

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

Type of Tax	Fiscal Year									
	1992-1993		1993-1994		1994-1995		1995-1996		1996-1997	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
<b>License tax:*</b>										
Beer	1,613,603	1.01%	1,667,639	1.03%	1,620,817	0.99%	1,640,748	0.98%	1,616,633	0.93%
Wine	1,471,315	0.92%	1,526,014	0.95%	1,478,013	0.91%	1,523,813	0.91%	1,504,391	0.87%
Other	1,128	0.00%	776	0.00%	730	0.00%	635	0.00%	495	0.00%
<b>Total license</b>	<b>3,086,046</b>	<b>1.94%</b>	<b>3,194,429</b>	<b>1.98%</b>	<b>3,099,560</b>	<b>1.90%</b>	<b>3,165,196</b>	<b>1.88%</b>	<b>3,121,519</b>	<b>1.80%</b>
<b>Excise tax:</b>										
Beer excise	70,817,204	44.48%	73,692,743	45.71%	74,760,038	45.79%	76,139,438	45.30%	77,939,400	44.92%
Fortified wine excise	2,090,872	1.31%	1,894,108	1.17%	1,879,918	1.15%	1,892,250	1.13%	1,684,012	0.97%
Unfortified wine excise	5,462,170	3.43%	5,692,364	3.53%	6,050,087	3.71%	6,808,590	4.05%	7,292,528	4.20%
Liquor excise	72,134,448	45.30%	70,971,766	44.02%	71,351,719	43.70%	73,706,584	43.85%	76,862,992	44.30%
Liquor surcharge	5,632,547	3.54%	5,781,942	3.59%	6,142,225	3.76%	6,360,075	3.78%	6,608,730	3.81%
<b>Total excise</b>	<b>156,137,241</b>	<b>98.06%</b>	<b>158,032,923</b>	<b>98.02%</b>	<b>160,183,987</b>	<b>98.10%</b>	<b>164,906,937</b>	<b>98.12%</b>	<b>170,387,662</b>	<b>98.20%</b>
<b>Total collections</b>	<b>159,223,287</b>	<b>100.00%</b>	<b>161,227,352</b>	<b>100.00%</b>	<b>163,283,547</b>	<b>100.00%</b>	<b>168,072,133</b>	<b>100.00%</b>	<b>173,509,181</b>	<b>100.00%</b>
<b>Less:</b>										
Local distribution allocations	see note	-	see note	-	see note	-	22,451,744	13.36%	23,210,614	13.38%
Intergovernmental transfers:										
Department of Commerce transfer +	80,825	0.05%	93,735	0.06%	94,763	0.06%	102,536	0.06%	90,000	0.05%
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	-	-	-	-	-	-
Collection cost of fines/forfeitures	-	-	-	-	-	-	-	-	-	-
<b>Net collections to General Fund</b>	<b>159,142,462</b>	<b>99.95%</b>	<b>161,133,617</b>	<b>99.94%</b>	<b>163,188,783</b>	<b>99.94%</b>	<b>145,517,853</b>	<b>86.58%</b>	<b>150,208,567</b>	<b>86.57%</b>

  

Type of Tax	Fiscal Year									
	1997-1998		1998-1999		1999-2000		2000-2001		2001-2002	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
<b>License tax:*</b>										
Beer	1,664,527	0.94%	402,450	0.22%	8,177	0.00%	1,046	0.00%	2,234	0.00%
Wine	1,553,568	0.88%	415,437	0.23%	7,482	0.00%	224	0.00%	1,770	0.00%
Other	560	0.00%	54	0.00%	-	-	-	-	-	-
<b>Total license</b>	<b>3,218,655</b>	<b>1.81%</b>	<b>817,941</b>	<b>0.45%</b>	<b>15,659</b>	<b>0.01%</b>	<b>1,270</b>	<b>0.00%</b>	<b>4,004</b>	<b>0.00%</b>
<b>Excise tax:</b>										
Beer excise	79,153,608	44.60%	82,384,631	45.12%	85,415,039	44.53%	86,281,560	43.36%	88,631,573	43.96%
Fortified wine excise	1,560,452	0.88%	1,394,901	0.76%	1,448,805	0.76%	1,371,315	0.69%	1,248,267	0.62%
Unfortified wine excise	7,404,304	4.17%	7,833,110	4.29%	8,504,894	4.43%	8,653,912	4.35%	9,341,280	4.63%
Liquor excise	79,026,733	44.53%	82,324,244	45.09%	88,220,230	45.99%	94,275,888	47.38%	93,205,147	46.23%
Liquor surcharge	7,109,308	4.01%	7,820,536	4.28%	8,213,887	4.28%	8,382,531	4.21%	9,202,685	4.56%
<b>Total excise</b>	<b>174,254,405</b>	<b>98.19%</b>	<b>181,757,423</b>	<b>99.55%</b>	<b>191,802,855</b>	<b>99.99%</b>	<b>198,965,206</b>	<b>100.00%</b>	<b>201,628,952</b>	<b>100.00%</b>
<b>Total collections</b>	<b>177,473,060</b>	<b>100.00%</b>	<b>182,575,364</b>	<b>100.00%</b>	<b>191,818,514</b>	<b>100.00%</b>	<b>198,966,476</b>	<b>100.00%</b>	<b>201,632,956</b>	<b>100.00%</b>
<b>Less:</b>										
Local distribution allocations	23,599,550	13.30%	24,424,343	13.38%	25,236,935	13.16%	26,092,566	13.11%	-	-
Intergovernmental transfers:										
Department of Commerce transfer +	150,000	0.08%	124,492	0.07%	209,226	0.11%	175,000	0.09%	298,180	0.15%
Special reserve fund	-	-	-	-	-	-	-	-	26,690,051	13.24%
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	-	-	-	-	-	-
Collection cost of fines/forfeitures	-	-	-	-	-	-	-	-	-	-
<b>Net collections to General Fund</b>	<b>153,723,510</b>	<b>86.62%</b>	<b>158,026,529</b>	<b>86.55%</b>	<b>166,372,353</b>	<b>86.73%</b>	<b>172,698,910</b>	<b>86.80%</b>	<b>174,644,725</b>	<b>86.62%</b>

