Bill No. HB 1329 (2014)

Amendment No. 1

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COMMITTEE/SUBCOMMITTEE	ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Business & Professional Regulation Subcommittee

Representative Steube offered the following:

Amendment	(with	title	amendment)
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Remove everything after the enacting clause and insert: Section 1. Subsections (2) and (3) of section 561.221, Florida Statutes, are amended to read:

9 561.221 <u>Retail exceptions to manufacturing licenses;</u>
10 <u>brewing exceptions to vendor licenses</u> <del>Licensing of manufacturers</del>
11 and distributors as vendors and of vendors as manufacturers;
12 conditions and limitations.-

13 (2) <u>A manufacturer of malt beverages that is licensed and</u> 14 <u>engaged in the manufacture of malt beverages in this state may</u> 15 <u>sell directly to consumers in face-to-face transactions, which,</u> 16 <u>notwithstanding s. 561.57(1), requires the physical presence of</u> 17 <u>the consumer to make payment for and take receipt of the</u>

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18 beverages on the licensed manufacturing premises, as follows: 19 (a) At a taproom, a manufacturer may sell malt beverages 20 brewed by the manufacturer to consumers for on-premises or off-21 premises consumption without obtaining a vendor's license. A 22 manufacturer of malt beverages shall comply with the following 23 requirements related to its taproom: 24 1. The taproom must be a room or rooms located on the 25 licensed manufacturing premises consisting of a single complex,

26 which shall include a brewery. Such premises may be divided by 27 no more than one public street or highway. The taproom shall be 28 included on the sketch or diagram defining the licensed premises 29 submitted with the manufacturer's license application pursuant 30 to s. 561.01(11). All sketch or diagram revisions by the manufacturer must be approved by the division, verifying that 31 32 the taproom operated by the licensed manufacturer is owned or 33 leased by the manufacturer and is located on the licensed 34 manufacturing premises.

2. At least 70 percent by volume of the malt beverages 35 sold or given to consumers per calendar year in the taproom must 36 37 be brewed on the licensed manufacturing premises. No more than 38 30 percent by volume of the malt beverages sold or given to 39 consumers per calendar year in the taproom may be brewed by the 40 manufacturer at other manufacturing premises and shipped to the 41 licensed manufacturing premises pursuant to s. 563.022(14)(d). 42 3. Malt beverages may be sold to consumers in the taproom 43 for off-premises consumption in authorized containers pursuant

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44 to s. 563.06(6) and (7). 45 4. A manufacturer of malt beverages is responsible for 46 applicable reports pursuant to ss. 561.50 and 561.55 with 47 respect to the amount of malt beverage sold or given to consumers in the taproom each month and shall pay applicable 48 49 excise taxes thereon to the division by the 10th day of each 50 month for the previous month. 51 5. This paragraph does not preclude a licensed 52 manufacturer of malt beverages that operates a taproom from 53 holding a permanent public food service establishment license 54 under chapter 509 at the taproom. 55 6. A manufacturer may not hold a vendor's license at a 56 licensed manufacturing premises that operates a taproom pursuant 57 to this paragraph. 58 (b) In lieu of a taproom, on or after July 1, 2014, the division may is authorized to issue vendor's licenses to a 59 60 manufacturer of malt beverages at no more than two licensed manufacturing premises for which the manufacturer has an 61 interest, directly or indirectly, in the license if the 62 63 manufacturer meets the following requirements: 64 1. A licensed manufacturer may obtain one vendor's license at no more than two of the licensed manufacturing premises for 65 66 which the manufacturer has an interest, directly or indirectly, 67 in the license. Any additional licensed manufacturing premises for which the manufacturer has an interest, directly or 68 indirectly, in the license may operate a taproom without a 69 500381 - h1329-strike.docx Published On: 3/21/2014 5:59:36 PM

