2014

1	A bill to be entitled
2	An act relating to malt beverages; amending s.
3	561.221, F.S.; providing requirements for a licensed
4	manufacturer of malt beverages to sell such beverages
5	directly to consumers; providing requirements for a
6	taproom; prohibiting a manufacturer from holding a
7	vendor's license at specified premises; providing
8	requirements for a licensed manufacturer to obtain a
9	vendor's license; specifying under what circumstances
10	a manufacturer may sell alcoholic beverages under its
11	vendor's license; requiring a manufacturer to complete
12	certain reports; providing applicability; providing
13	requirements for a brewpub to be licensed as a
14	manufacturer or vendor; providing requirements for a
15	brewpub to sell alcoholic beverages to consumers;
16	amending s. 561.5101, F.S.; conforming a cross-
17	reference; amending s. 561.57, F.S.; prohibiting
18	common carriers from making deliveries of malt
19	beverages to consumers; amending s. 562.34, F.S.;
20	providing that possessing and transporting a growler
21	is lawful; amending s. 563.06, F.S.; defining the term
22	"growler"; providing requirements for growlers;
23	providing construction and severability; providing an
24	effective date.
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26	Be It Enacted by the Legislature of the State of Florida:
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28	Section 1. Subsections (2) and (3) of section 561.221,
29	Florida Statutes, are amended to read:
30	561.221 Retail exceptions to manufacturing licenses;
31	brewing exceptions to vendor licenses Licensing of manufacturers
32	and distributors as vendors and of vendors as manufacturers;
33	conditions and limitations
34	(2) <u>A manufacturer of malt beverages that is licensed and</u>
35	engaged in the manufacture of malt beverages in this state may
36	sell directly to consumers in face-to-face transactions, which,
37	notwithstanding s. 561.57(1), requires the physical presence of
38	the consumer to make payment for and take receipt of the
39	beverages on the licensed manufacturing premises, as follows:
40	(a) At a taproom, a manufacturer may sell malt beverages
41	brewed by the manufacturer to consumers for on-premises or off-
42	premises consumption without obtaining a vendor's license. A
43	manufacturer of malt beverages shall comply with the following
44	requirements related to a taproom:
45	1. The taproom must be a room or rooms located on the
46	licensed manufacturing premises consisting of a single complex,
47	which shall include a brewery. Such premises may be divided by
48	no more than one public street or highway. The taproom shall be
49	included on the sketch or diagram defining the licensed premises
50	submitted with the manufacturer's license application pursuant
51	to s. 561.01(11). All sketch or diagram revisions by the
52	manufacturer must be approved by the division, verifying that
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53	the taproom operated by the licensed manufacturer is owned or
54	leased by the manufacturer and is located on the licensed
55	manufacturing premises.
56	2. At least 70 percent by volume of the malt beverages
57	sold or given to consumers per calendar year in the taproom must
58	be brewed on the licensed manufacturing premises. No more than
59	30 percent by volume of the malt beverages sold or given to
60	consumers per calendar year in the taproom may be brewed by the
61	manufacturer at other manufacturing premises and shipped to the
62	licensed manufacturing premises pursuant to s. 563.022(14)(d).
63	3. Malt beverages may be sold to consumers in the taproom
64	for off-premises consumption in authorized containers pursuant
65	to s. 563.06(6) and (7).
66	4. A manufacturer of malt beverages is responsible for
67	applicable reports pursuant to ss. 561.50 and 561.55 with
68	respect to the amount of malt beverage sold or given to
69	consumers in the taproom each month and shall pay applicable
70	excise taxes thereon to the division by the 10th day of each
71	month for the previous month.
72	5. This paragraph does not preclude a licensed
73	manufacturer of malt beverages that operates a taproom from
74	holding a permanent public food service establishment license
75	under chapter 509 at the taproom.
76	6. A manufacturer may not hold a vendor's license at a
77	licensed manufacturing premises that operates a taproom pursuant
78	to this paragraph.
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79 (b) In lieu of a taproom, on or after July 1, 2014, the 80 division may is authorized to issue vendor's licenses to a 81 manufacturer of malt beverages at no more than two licensed 82 manufacturing premises for which the manufacturer has an 83 interest, directly or indirectly, in the license if the 84 manufacturer meets the following requirements: 85 1. A licensed manufacturer may obtain one vendor's license 86 at no more than two of the licensed manufacturing premises for which the manufacturer has an interest, directly or indirectly, 87 in the license. Any additional licensed manufacturing premises 88 89 for which the manufacturer has an interest, directly or indirectly, in the license may operate a taproom without a 90 91 vendor's license pursuant to paragraph (a). 92 2. The vendor's license shall be located on the licensed 93 manufacturing premises consisting of a single complex, which 94 shall include a brewery. Such premises may be divided by no more 95 than one public street or highway. The licensed vendor premises 96 shall be included on the sketch or diagram defining the licensed 97 premises submitted with the manufacturer's license application 98 pursuant to s. 561.01(11). All sketch or diagram revisions by 99 the manufacturer must be approved by the division, verifying 100 that the vendor premises operated by the licensed manufacturer 101 is owned or leased by the manufacturer and is located on the 102 licensed manufacturing premises. 103 3. The manufacturer may sell alcoholic beverages under its 104 vendor's license as follows: Page 4 of 14

