

Department of Planning and Budget 2011 Fiscal Impact Statement

1. Bill Number: SB1083ER

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

2. Patron: Hanger

3. Committee: Passed Both Houses

4. Title: Alcoholic Beverage Control; tax on wine and other alcoholic beverages; exceptions.

5. Summary: Provides an exception from payment of tax on alcoholic beverages for all shipments of alcoholic beverages out of state. Current law provides the exception from payment of tax only for shipments to out-of-state wholesalers.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Final (see Item 8)

8. Fiscal Implications: This legislation has no material fiscal impact on the Department of Alcoholic Beverage Control. Currently, when Virginia wines are sold out of state they are taxed here in Virginia and in the state in which they are shipped. It has been argued that the current taxation policy puts Virginia wines at a competitive disadvantage. According to the taxation office of the Department of Alcoholic Beverage Control, this legislation would have a negligible impact on tax revenues.

9. Specific Agency or Political Subdivisions Affected: Department of Alcoholic Beverage Control

10. Technical Amendment Necessary: No

11. Other Comments: Same as HB1979

Date: February 23, 2011

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