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70	vendor's license pursuant to paragraph (a).
71	2. The vendor's license shall be located on the licensed
72	manufacturing premises consisting of a single complex, which
73	shall include a brewery. Such premises may be divided by no more
74	than one public street or highway. The licensed vendor premises
75	shall be included on the sketch or diagram defining the licensed
76	premises submitted with the manufacturer's license application
77	pursuant to s. 561.01(11). All sketch or diagram revisions by
78	the manufacturer must be approved by the division, verifying
79	that the vendor premises operated by the licensed manufacturer
80	is owned or leased by the manufacturer and is located on the
81	licensed manufacturing premises.
82	3. The manufacturer may sell alcoholic beverages under its
83	vendor's license as follows:
84	a. Malt beverages manufactured on the licensed
85	manufacturing premises or at another licensed manufacturing
86	premises for which the manufacturer has an interest, directly or
87	indirectly, in the license for:
88	(I) On-premises consumption.
89	(II) Off-premises consumption in authorized containers
90	pursuant to s. 563.06(6).
91	(III) Off-premises consumption in growlers pursuant to s.
92	<u>563.06(7).</u>
93	b. Malt beverages manufactured exclusively by other
94	manufacturers for:
95	(I) On-premises consumption.
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96 (II) Off-premises consumption in authorized containers 97 pursuant to s. 563.06(6). 98 (III) Off-premises consumption in growlers pursuant to s. 99 563.06(7) by holders of a quota license. 100 c. Any wine or liquor for on-premises or off-premises 101 consumption as authorized under its vendor's license. 102 4. A manufacturer of malt beverages pursuant to this 103 subsection is responsible for applicable reports pursuant to ss. 104 561.50 and 561.55 with respect to the amount of malt beverages 105 manufactured and sold pursuant to its vendor's license, or given to consumers each month, and shall pay applicable excise taxes 106 thereon to the division by the 10th day of each month for the 107 108 previous month. 5. This paragraph does not preclude a licensed 109 110 manufacturer of malt beverages with a vendor's license from 111 holding a permanent public food service establishment license 112 under chapter 509 on the licensed manufacturing premises. 6. An entity that has applied for a manufacturer's and 113 114 vendor's license at more than two licensed manufacturing 115 premises pursuant to this paragraph before March 15, 2014, or 116 has been issued a manufacturer's and vendor's license at more 117 than two licensed manufacturing premises pursuant to this 118 paragraph before July 1, 2014, may maintain the licenses 119 previously obtained or received based on the application prior to March 15, 2014, but may not obtain or apply for additional 120 121 vendor's licenses. However, except as to the allowance for 500381 - h1329-strike.docx

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122	manufacturers holding a vendor's license at more than two
123	licensed manufacturing premises before July 1, 2014, a vendor's
124	license held by a manufacturer of malt beverages pursuant to
125	this paragraph, regardless of when first obtained, is subject to
126	the requirements of subparagraphs 15.
127	7. An entity with direct or indirect interests in vendor
128	licenses issued to not more than two licensed manufacturing
129	premises under this paragraph may not be related, directly or
130	indirectly, to any other entities having interests, directly or
131	indirectly, in other vendor licenses issued to other separate
132	manufacturing premises. This subparagraph prohibits the creation
133	of a chain of more than two vendor licensed manufacturing
134	premises under common control of entities having direct or
135	indirect interests in such vendor licensed manufacturing
136	premises. This subparagraph does not prohibit the purchase or
137	ownership of stock in a publicly traded corporation where the
138	licensee does not have and does not obtain a controlling
139	interest in the corporation. For entities lawfully operating
140	with more than two licensed manufacturing premises with vendor
141	licenses pursuant to subparagraph 6, the limit of two is
142	replaced with the actual number of manufacturing premises with
143	vendor licenses the entity operates, even if such manufacturer
144	is also licensed as a distributor, for the sale of alcoholic
145	beverages on property consisting of a single complex, which
146	property shall include a brewery and such other structures which
147	promote the brewery and the tourist industry of the state.

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170 authorized under its vendor's license.

171 (c) A brewpub may not ship malt beverages to or between 172 licensed brewpub premises owned by the licensed entity. A 173 brewpub is not a manufacturer for the purposes of s.

