

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 617

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Version: As introduced

Authors: Rukavina and others

Subject: Reducing the sales tax rate on alcoholic beverages

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1 Liquor and bill sales. Reduces the sales tax on alcoholic beverages over a five-year period from the current rate of 9.0 percent to a 6.5 percent rate. This would bring the sales tax rate on alcoholic beverages down to the general sales tax rate. The rate would be reduced on the following schedule:

8.5 percent for sales after June 30, 1999 and before July 1, 2000

8.0 percent for sales after June 30, 2000 and before July 1, 2001

7.5 percent for sales after June 30, 2001 and before July 1, 2002

7.0 percent for sales after June 30, 2002 and before July 1, 2003

6.5 percent for sales after June 30, 2003.

2 Effective date. Effective for sales after June 30, 1999.