CS for SB 554

 $\mathbf{B}\mathbf{y}$  the Committee on Regulated Industries; and Senators Young and Latvala

	580-01967-17 2017554c1
1	A bill to be entitled
2	An act relating to craft breweries; amending s.
3	561.221, F.S.; exempting certain vendors from
4	specified delivery restrictions under certain
5	circumstances; providing applicability; amending s.
6	561.5101, F.S.; revising applicability; amending s.
7	561.57, F.S.; providing that certain manufacturers may
8	transport malt beverages in vehicles owned or leased
9	by certain persons other than the manufacturers;
10	amending s. 563.022, F.S.; conforming a provision to
11	changes made by the act; providing an effective date.
12	
13	Be It Enacted by the Legislature of the State of Florida:
14	
15	Section 1. Paragraph (d) of subsection (2) of section
16	561.221, Florida Statutes, is amended, paragraph (f) is added to
17	that subsection, and paragraph (a) of subsection (3) of that
18	section is amended, to read:
19	561.221 Licensing of manufacturers and distributors as
20	vendors and of vendors as manufacturers; conditions and
21	limitations
22	(2)
23	(d) A manufacturer possessing a vendor's license under this
24	subsection is not permitted to make deliveries under s.
25	561.57(1), except as provided in paragraph (f).
26	(f) Notwithstanding any other provision of the Beverage
27	Law, a manufacturer possessing a vendor's license under this
28	subsection may sell, transport, and deliver to vendors, from the
29	manufacturer's licensed premises, malt beverages that have been

## Page 1 of 4

	580-01967-17 2017554c1
30	manufactured on its licensed premises if the manufacturer
31	complies with the requirements in ss. 561.42 and 561.423, as
32	applicable, to the same extent as if the manufacturer were a
33	distributor.
34	1. The authority provided in this paragraph is limited to
35	the sale, transport, and delivery of kegs or similar containers
36	that hold 5.16 gallons, 7.75 gallons, or 15.5 gallons.
37	2. Any delivery under this paragraph is subject to the
38	provisions of s. 561.57(2) related to deliveries by licensees.
39	3. This paragraph does not apply to a manufacturer who:
40	a. Has a franchise agreement with a distributor pursuant to
41	<u>s. 563.022; or</u>
42	b. Has a total production volume of more than 7,000 kegs of
43	malt beverages a year.
44	(3)(a) Notwithstanding other provisions of the Beverage
45	Law, any vendor licensed in this state may be licensed as a
46	manufacturer of malt beverages upon a finding by the division
47	that:
48	1. The vendor will be engaged in brewing malt beverages at
49	a single location and in an amount which will not exceed 10,000
50	kegs per year. For purposes of this <u>section</u> <del>subsection</del> , the term
51	"keg" means 15.5 gallons.
52	2. The malt beverages so brewed will be sold to consumers
53	for consumption on the vendor's licensed premises or on
54	contiguous licensed premises owned by the vendor.
55	Section 2. Subsection (1) of section 561.5101, Florida
56	Statutes, is amended to read:
57	561.5101 Come-to-rest requirement; exceptions; penalties
58	(1) For purposes of inspection and tax-revenue control, all

Page 2 of 4

CS for SB 554

	580-01967-17 2017554c1
59	malt beverages, except those manufactured and sold by the same
60	licensee, pursuant to s. 561.221(2) or (3), must come to rest at
61	the licensed premises of an alcoholic beverage wholesaler in
62	this state before being sold to a vendor by the wholesaler. The
63	prohibition contained in this subsection does not apply to the
64	shipment of malt beverages commonly known as private labels. The
65	prohibition contained in this subsection shall not prevent a
66	manufacturer from shipping malt beverages for storage at a
67	bonded warehouse facility, provided that such malt beverages are
68	distributed as provided in this subsection or to an out-of-state
69	entity. The prohibition contained in this subsection does not
70	apply to a manufacturer delivering alcoholic beverages to a
71	licensed vendor as provided in s. 561.221(2)(f).
72	Section 3. Subsection (2) of section 561.57, Florida
73	Statutes, is amended to read:
74	561.57 Deliveries by licensees
75	(2) Deliveries made by a manufacturer, distributor, or
76	vendor away from his or her place of business may be made only
77	in vehicles <u>that</u> <del>which</del> are owned or leased by the licensee.
78	However, a manufacturer authorized to make deliveries under s.
79	561.221(2)(f) to the licensed premises of a vendor may transport
80	malt beverages if the vehicle used to transport the alcoholic
81	beverages is owned or leased by the manufacturer or any person
82	who has been disclosed on a license application filed by the
83	manufacturer and approved by the division. By acceptance of an
84	alcoholic beverage license and the use of such vehicles, the
85	licensee agrees that such vehicle shall always be subject to be
86	inspected and searched without a search warrant, for the purpose
87	of ascertaining that all provisions of the alcoholic beverage

## Page 3 of 4

CS for SB 554

	580-01967-17 2017554c1
88	laws are complied with, by authorized employees of the division
89	and also by sheriffs, deputy sheriffs, and police officers
90	during business hours or other times the vehicle is being used
91	to transport or deliver alcoholic beverages.
92	Section 4. Paragraph (d) of subsection (14) of section
93	563.022, Florida Statutes, is amended to read:
94	563.022 Relations between beer distributors and
95	manufacturers
96	(14) MANUFACTURER; PROHIBITED INTERESTS
97	(d) Nothing in the Beverage Law shall be construed to
98	prohibit a manufacturer from shipping products to or between its
99	breweries, or between its breweries and the licensed premises of
100	a vendor as provided in s. 561.221(2)(f), without a
101	distributor's license.
102	Section 5. This act shall take effect July 1, 2017.

## Page 4 of 4