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- 174 563.022(14)(d).
- 175 (d) A brewpub may not distribute or sell malt beverages 176 outside of the licensed brewpub premises. 177 (e) A brewpub must hold a permanent public food service 178 establishment license under chapter 509. 179 2. The malt beverages so brewed will be sold to consumers 180 for consumption on the vendor's licensed premises or on contiguous licensed premises owned by the vendor. 181 182 (f) (b) A brewpub is Any vendor which is also licensed as a 183 manufacturer of malt beverages pursuant to this subsection shall 184 be responsible for applicable reports pursuant to ss. 561.50 and 185 561.55 with respect to the amount of beverage manufactured each 186 month and shall pay applicable excise taxes thereon to the 187 division by the 10th day of each month for the previous month. (g) (c) A It shall be unlawful for any licensed distributor 188 189 of malt beverages or any officer, agent, or other representative 190 thereof may not to discourage or prohibit a brewpub any vendor licensed as a manufacturer under this subsection from offering 191 malt beverages brewed for consumption on the licensed premises 192 193 of the brewpub vendor. 194 (h) (d) A It shall be unlawful for any manufacturer of malt 195 beverages or any officer, agent, or other representative thereof 196 may not to take any action to discourage or prohibit a any 197 distributor of the manufacturer's product from distributing such 198 product to a brewpub licensed vendor which is also licensed as a 199 manufacturer of malt beverages pursuant to this subsection.

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200 Section 2. Subsection (1) of section 561.5101, Florida 201 Statutes, is amended to read:

202

561.5101 Come-to-rest requirement; exceptions; penalties.-

203 (1) For purposes of inspection and tax-revenue control, 204 all malt beverages, except those manufactured and sold pursuant 205 to s. 561.221(2) or (3)  $\frac{561.221(3)}{7}$ , must come to rest at the 206 licensed premises of an alcoholic beverage wholesaler in this 207 state before being sold to a vendor by the wholesaler. The 208 prohibition contained in this subsection does not apply to the 209 shipment of malt beverages commonly known as private labels. The 210 prohibition contained in this subsection shall not prevent a 211 manufacturer from shipping malt beverages for storage at a 212 bonded warehouse facility, provided that such malt beverages are 213 distributed as provided in this subsection or to an out-of-state 214 entity.

215 Section 3. Subsection (6) of section 561.57, Florida 216 Statutes, is amended to read:

217

561.57 Deliveries by licensees.-

(6) Common carriers are not required to have vehicle
 permits to transport alcoholic beverages. <u>Common carriers may</u>
 <u>not make deliveries of malt beverages directly to a consumer.</u>

221 Section 4. Subsections (1) and (3) of section 562.34, 222 Florida Statutes, are amended to read:

223

562.34 Containers; seizure and forfeiture.-

(1) <u>A</u> It shall be unlawful for any person may not to have
 in her or his possession, custody, or control any cans, jugs,

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226 jars, bottles, vessels, or any other type of containers which 227 are being used, are intended to be used, or are known by the 228 possessor to have been used to bottle or package alcoholic 229 beverages; however, this subsection does provision shall not 230 apply to a any person properly licensed to bottle or package 231 such alcoholic beverages, a or to any person intending to 232 dispose of such containers to a person, firm, or corporation 233 properly licensed to bottle or package such alcoholic beverages, 234 or a person who has in her or his possession, custody, or 235 control a growler as defined in s. 563.06(7).

236 A It shall be unlawful for any person may not to (3) 237 transport any cans, jugs, jars, bottles, vessels, or any other 238 type of containers intended to be used to bottle or package 239 alcoholic beverages; however, this subsection does section shall not apply to a any firm or corporation holding a license to 240 241 manufacture or distribute such alcoholic beverages, a and shall 242 not apply to any person transporting such containers to a any 243 person, firm, or corporation holding a license to manufacture or distribute such alcoholic beverages, or a person transporting a 244 245 growler as defined in s. 563.06(7).

Section 5. Subsections (1) and (6) of section 563.06, Florida Statutes, are amended, present subsection (7) is renumbered as subsection (8) and amended, and a new subsection (7) is added to that section, to read:

250 563.06 Malt beverages; imprint on individual container; 251 size of containers; growlers; exemptions.-

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252 (1)On and after October 1, 1959, All taxable malt 253 beverages packaged in individual containers possessed by any 254 person in the state for the purpose of sale or resale in the 255 state, except operators of railroads, sleeping cars, steamships, 256 buses, and airplanes engaged in interstate commerce and licensed 257 under this section, shall have imprinted thereon in clearly 258 legible fashion by any permanent method the word "Florida" or 259 "FL" and no other state name or abbreviation of any state name 260 in not less than 8-point type. The word "Florida" or "FL" shall 261 appear first or last, if imprinted in conjunction with any 262 manufacturer's code. A facsimile of the imprinting and its 263 location as it will appear on the individual container shall be 264 submitted to the division for approval.

