

Instructions: Wine Tax Return for Tennessee Wineries

Wineries in Tennessee may sell a limited number of cases of their own wine on the winery premises. Additionally, Tennessee wineries that meet certain qualifications and have obtained a self-distribution permit from the Tennessee Alcoholic Beverage Commission may self-distribute a limited number of cases of their own wine to liquor-by-the-drink license holders and retail license holders. Under either of these circumstances, the winery must pay the wholesale alcoholic beverage tax imposed under Tenn. Code Ann. § 57-3-302.

The return along with the appropriate tax payment is due on or before the 15th day of the month following the period covered. Taxpayers should file and make their tax payments online by visiting the Department's website at www.tn.gov/revenue. Alternatively, they may mail returns and payments to the address listed on the return.

You must sign and date your return. Paid preparers (accountants, attorneys, etc.) must also sign the return. If this is an amended return, please indicate the "Filing Period" and check the appropriate box on the front of this form.

Return

Round to the nearest whole gallon or the nearest dollar, whichever is applicable.

Line 1: Enter the number of gallons included in inventory on the first day of the month.

Line 2: Enter the total number of gallons produced during the tax period.

Line 3: Add Lines 1 and 2.

Line 4: Enter the number of gallons included in inventory on the last day of the month.

Line 5: Subtract Line 4 from Line 3.

Line 6: Enter the number of gallons sold to wholesalers, the number of gallons exchanged in bulk with another winery, and the number of gallons sold out-of-state during the tax period.

Line 7: Subtract Line 6 from Line 5.

Line 8: Multiply Line 7 by **\$1.21**.

Line 9: If your account has a credit balance from an overpayment on a prior return, enter the amount on this line.

Line 10: Penalty is calculated at a rate of 5% for each 30-day period, or portion thereof, that a return is delinquent, up to a maximum of 25% of the delinquent amount. The minimum penalty is \$15 for the delinquent filing of a return. If your return is delinquent, apply the appropriate penalty rate to the total tax due from Line 8.

Line 11: Interest is due on any amount of tax that is paid after the statutory due date of the return. The interest rate is determined in accordance with Tenn. Code Ann. § 67-1-801. The current interest rate can be found at www.tn.gov/revenue by clicking the Tax Resources tab. If the payment is late, apply the interest rate to the total tax due from Line 8.

Line 12: Add Lines 8, 10, and 11; subtract Line 9.