



**House
Legislative
Analysis
Section**

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TAX CREDIT FOR SMALL BREWERS

MAY 2 9 1989

Mich. State Law Library

House Bill 4618

Sponsor: Rep. Mary C. Brown

Committee: Taxation

Complete to 4-24-89

A SUMMARY OF HOUSE BILL 4618 AS INTRODUCED 4-12-89

The bill would amend the Michigan Liquor Control Act to allow small brewers to claim a credit of \$2 per barrel against the beer tax. The credit would be available to brewers who manufacture under 5,000 barrels during a tax year at all facilities and under all brands and labels, whether or not they were located in the state. (The full tax rate is \$6.30 per 31-gallon barrel. It is levied on all beer manufactured or sold in the state and paid by in-state manufacturers and by "outstate sellers of beer." An outstate seller of beer is a business, such as a manufacturer or wholesaler, licensed to sell beer not manufactured in Michigan.)

MCL 436.40

House Bill 4618 (4-24-89)