TABLE 12. - Continued

Type of Tax	Fiscal Year									
	2002-2003		2003-2004		2004-2005		2005-2006		2006-2007	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
License tax:*										
Beer	799	0.00%	-	-	-	-	-	-	-	-
Wine	47	0.00%	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total license	846	0.00%	-	-	-	-	-	-	-	-
Excise tax:										
Beer excise	88,496,593	44.55%	93,474,008	44.25%	93,218,652	42.48%	96,152,889	41.53%	98,740,195	40.33%
Fortified wine excise	1,250,035	0.63%	1,257,801	0.60%	1,038,294	0.47%	1,098,362	0.47%	942,117	0.38%
Unfortified wine excise	10,254,364	5.16%	11,241,818	5.32%	11,843,907	5.40%	13,045,850	5.63%	13,536,924	5.53%
Liquor excise	89,463,937	45.03%	95,129,952	45.04%	102,143,159	46.55%	108,997,192	47.07%	118,497,662	48.40%
Liquor surcharge	9,189,704	4.63%	10,114,003	4.79%	11,193,190	5.10%	12,255,203	5.29%	13,117,126	5.36%
Total excise	198,654,633	100.00%	211,217,582	100.00%	219,437,203	100.00%	231,549,497	100.00%	244,834,023	100.00%
Total collections	198,655,479	100.00%	211,217,582	100.00%	219,437,203	100.00%	231,549,497	100.00%	244,834,023	100.00%
Less:										
Local distribution allocations	27,408,926	13.80%	28,475,073	13.48%	29,778,545	13.57%	30,229,766	13.06%	31,638,059	12.92%
Intergovernmental transfers:										
Department of Commerce transfer +	350,000	0.18%	350,000	0.17%	350,000	0.16%	440,039	0.19%	559,961	0.23%
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	-	-	34,450	0.01%	27,657	0.01%
Collection cost of fines/forfeitures	-	-	-	-	-	-	-	-	115	0.00%
Net collections to General Fund	170,896,552	86.03%	182,392,509	86.35%	189,308,658	86.27%	200,845,242	86.74%	212,608,231	86.84%

Detail may not add to totals due to rounding.

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.

**+Department of Commerce transfer (G.S.105-113.81A):**

Net proceeds of the excise taxes collected on unfortified and fortified wine bottled in the State [not to exceed \$500,000 annually] are required to be credited to the Department of Commerce to be 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. 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.

Enactment of House Bill #2377 (Chapter 813, 1989 Session Laws) abolished the requirement to maintain a reserve account for distributing the local government share of beverage tax collections. Beginning with fiscal year 1990-91, an appropriation was established. Effective July 1, 1995, the provision of funds for the allocation changed from an annual appropriation based on the preceding 12-month period ending September 30 to a distribution based on the preceding 12-month period ending March 31 of each year.

\*State license taxes for alcoholic beverages were repealed effective May 1, 1999. Amounts shown after this date for license tax collections are delayed payments or refunds.

Collections exclude the following 20% collection fee amounts on overdue tax debts (G.S. 105-243.1): 2002-03:\$4,685; 2003-04:\$474; 2004-05:\$1,112; 2005-06:\$-0-; 2006-07:\$1,170

Liquor surcharge: Pursuant to G.S. 18B-805, the local board shall pay to the Department of Revenue 1/2 of both the mixed beverages surcharges required by G.S. 18B-804(b)(8) and the guest room cabinet surcharge required by G.S. 18B-804(b)(9).

Pursuant to G.S. 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.

Pursuant to G.S. 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 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 rate increased to the combined general rate of 7% (6.75% effective December 1, 2006).