

Summary of Vermont Alcoholic Beverage Taxes

Beer and Wine Gallonage Tax (7 V.S.A. § 421)

- Tax is due on beer and wine sold to retailers by wholesale dealers.
 - Manufacturers pay the tax on products that they sell directly to consumers

Beer up to 6% a.b.v.	\$0.265/gallon
Beer above 6% a.b.v.	\$0.55/gallon
Wine	\$0.55/gallon

Spirits and Fortified Wines Tax (7 V.S.A. § 422)

- Tax is due on spirits and fortified wines sold at retail by the State or by manufacturers.
 - Includes sales from State liquor agents to bars and restaurants.

Amount of Sales	Tax Rate
\$0-\$500,000	5%
\$500,001-\$749,999	\$25,000 + (10% of amount over \$500,000)
\$750,000+	25%

6% Sales and Use Tax (32 V.S.A. ch. 233)

- Sales of alcoholic beverages by grocery stores and convenience stores
- Beverages are not for immediate consumption

10% Alcoholic Beverage Tax (32 V.S.A. § 9241(c))

- Alcoholic beverages sold for immediate consumption by a bar or restaurant.

1% Local Option Tax (24 V.S.A. § 138)

- In municipalities with a local option tax on alcoholic beverages, sales of alcoholic beverages are subject to an additional 1% tax resulting in:
 - A 7% sales and use tax; or
 - An 11% alcoholic beverages tax.