

TABLE 12. NET ALCOHOLIC BEVERAGE TAX COLLECTIONS BY TYPE
[§ 105 ARTICLE 2C.]

Type of Tax	Fiscal Year									
	1998-1999		1999-2000		2000-2001		2001-2002		2002-2003	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
License tax:*										
Beer	402,450	0.22%	8,177	0.00%	1,046	0.00%	2,234	0.00%	799	0.00%
Wine	415,437	0.23%	7,482	0.00%	224	0.00%	1,770	0.00%	47	0.00%
Other	54	0.00%	-	-	-	-	-	-	-	-
Total license	817,941	0.45%	15,659	0.01%	1,270	0.00%	4,004	0.00%	846	0.00%
Excise tax:										
Beer excise	82,384,631	45.12%	85,415,039	44.53%	86,281,560	43.36%	88,631,573	43.96%	88,496,593	44.55%
Fortified wine excise	1,394,901	0.76%	1,448,805	0.76%	1,371,315	0.69%	1,248,267	0.62%	1,250,035	0.63%
Unfortified wine excise	7,833,110	4.29%	8,504,894	4.43%	8,653,912	4.35%	9,341,280	4.63%	10,254,364	5.16%
Liquor excise	82,324,244	45.09%	88,220,230	45.99%	94,275,888	47.38%	93,205,147	46.23%	89,463,937	45.03%
Liquor surcharge	7,820,536	4.28%	8,213,887	4.28%	8,382,531	4.21%	9,202,685	4.56%	9,189,704	4.63%
Total excise	181,757,423	99.55%	191,802,855	99.99%	198,965,206	100.00%	201,628,952	100.00%	198,654,633	100.00%
Total collections	182,575,364	100.00%	191,818,514	100.00%	198,966,476	100.00%	201,632,956	100.00%	198,655,479	100.00%
Less:										
Local distribution allocations	24,424,343	13.38%	25,236,935	13.16%	26,092,566	13.11%	-	-	27,408,926	13.80%
Intergovernmental transfers:										
Department of Commerce transfer +	124,492	0.07%	209,226	0.11%	175,000	0.09%	298,180	0.15%	350,000	0.18%
Special reserve fund	-	-	-	-	-	-	26,690,051	13.24%	-	-
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	-	-	-	-	-	-
Collection cost of fines/forfeitures	-	-	-	-	-	-	-	-	-	-
Net collections to General Fund	158,026,529	86.55%	166,372,353	86.73%	172,698,910	86.80%	174,644,725	86.62%	170,896,552	86.03%

Type of Tax	Fiscal Year									
	2003-2004		2004-2005		2005-2006		2006-2007		2007-2008	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
License tax:*										
Beer	-	-	-	-	-	-	-	-	-	-
Wine	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total license	-	-	-	-	-	-	-	-	-	-
Excise tax:										
Beer excise	93,474,008	44.25%	93,218,652	42.48%	96,152,889	41.53%	98,740,195	40.33%	101,250,933	39.09%
Fortified wine excise	1,257,801	0.60%	1,038,294	0.47%	1,098,362	0.47%	942,117	0.38%	909,261	0.35%
Unfortified wine excise	11,241,818	5.32%	11,843,907	5.40%	13,045,850	5.63%	13,536,924	5.53%	14,722,932	5.68%
Liquor excise	95,129,952	45.04%	102,143,159	46.55%	108,997,192	47.07%	118,497,662	48.40%	128,377,545	49.56%
Liquor surcharge	10,114,003	4.79%	11,193,190	5.10%	12,255,203	5.29%	13,117,126	5.36%	13,763,716	5.31%
Total excise	211,217,582	100.00%	219,437,203	100.00%	231,549,497	100.00%	244,834,023	100.00%	259,024,387	100.00%
Total collections	211,217,582	100.00%	219,437,203	100.00%	231,549,497	100.00%	244,834,023	100.00%	259,024,387	100.00%
Less:										
Local distribution allocations	28,475,073	13.48%	29,778,545	13.57%	30,229,766	13.06%	31,638,059	12.92%	33,073,333	12.77%
Intergovernmental transfers:										
Department of Commerce transfer +	350,000	0.17%	350,000	0.16%	440,039	0.19%	559,961	0.23%	800,000	0.31%
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	34,450	0.01%	27,657	0.01%	25,534	0.01%
Collection cost of fines/forfeitures	-	-	-	-	-	-	115	0.00%	104	0.00%
Net collections to General Fund	182,392,509	86.35%	189,308,658	86.27%	200,845,242	86.74%	212,608,231	86.84%	225,125,416	86.91%