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105	a. Malt beverages manufactured on the licensed
106	manufacturing premises or at another licensed manufacturing
107	premises for which the manufacturer has an interest, directly or
108	indirectly, in the license for:
109	(I) On-premises consumption.
110	(II) Off-premises consumption in authorized containers
111	pursuant to s. 563.06(6).
112	(III) Off-premises consumption in growlers pursuant to s.
113	563.06(7).
114	b. Malt beverages manufactured exclusively by other
115	manufacturers for:
116	(I) On-premises consumption.
117	(II) Off-premises consumption in authorized containers
118	pursuant to s. 563.06(6).
119	(III) Off-premises consumption in growlers pursuant to s.
120	563.06(7) by holders of a quota license.
121	c. Any wine or liquor for on-premises or off-premises
122	consumption as authorized under its vendor's license.
123	4. A manufacturer of malt beverages pursuant to this
124	subsection is responsible for applicable reports pursuant to ss.
125	561.50 and 561.55 with respect to the amount of malt beverages
126	manufactured and sold pursuant to its vendor's license, or given
127	to consumers each month, and shall pay applicable excise taxes
128	thereon to the division by the 10th day of each month for the
129	previous month.
130	5. This paragraph does not preclude a licensed
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131	manufacturer of malt beverages with a vendor's license from
132	holding a permanent public food service establishment license
133	under chapter 509 on the licensed manufacturing premises.
134	6. An entity that has applied for a manufacturer's and
135	vendor's license at more than two licensed manufacturing
136	premises pursuant to this paragraph before March 15, 2014, or
137	that has been issued a manufacturer's and vendor's license at
138	more than two licensed manufacturing premises pursuant to this
139	paragraph before July 1, 2014, may maintain the licenses
140	previously obtained or received based on such application, but
141	may not obtain or apply for an additional vendor's license.
142	However, except as to the allowance for manufacturers holding a
143	vendor's license at more than two licensed manufacturing
144	premises before July 1, 2014, a vendor's license held by a
145	manufacturer of malt beverages pursuant to this paragraph,
146	regardless of when first obtained, is subject to the
147	requirements of subparagraphs 15.
148	7. An entity with direct or indirect interests in vendor
149	licenses issued to not more than two licensed manufacturing
150	premises under this paragraph may not be related, directly or
151	indirectly, to any other entity with direct or indirect interest
152	in other vendor licenses issued to other separate manufacturing
153	premises. This subparagraph prohibits the creation of a chain of
154	more than two vendor licensed manufacturing premises under
155	common control of entities with direct or indirect interests in
156	such vendor licensed manufacturing premises. This subparagraph
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157	does not prohibit the purchase or ownership of stock in a
158	publicly traded corporation where the licensee does not have and
159	does not obtain a controlling interest in the corporation. For
160	entities lawfully operating with more than two licensed
161	manufacturing premises with vendor licenses pursuant to
162	subparagraph 6., the limit of two licenses is replaced with the
163	actual number of manufacturing premises with vendor licenses the
164	entity operates, even if such manufacturer is also licensed as a
165	distributor, for the sale of alcoholic beverages on property
166	consisting of a single complex, which property shall include a
167	brewery and such other structures which promote the brewery and
168	the tourist industry of the state. However, such property may be
169	divided by no more than one public street or highway.
170	(3) The division may issue a manufacturer's license and a
171	vendor's license to a brewpub. To operate as a brewpub, the
172	following requirements must be met:
173	(a) Notwithstanding other provisions of the Beverage Law,
174	any vendor licensed in this state may be licensed as a
175	manufacturer of malt beverages upon a finding by the division
176	that:
177	1. The <u>brewpub</u> vendor <u>must</u> will be engaged in brewing malt
178	beverages at a single <u>licensed brewpub premises</u> location and in
179	an amount <u>that does</u> which will not exceed 10,000 kegs per
180	<u>calendar</u> year. For purposes of this <u>paragraph</u> subsection , the
181	term "keg" means 15.5 gallons.
182	(b) A brewpub may sell alcoholic beverages in a face-to-
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183 face transaction with a consumer as follows: 184 1. Malt beverages manufactured on the licensed brewpub 185 premises for on-premises consumption. 186 2. Malt beverages manufactured exclusively by other 187 manufacturers for on-premises consumption as authorized under 188 its vendor's license. 189 Wine or liquor for on-premises consumption as 3. 190 authorized under its vendor's license. 191 (c) A brewpub may not ship malt beverages to or between 192 licensed brewpub premises owned by the licensed entity. A 193 brewpub is not a manufacturer for the purposes of s. 194 563.022(14)(d). 195 (d) A brewpub may not distribute or sell malt beverages 196 outside of the licensed brewpub premises. 197 (e) A brewpub must hold a permanent public food service establishment license under chapter 509. 198 199 2. The malt beverages so brewed will be sold to consumers 200 for consumption on the vendor's licensed premises or on 201 contiguous licensed premises owned by the vendor. 202 (f) (b) A brewpub is Any vendor which is also licensed as a 203 manufacturer of malt beverages pursuant to this subsection shall 204 be responsible for applicable reports pursuant to ss. 561.50 and 205 561.55 with respect to the amount of beverage manufactured each 206 month and shall pay applicable excise taxes thereon to the 207 division by the 10th day of each month for the previous month. 208 (g) (c) A It shall be unlawful for any licensed distributor Page 8 of 14

