

HOUSE BILL 753

IN THE HOUSE

February 12, 1979

Introduced and referred to
Committee on Taxation.

March 10, 1979

Committee recommend bill, do
not pass.

March 12, 1979

Report adopted.

1 *House* BILL NO. *753*
 2 INTRODUCED BY *Balderson*
 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO SET THE TAX ON TABLE
 5 WINE AT A RATE THAT APPROXIMATES THE NET RATE AVAILABLE TO
 6 THE GENERAL FUND PRIOR TO THE ENACTMENT OF INITIATIVE NO.
 7 81; AMENDING SECTION 9 OF INITIATIVE NO. 81."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
 10 Section 1. Section 9 of Initiative No. 81 is amended
 11 to read:

12 "Section 9. There is a new section in Title 47-REMY
 13 ~~1947 16, MCA~~, that reads as follows:

14 Tax on Wine. A tax of ~~seventy-five cents (\$75¢)~~ 60 cents
 15 per ~~gallon~~ quart is hereby levied and imposed on table wine
 16 imported by any table wine distributor, and such tax shall
 17 be paid by the table wine distributor by the 15th of the
 18 month following receipt of the table wine at the table wine
 19 distributor's warehouse. The tax computed and paid in
 20 accordance with this section shall be the only tax imposed
 21 by the state or any of its subdivisions, including cities
 22 and towns, and it shall be distributed in accordance with
 23 applicable statutes and regulations."

-End-

46 753
 INTRODUCED BILL

STATE OF MONTANA

REQUEST NO. 368-79

FISCAL NOTE

Form BD-15

In compliance with a written request received February 14, 19 79, there is hereby submitted a Fiscal Note for House Bill 753 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly.

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION

This proposed bill is an act to set the tax on table wine at a rate that approximates the net rate available to the general fund prior to the enactment of Initiative No. 81.

ASSUMPTION

Implementation of Initiative 81 is assumed to result in a doubling of the total quantity of table wines sold in Montana from FY78 levels (781,940.7 gallons of table wine were sold in Montana during FY78).

FISCAL IMPACT

	<u>FY 80</u>	<u>FY 81</u>
Table Wine Tax		
under current law	\$1,172,911	\$1,172,911
under proposed law	<u>3,753,315</u>	<u>3,753,315</u>
Estimated Increase	<u>\$2,580,404</u>	<u>\$2,580,404</u>

FUND INFORMATION

General Fund		
under current law	\$1,172,911	\$1,172,911
under proposed law	<u>3,753,315</u>	<u>3,753,315</u>
Estimated Increase	<u>\$2,580,404</u>	<u>\$2,580,404</u>

EFFECT ON LOCAL GOVERNMENTS

No local impact.

PREPARED BY DEPARTMENT OF REVENUE

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BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 4/20/79