TABLE 12. - Continued

Type of Tax	Fiscal Year									
	2008-2009		2009-2010		2010-2011		2011-2012+		2012-2013	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
License tax:*										
Beer	-	-	-	-	-	-	-	-	-	-
Wine	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total license	-	-	-	-	-	-	-	-	-	-
Excise tax:										
Beer excise	100,332,391	38.18%	110,514,793	37.69%	114,551,504	37.04%	115,472,726	35.91%	115,698,892	34.93%
Fortified wine excise	848,605	0.32%	854,060	0.29%	814,755	0.26%	788,506	0.25%	770,210	0.23%
Unfortified wine excise	15,163,494	5.77%	18,701,084	6.38%	21,407,583	6.92%	22,192,483	6.90%	23,202,276	7.00%
Liquor excise	134,215,336	51.08%	151,024,406	51.50%	160,259,549	51.81%	169,704,562	52.77%	177,418,778	53.56%
Liquor surcharge	12,208,203	4.65%	12,130,887	4.14%	12,263,304	3.96%	13,417,967	4.17%	14,141,584	4.27%
Total excise	262,768,029	100.00%	293,225,229	100.00%	309,296,694	100.00%	321,576,244	100.00%	331,231,740	100.00%
Total collections	262,768,029	100.00%	293,225,229	100.00%	309,296,694	100.00%	321,576,244	100.00%	331,231,740	100.00%
Less:										
Local distribution allocations	33,379,600	12.70%	10,860,329	3.70%	34,021,288	11.00%	34,110,110	10.61%	32,555,824	9.83%
Intergovernmental transfers:										
Department of Commerce transfer +	875,000	0.33%	-	-	-	-	-	-	-	-
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	54,627	0.02%	47,737	0.02%	81,445	0.03%	102,614	0.03%	35,930	0.01%
Collection cost of fines/forfeitures	230	0.00%	221	0.00%	352	0.00%	422	0.00%	144	0.00%
Net collections to General Fund	228,458,572	86.94%	282,316,942	96.28%	275,193,609	88.97%	287,363,097	89.36%	298,639,842	90.16%

Detail may not add to totals due to rounding. *State license taxes for alcoholic beverages were repealed effective May 1, 1999.

+Revised to reflect collections reclassification.

Amounts shown for local distribution allocations represent amounts placed in reserve during the fiscal year designated and are the computed local government shares based on net collections for the preceding 12-month period ending March 31 of the indicated fiscal year.

The local distribution allocation amount for 2001-02, \$26,690,051, was not distributed to local governments, but was instead transferred to a special reserve fund created by the Governor pursuant to Executive Order dated February 1, 2002; the State retained this allocation to partially offset the budgetary shortfall situation.

SL 2009-451, s.27A.4(a), effective September 1, 2009, and applicable to liquor sold and to malt beverages and wine first sold or otherwise disposed of on or after that date, increased the excise tax rates and, accordingly, reduced the local government distributable share percentages of the beer and wine excise taxes net proceeds.

The legislation specified a temporary additional reduction in the percentage of the net amount of excise taxes distributable to local governments for the taxes collected during the 12-month collection period ending March 31, 2010.

+Department of Commerce transfer (§ 105-113.81A):

Effective July 1, 2007, \$200,000 of the net proceeds of the excise tax collected on unfortified wine was required to be credited to the Department of Commerce on a quarterly basis [previously, the transfer amounted to net proceeds of the excise taxes collected on unfortified and fortified wine bottled in the State (not to exceed \$500,000 annually)]. The earmarked amount was allocated to the North Carolina Wine and Grape Growers Council to promote the North Carolina grape and wine industry and to contract for research and development services to improve viticultural and enological practices in the State. Effective October 1, 2008, SL 2008-107 amended the quarterly transfer provision stipulating that the original \$200,000 allocation be designated for industry promotion and that an additional \$25,000 of the net proceeds of tax collected on unfortified wine be designated on a quarterly basis for the purpose of research and development. Statutory provisions of the allocation in terms of amount and designation have been periodically adjusted since the enactment of the transfer in 1987 when the annual allocation was capped at \$90,000. Effective July 1, 2009, SL 2009-451 repealed the transfer provision. Liquor surcharge: Pursuant to § 18B-805, the local board pays to the Department of Revenue 1/2 of both the mixed beverages surcharges required by § 18B-804(b)(8) and the guest room cabinet surcharge required by § 18B-804(b)(9).

Pursuant to § 18B-804, alcoholic beverage pricing, a charge of \$20 on each 4 liters and a proportional sum on lesser quantities is assessed on spirituous liquor sold to a mixed beverage permittee for resale in mixed beverages or on spirituous liquor sold to a cabinet guest room permittee for resale.

Effective February 1, 2002, the excise tax rate on liquor sold in ABC stores was reduced from 28% to 25% due to the enactment of a 6% State sales tax on spirituous liquor effective December 1, 2001. Effective October 1, 2005, the 6% State sales tax rate increased to the combined general rate of 7% and declined to 6.75% effective December 1, 2006.

Effective April 1, 2008, the combined general rate increased from 6.75% to 7%. Effective September 1, 2009, the excise tax rate increased from 25% to 30%; additionally, a temporary additional 1% State sales and use tax rate was imposed and expired on July 1, 2011; the combined general rate temporarily increased from 7% to 8% during this period.