



Excise Licensing

Brewers Guild of New Zealand

2013

Do I have to be licensed?

- YES by law you have to be licensed.

Customs and Excise Act 1996

» Section 68 - Manufacturing of excisable goods;

- (1) No person may manufacture goods specified in Part A of the Excise and Excise-equivalent Duties Table except in a manufacturing area that is licensed under this Act
- (2) Subsection (1) is subject to any exceptions provided for under this Act

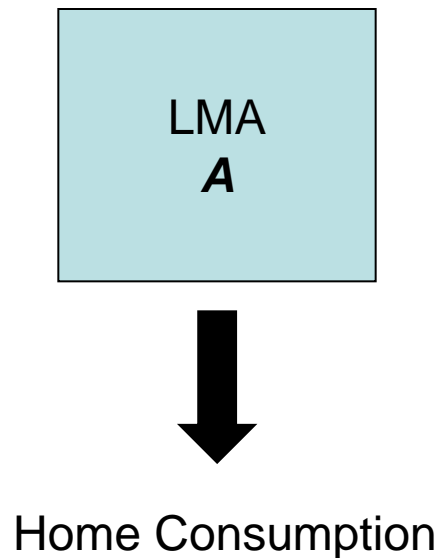
Exemptions

Section 68 does not apply to the manufacture of beer, wine, or spirits in an individual's private house or dwelling place, but only if and as long as the beer, wine, or spirits are manufactured exclusively for the individual's personal use and not for sale or other disposition to any other person.

Entry & Excise Liability

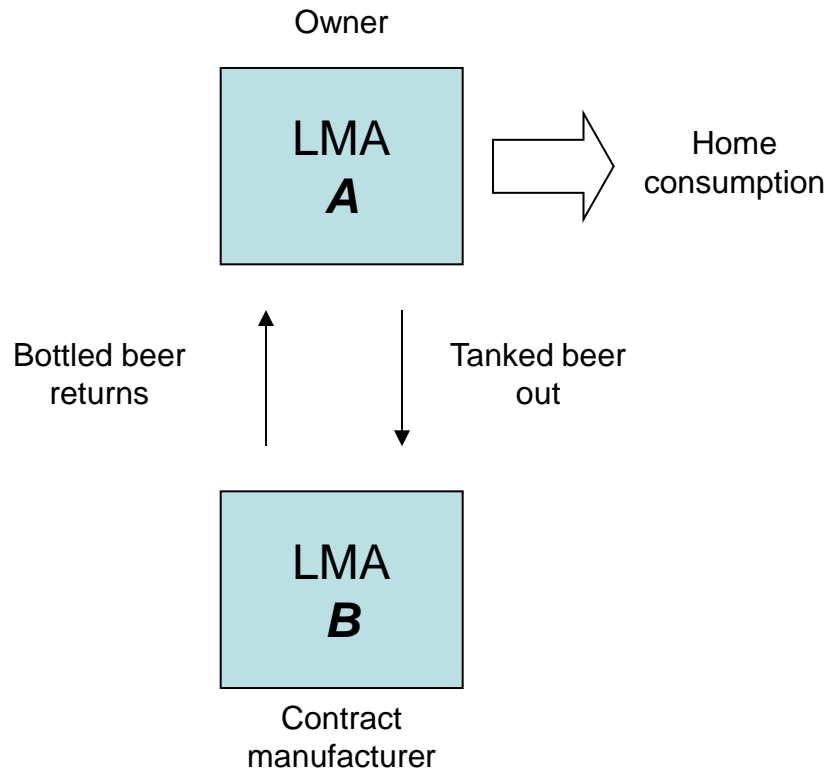
- s.70 – Entry of excisable goods
- s.72 – Removal for home consumption
- s.76 – Excise duty a Crown debt
- Reg 52 – Time for entry lodgement
- Reg 57 – Time for payment of duty

Single LMA and Contract Brewing



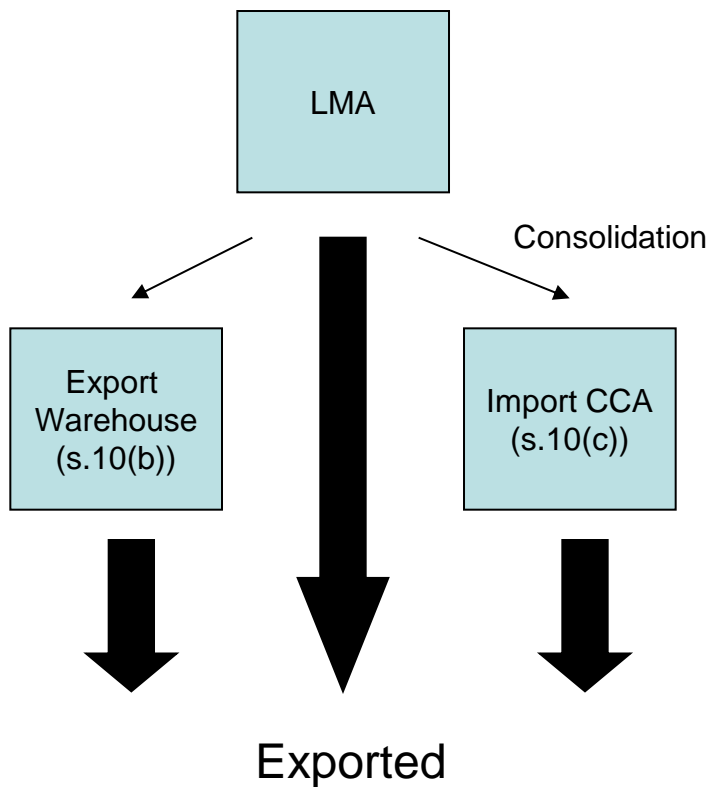
- » The most basic model –
 - » Goods are manufactured and then removed for home consumption.
 - » The licensed manufacturing area is liable for both the excise entry and duty.

Contract Bottler



- » Licensed manufacturer A tanks beer to contract manufacturer B.
- » Upon completion of contract manufacture (for example bottling) the goods can be moved back to manufacturer A and not be considered removed for home consumption.

Export Consolidation



- » Home consumption entries are also not required if the goods are “*removed for export or to an export warehouse*” (s.72(c)).
- » This can include movement of excisable goods to “general” CCAs of a type licensed for storage of imported goods, but only for the purposes of consolidation and then exportation.

Future of Excise

- Review of the C&E Act 1996

- » Consultation with industry will occur
- » Would like to hear the 'wish list' for consideration

- Electronic excise entries

- » Requires messaging set up within Trade Single Window
- » Unlikely to occur until mid-2014
- » Will become mandatory