



TaxNewsFlash

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Treasury offers expanded relief for producers claiming wine production credit

The U.S. Treasury Department's Alcohol and Tobacco Tax and Trade Bureau (TTB) announced that for a limited time, "producing wineries" can determine and pay the federal excise tax, on removal from bond, on such wine of their production that is stored "untaxpaid" at a bonded wine cellar or a bonded winery as if the wine had been removed from the producing winery's bonded premises.

The TTB industry circular (May 2018) modifies and supersedes a prior industry circular (March 2018). Read about the March 2018 industry circular (and an alternative procedure provided in the March 2018 industry circular) in [TaxNewsFlash](#)

As noted in the [May 2018 release](#), the new industry circular restates the alternate procedure, but specifically extends the alternative procedure's provisions to wine that is stored at a bonded winery because the prior industry circular version only referred to wine stored at a bonded wine cellar.

TTB also extended the duration of the alternate procedure through December 31, 2019.

For more information, contact a tax professional with KPMG's Excise Tax Practice group:

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