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of malt beverages or any officer, agent, or other representative thereof <u>may not</u> to discourage or prohibit <u>a brewpub</u> any vendor licensed as a manufacturer under this subsection from offering malt beverages brewed for consumption on the licensed premises of the brewpub vendor.

(h) (d) <u>A</u> It shall be unlawful for any manufacturer of malt beverages or any officer, agent, or other representative thereof <u>may not to</u> take any action to discourage or prohibit <u>a</u> any distributor of the manufacturer's product from distributing such product to a <u>brewpub</u> licensed vendor which is also licensed as a manufacturer of malt beverages pursuant to this subsection.

220 Section 2. Subsection (1) of section 561.5101, Florida 221 Statutes, is amended to read:

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tes, is amended to read: 561.5101 Come-to-rest requirement; exceptions; penalties.-

223 For purposes of inspection and tax-revenue control, (1) 224 all malt beverages, except those manufactured and sold pursuant 225 to s. 561.221(2) or (3) $\frac{561.221(3)}{3}$, must come to rest at the 226 licensed premises of an alcoholic beverage wholesaler in this 227 state before being sold to a vendor by the wholesaler. The 228 prohibition contained in this subsection does not apply to the 229 shipment of malt beverages commonly known as private labels. The 230 prohibition contained in this subsection shall not prevent a 231 manufacturer from shipping malt beverages for storage at a 232 bonded warehouse facility, provided that such malt beverages are 233 distributed as provided in this subsection or to an out-of-state 234 entity.

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235 Section 3. Subsection (6) of section 561.57, Florida 236 Statutes, is amended to read: 237 561.57 Deliveries by licensees.-238 (6) Common carriers are not required to have vehicle 239 permits to transport alcoholic beverages. Common carriers may 240 not deliver malt beverages directly to a consumer. 241 Section 4. Subsections (1) and (3) of section 562.34, 242 Florida Statutes, are amended to read: 243 562.34 Containers; seizure and forfeiture.-244 A It shall be unlawful for any person may not to have (1) in her or his possession, custody, or control any cans, jugs, 245 246 jars, bottles, vessels, or any other type of containers which 247 are being used, are intended to be used, or are known by the 248 possessor to have been used to bottle or package alcoholic 249 beverages; however, this subsection does provision shall not 250 apply to a any person properly licensed to bottle or package 251 such alcoholic beverages, a or to any person intending to 252 dispose of such containers to a person, firm, or corporation 253 properly licensed to bottle or package such alcoholic beverages, 254 or a person who has in her or his possession, custody, or 255 control a growler as defined in s. 563.06(7). 256 (3) A It shall be unlawful for any person may not to 257 transport any cans, jugs, jars, bottles, vessels, or any other

