filed and the tax paid within  
31 the time required by this subsection.

32 Sec. 3. EFFECTIVE DATE. This Act takes effect January 1,  
33 2026.

34 EXPLANATION

35 The inclusion of this explanation does not constitute agreement with

1                   the explanation's substance by the members of the general assembly.

2       Under current law, class "A" and special class "A" beer permit  
3 holders are required to submit barrel tax reports and payments  
4 to the department of revenue (department) on or before the 10th  
5 day of each month. The beer barrel tax rate is \$5.89 for every  
6 31-gallon barrel, and the fractional equivalent for a portion  
7 of a barrel, on all beer manufactured for sale and sold in  
8 this state at wholesale, all beer imported into this state for  
9 sale at wholesale and sold in this state at wholesale, and (for  
10 special class "A" beer permittees) all beer manufactured for  
11 consumption on the premises and all beer sold at retail at the  
12 manufacturing premises for consumption off the premises. Beer  
13 sold out-of-state by class "A" and special class "A" beer permit  
14 holders or sold to another class "A" beer permit holder is not  
15 subject to the barrel tax.

16       Under current law, a class "A" wine permit holder is similarly  
17 required to report on and pay the wine gallonage tax to the  
18 department on or before the 10th day each month on all wine  
19 manufactured for sale and sold in this state at wholesale and  
20 wine imported into this state for sale at wholesale and sold  
21 in this state at wholesale. The wine gallonage tax rate is  
22 \$1.75 per gallon and the fractional equivalent for a portion of  
23 a gallon. Wine sold to another class "A" wine permittee or to  
24 a distributor outside of the state is not subject to the wine  
25 gallonage tax.

26       This bill allows class "A" and special class "A" beer permit  
27 holders and class "A" wine permit holders who reasonably expect  
28 to be liable for not more than \$2,500 in beer barrel tax or wine  
29 gallonage tax, respectively, for the 12-month period beginning  
30 July 1 and ending June 30, and who were liable for not more than  
31 \$2,500 in beer barrel tax or wine gallonage tax, respectively,  
32 in the immediately preceding 12-month period, to file reports and  
33 pay taxes to the department on or before the 10th day following  
34 the end of each quarter, as specified in the bill.

35       The bill takes effect January 1, 2026.