

State of Iowa  
ALCOHOLIC BEVERAGES  
DIVISION

# *Native Wine*

## *Regulatory Process*

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# What is Wine?

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- ❑ Contains more than 5% but not more than 17% alcohol by weight.
- ❑ Obtained by fermentation of fruits, vegetables & other agricultural products.
- ❑ Does not contain alcohol from malt or the distillation.

*Iowa Code § 123.3(37)*

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# How is Native Wine Different?

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- ❑ Native Wine: Wine manufactured in Iowa.

*Iowa Code 123.3(22A)*

- ❑ Manufacturer of Native Wine: Persons who process in Iowa the fruits, vegetables and other agricultural products by fermentation into wines.

*Iowa Code § 123.56(6)*

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# Promotional Activities

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- Tastings: at winery, licensed and unlicensed establishments.

*Iowa Code 123.56(1)*

- Promotions: offer equally to all retailers.

*Iowa Code §§123.180(4) and 123.186*

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# Native Wine Sales

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- ❑ Retail sales at winery for off-premises consumption.
- ❑ Wholesale sales to other wholesalers.
- ❑ Wholesale sales to on & off-premises retailers.

*Iowa Code § 123.56(1)*

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# Native Wine Shipments

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- In-state & out-of-state permitted.
- Closed containers only.
- Labeled "adults only."

*Iowa Code § 123.56(3)*

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# Native Winery Authority

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- ❑ Vintner's Certificate: manufacture, bottle, ferment, ship and import wine.  
*Iowa Code § 123.180*
  - ❑ Class "A" Wine Permit: wholesale wine sales. (Limited to native wine.)  
*Iowa Code § 123.177(1)*
  - ❑ Retail sales at winery and other retail outlets owned by winery. *Iowa Code § 123.56(1)*
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# Other Native Wine Authorities

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- ❑ Class "B" native wine permit: off-premises sales. *Iowa Code § 123.178A*
  - ❑ Class "C" retail native wine permit: on-premises sales. (Native winery may hold one class "C" wine permit at winery location only.)  
*Iowa Code § 123.178B*
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# Gallonage Taxes

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- ❑ \$1.75 per wine gallon.
- ❑ Paid on wholesale sales only.
- ❑ Based on inventory depletion.

*Iowa Code § 123.183*

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# Gallonage Tax Reports

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- Monthly combined wine production and wine gallonage tax report.
- Check for tax liability.
- Postmarked by the 10<sup>th</sup> of each month.

*Iowa Code § 123.184*

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# Tax Questions

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□ For additional information, contact:

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