257 transport any cans, jugs, jars, bottles, vessels, or any other 258 type of containers intended to be used to bottle or package 259 alcoholic beverages; however, this <u>subsection does</u> section shall 260 not apply to <u>a</u> any firm or corporation holding a license to Page 10 of 14

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261 manufacture or distribute such alcoholic beverages, <u>a</u> and shall 262 not apply to any person transporting such containers to <u>a</u> any 263 person, firm, or corporation holding a license to manufacture or 264 distribute such alcoholic beverages, or <u>a</u> person transporting <u>a</u> 265 growler as defined in <u>s</u>. 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:

563.06 Malt beverages; imprint on individual container;
size of containers; <u>growlers;</u> exemptions.-

On and after October 1, 1959, All taxable malt 272 (1)273 beverages packaged in individual containers possessed by any 274 person in the state for the purpose of sale or resale in the 275 state, except operators of railroads, sleeping cars, steamships, 276 buses, and airplanes engaged in interstate commerce and licensed 277 under this section, shall have imprinted thereon in clearly 278 legible fashion by any permanent method the word "Florida" or 279 "FL" and no other state name or abbreviation of any state name 280 in not less than 8-point type. The word "Florida" or "FL" shall 281 appear first or last, if imprinted in conjunction with any 282 manufacturer's code. A facsimile of the imprinting and its 283 location as it will appear on the individual container shall be 284 submitted to the division for approval.

285 (6) With the exception of growlers as defined in 286 subsection (7), all malt beverages packaged in individual Page 11 of 14

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287 containers sold or offered for sale by vendors at retail in this 288 state shall be in individual containers containing no more than 289 32 ounces of such malt beverages; provided, however, that 290 nothing contained in this section shall affect malt beverages 291 packaged in bulk, or in kegs, or in barrels or in any individual 292 container containing 1 gallon or more of such malt beverage 293 regardless of individual container type. 294 (7) (a) As used in the Beverage Law, the term "growler" 295 means any container between 32 ounces and 128 ounces in size 296 that was originally manufactured to hold malt beverages. 297 (b) A growler may be filled or refilled with: 298 1. A malt beverage manufactured by a manufacturer that 299 holds a valid manufacturer's license and operates a taproom 300 pursuant to s. 561.221(2)(a). 301 2. A malt beverage manufactured by a manufacturer that 302 holds a valid manufacturer's license and a valid vendor's 303 license pursuant to s. 561.221(2)(b). 304 3. Malt beverages manufactured by any manufacturer, if the 305 manufacturer filling the growler that holds a valid 306 manufacturer's license pursuant to s. 561.221(2)(b) and a valid 307 quota license at that location pursuant to ss. 561.20(1) and 308 565.02(1)(a) - (f). 309 4. A malt beverage sold by a vendor who holds a valid 310 quota license pursuant to ss. 561.20(1) and 565.02(1)(a)-(f). 311 (c) A growler must have an unbroken seal or be incapable 312 of being immediately consumed.

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313	(d) A growler must be clearly labeled as containing an
314	alcoholic beverage and provide the name of the manufacturer, the
315	brand, the volume, the percentage of alcohol by volume, and the
316	required label information for alcoholic beverages under 27
317	C.F.R. s. 16.21. If a growler being refilled has an existing
318	label or other identifying mark from a manufacturer or brand,
319	that label shall be covered sufficiently to indicate the
320	manufacturer and brand of the malt beverage placed in the
321	growler.
322	(e) A growler must be clean before being filled.
323	(f) A licensee authorized to fill growlers may not use
324	growlers for purposes of distribution or sale outside of the
325	licensed manufacturing premises or licensed vendor premises.
326	(8) (7) A Any person, firm, or corporation or an agent,
327	officer, or employee thereof who violates, its agents, officers,
328	or employees, violating any of the provisions of this section
329	<u>commits</u> , shall be guilty of a misdemeanor of the first degree,
330	punishable as provided in s. 775.082 or s. 775.083 <u>/</u> + and the
331	license, if any, shall be subject to revocation or suspension by
332	the division.
333	Section 6. If any provision of s. 561.221(2), Florida
334	Statutes, as amended by this act, is held invalid, or if the
335	application of that subsection to any person or circumstance is
336	held invalid, the invalidity does not affect other provisions or
337	applications of this act which can be given effect without the
338	invalid provision or application, and to this end s. 561.221(2),
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339 Florida Statutes, is severable.

340 Section 7. This act shall take effect July 1, 2014.

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