

HOUSE RESEARCH

Bill Summary

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A farm winery is a winery that is operated by the owner of a Minnesota farm and produces wine made mostly from Minnesota-grown agricultural products. Farm wineries must be licensed; a license authorizes a farm winery to sell up to 75,000 gallons of wine per year. Wine, including that produced by a farm winery, is subject to an excise tax that is imposed at various rates based on the alcoholic strength of the wine. This bill provides a tax credit to farm wineries for that tax, which is limited to the lesser of the amount of tax owed or \$126,000.