With the exception of growlers as defined in 265 (6) 266 subsection (7), all malt beverages packaged in individual 267 containers sold or offered for sale by vendors at retail in this 268 state shall be in individual containers containing no more than 32 ounces of such malt beverages; provided, however, that 269 270 nothing contained in this section shall affect malt beverages 271 packaged in bulk, or in kegs, or in barrels or in any individual 272 container containing 1 gallon or more of such malt beverage 273 regardless of individual container type.

(7) (a) As used in the Beverage Law, the term "growler"
 means any container between 32 ounces and 128 ounces in size,
 that was originally manufactured to hold malt beverages.

277

(b) A growler may be filled or refilled with:

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278	1. A malt beverage manufactured by a manufacturer that	
279	holds a valid manufacturer's license and operates a taproom	
280	pursuant to s. 561.221(2)(a).	
281	2. A malt beverage manufactured by a manufacturer that	
282	holds a valid manufacturer's license and a valid vendor's	
283	license pursuant to s. 561.221(2)(b).	
284	3. Malt beverages manufactured by any manufacturer, if the	
285	manufacturer filling the growler that holds a valid	
286	manufacturer's license pursuant to s. 561.221(2)(b) and a valid	
287	quota license at that location pursuant to ss. 561.20(1) and	
288	565.02(1)(a)-(f).	
289	4. A malt beverage sold by a vendor who holds a valid	
290	quota license pursuant to ss. $561.20(1)$ and $565.02(1)(a)-(f)$ .	
291	(c) A growler must have an unbroken seal or be incapable	
292	of being immediately consumed.	
293	(d) A growler must be clearly labeled as containing an	
294	alcoholic beverage and provide the name of the manufacturer, the	
295	brand, the volume, the percentage of alcohol by volume, and the	
296	required label information for alcoholic beverages under 27	
297	C.F.R. s. 16.21. If a growler being refilled has an existing	
298	label or other identifying mark from a manufacturer or brand,	
299	that label shall be covered sufficiently to indicate the	
300	manufacturer and brand of the malt beverage placed in the	
301	growler.	
302	(e) A growler must be clean before being filled.	
303	(f) A licensee authorized to fill growlers may not use	
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304	growlers for purposes of distribution or sale outside the
305	licensed manufacturing premises or licensed vendor premises.
306	(8)-(7) A Any person, firm, or corporation or an agent,
307	officer, or employee thereof who violates, its agents, officers,
308	or employees, violating any of the provisions of this section
309	<u>commits</u> , shall be guilty of a misdemeanor of the first degree,
310	punishable as provided in s. 775.082 or s. 775.083 $\underline{,}$ and the
311	license, if any, shall be subject to revocation or suspension by
312	the division.
313	Section 6. If a provision of s. 561.221(2), Florida
314	Statutes, as amended by this act, is held invalid, or if the
315	application of that subsection to any person or circumstance is
316	held invalid, the invalidity does not affect other provisions or
317	applications of this act which can be given effect without the
318	invalid provision or application, and to this end s. 561.221(2),
319	Florida Statutes, is severable.
320	Section 7. This act shall take effect July 1, 2014.
321	
322	
323	
324	TITLE AMENDMENT
325	Remove everything before the enacting clause and insert:
326	A bill to be entitled
327	An act relating to malt beverages; amending s. 561.221, F.S.;
328	providing requirements for a licensed manufacturer of malt
329	beverages to sell such beverages directly to consumers;
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330 providing requirements for a taproom; prohibiting a manufacturer 331 from holding a vendor's license at specified premises; providing 332 requirements for a licensed manufacturer to obtain a vendor's 333 license; specifying under what circumstances a manufacturer may sell alcoholic beverages under its vendor's license; requiring a 334 335 manufacturer to complete certain reports; providing applicability; providing requirements for a brewpub to be 336 337 licensed as a manufacturer or vendor; providing requirements for 338 a brewpub to sell alcoholic beverages to consumers; amending s. 339 561.5101, F.S.; conforming a cross-reference; amending s. 340 561.57, F.S.; prohibiting common carriers from making deliveries of malt beverages to consumers; amending s. 562.34, F.S.; 341 342 providing that possessing and transporting a growler is lawful; amending s. 563.06, F.S.; defining the term "growler"; providing 343 344 requirements for growlers; providing construction and 345 severability; providing an effective date.

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