

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

Type of Tax	Fiscal Year									
	2001-2002		2002-2003		2003-2004		2004-2005		2005-2006	
	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total	Collection amount [\$]	% of total
License tax:†										
Beer	2,234	0.00%	799	0.00%	-	-	-	-	-	-
Wine	1,770	0.00%	47	0.00%	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total license	4,004	0.00%	846	0.00%	-	-	-	-	-	-
Excise tax:										
Beer excise	88,631,573	43.96%	88,496,593	44.55%	93,474,008	44.25%	93,218,652	42.48%	96,152,889	41.53%
Fortified wine excise	1,248,267	0.62%	1,250,035	0.63%	1,257,801	0.60%	1,038,294	0.47%	1,098,362	0.47%
Unfortified wine excise	9,341,280	4.63%	10,254,364	5.16%	11,241,818	5.32%	11,843,907	5.40%	13,045,850	5.63%
Liquor excise	93,205,147	46.23%	89,463,937	45.03%	95,129,952	45.04%	102,143,159	46.55%	108,997,192	47.07%
Liquor surcharge	9,202,685	4.56%	9,189,704	4.63%	10,114,003	4.79%	11,193,190	5.10%	12,255,203	5.29%
Total excise	201,628,952	100.00%	198,654,633	100.00%	211,217,582	100.00%	219,437,203	100.00%	231,549,497	100.00%
Total collections	201,632,956	100.00%	198,655,479	100.00%	211,217,582	100.00%	219,437,203	100.00%	231,549,497	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%
Intergovernmental transfers:										
Department of Commerce transfer††	298,180	0.15%	350,000	0.18%	350,000	0.17%	350,000	0.16%	440,039	0.19%
Special reserve fund	26,690,051	13.24%	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	-	-	-	-	-	-	-	-	34,450	0.01%
Collection cost of fines/forfeitures	-	-	-	-	-	-	-	-	-	-
Net collections to General Fund	174,644,725	86.62%	170,896,552	86.03%	182,392,509	86.35%	189,308,658	86.27%	200,845,242	86.74%

  

Type of Tax	Fiscal Year									
	2006-2007		2007-2008		2008-2009		2009-2010		2010-2011	
	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	98,740,195	40.33%	101,250,933	39.09%	100,332,391	38.18%	110,514,793	37.69%	114,551,504	37.04%
Fortified wine excise	942,117	0.38%	909,261	0.35%	848,605	0.32%	854,060	0.29%	814,755	0.26%
Unfortified wine excise	13,536,924	5.53%	14,722,932	5.68%	15,163,494	5.77%	18,701,084	6.38%	21,407,583	6.92%
Liquor excise	118,497,662	48.40%	128,377,545	49.56%	134,215,336	51.08%	151,024,406	51.50%	160,259,549	51.81%
Liquor surcharge	13,117,126	5.36%	13,763,716	5.31%	12,208,203	4.65%	12,130,887	4.14%	12,263,304	3.96%
Total excise	244,834,023	100.00%	259,024,387	100.00%	262,768,029	100.00%	293,225,229	100.00%	309,296,694	100.00%
Total collections	244,834,023	100.00%	259,024,387	100.00%	262,768,029	100.00%	293,225,229	100.00%	309,296,694	100.00%
Less:										
Local distribution allocations	31,638,059	12.92%	33,073,333	12.77%	33,379,600	12.70%	10,860,329	3.70%	34,021,288	11.00%
Intergovernmental transfers:										
Department of Commerce transfer††	559,961	0.23%	800,000	0.31%	875,000	0.33%	-	-	-	-
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	27,657	0.01%	25,534	0.01%	54,627	0.02%	47,737	0.02%	81,445	0.03%
Collection cost of fines/forfeitures	115	0.00%	104	0.00%	230	0.00%	221	0.00%	352	0.00%
Net collections to General Fund	212,608,231	86.84%	225,125,416	86.91%	228,458,572	86.94%	282,316,942	96.28%	275,193,609	88.97%

TABLE 12. - Continued

Type of Tax	Fiscal Year									
	2011-2012		2012-2013		2013-2014		2014-2015		2015-2016	
	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	115,472,726	35.91%	115,698,892	34.93%	115,643,022	33.82%	117,666,274	32.83%	120,572,033	31.97%
Fortified wine excise	788,506	0.25%	770,210	0.23%	772,565	0.23%	760,728	0.21%	719,473	0.19%
Unfortified wine excise	22,192,483	6.90%	23,202,276	7.00%	24,477,278	7.16%	25,713,643	7.17%	26,761,297	7.10%
Liquor excise	169,704,562	52.77%	177,418,778	53.56%	186,694,439	54.60%	199,586,988	55.69%	213,345,450	56.57%
Liquor surcharge	13,417,967	4.17%	14,141,584	4.27%	14,324,659	4.19%	14,663,747	4.09%	15,761,756	4.18%
Total excise	321,576,244	100.00%	331,231,740	100.00%	341,911,963	100.00%	358,391,379	100.00%	377,160,009	100.00%
Total collections	321,576,244	100.00%	331,231,740	100.00%	341,911,963	100.00%	358,391,379	100.00%	377,160,009	100.00%
Less:										
Local distribution allocations	34,110,110	10.61%	32,555,824	9.83%	35,723,179	10.45%	39,525,134	11.03%	37,020,719	9.82%
Intergovernmental transfers:										
Department of Commerce transfer††	-	-	-	-	-	-	-	-	-	-
Special reserve fund	-	-	-	-	-	-	-	-	-	-
OSBM Civil Penalty/Forfeiture Fund	102,614	0.03%	35,930	0.01%	193,113	0.06%	135,852	0.04%	42,563	0.01%
Collection cost of fines/forfeitures	422	0.00%	144	0.00%	776	0.00%	559	0.00%	146	0.00%
Net collections to General Fund	287,363,097	89.36%	298,639,842	90.16%	305,994,895	89.50%	318,729,834	88.93%	340,096,582	90.17%

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

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, increases the excise tax rates and, accordingly, reduces the local government distributable share percentages of the beer and wine excise taxes net proceeds.

The legislation specifies 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 amends 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 repeals 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.