1 A bill to be entitled 2 An act relating to malt beverage tastings; amending s. 3 561.42, F.S.; removing the prohibition on beer 4 samplings at the premises of vendors licensed for off-5 premises sales only; authorizing malt beverage 6 tastings on the licensed premises of certain vendors, 7 subject to certain requirements, limitations, 8 liabilities, and penalties; providing construction 9 with respect to special acts and ordinances; 10 authorizing rulemaking; revising the prohibition on 11 cooperative advertising with a vendor and prohibiting 12 certain persons from naming vendors in advertising for a malt beverage tasting; making conforming and 13 editorial changes; providing an effective date. 14 15 16 Be It Enacted by the Legislature of the State of Florida: 17 Subsection (14) of section 561.42, Florida 18 Section 1. 19 Statutes, is amended to read: 20 561.42 Tied house evil; financial aid and assistance to 21 vendor by manufacturer, distributor, importer, primary American 22 source of supply, brand owner or registrant, or any broker, sales agent, or sales person thereof, prohibited; procedure for 23 24 enforcement; exception.-25 (14)The division shall adopt reasonable rules governing 26 promotional displays and advertising, which rules may shall not Page 1 of 7

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27 conflict with or be more stringent than the federal regulations 28 pertaining to such promotional displays and advertising 29 furnished to vendors by distributors, manufacturers, importers, 30 primary American sources of supply, or brand owners or 31 registrants, or any broker, sales agent, or sales person 32 thereof; however:

33 If a manufacturer, distributor, importer, brand owner, (a) 34 or brand registrant of malt beverage, or any broker, sales 35 agent $_{\tau}$  or sales person thereof, provides a vendor with expendable retailer advertising specialties such as trays, 36 37 coasters, mats, menu cards, napkins, cups, glasses, thermometers, and the like, such items may shall be sold only at 38 a price not less than the actual cost to the industry member who 39 initially purchased them, without limitation in total dollar 40 41 value of such items sold to a vendor.

(b) Without limitation in total dollar value of such items provided to a vendor, a manufacturer, distributor, importer, brand owner, or brand registrant of malt beverage, or any <del>broker,</del> sales agent, or sales person thereof, may rent, loan without charge for an indefinite duration, or sell durable retailer advertising specialties such as clocks, pool table lights, and the like, which bear advertising matter.

49 (c) If a manufacturer, distributor, importer, brand owner,
50 or brand registrant of malt beverage, or any broker, sales
51 agent, or sales person thereof, provides a vendor with consumer
52 advertising specialties such as ashtrays, T-shirts, bottle
Page 2 of 7

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53 openers, shopping bags, and the like, such items <u>may shall</u> be 54 sold <u>only</u> at a price not less than the actual cost to the 55 industry member who initially purchased them, <u>and but</u> may be 56 sold without limitation in total value of such items sold to a 57 vendor.

(d) A manufacturer, distributor, importer, brand owner, or
brand registrant of malt beverage, or any broker, sales agent,
or sales person thereof, may provide consumer advertising
specialties described in paragraph (c) to consumers on any
vendor's licensed premises.

(e)<u>1. A manufacturer, distributor, or importer of malt</u>
<u>beverages, or any contracted third-party agent thereof, may</u>
Manufacturers, distributors, importers, brand owners, or brand
registrants of beer, and any broker, sales agent, or sales
person thereof, shall not conduct any sampling activities that
include the tasting of malt beverage products on:

a. The licensed premises of any vendor authorized to sell
 alcoholic beverages by the drink for consumption on premises; or

71 <u>b. The licensed premises of any vendor authorized to sell</u> 72 <u>alcoholic beverages only in sealed containers for consumption</u> 73 <u>off premises if:</u>

74 (I) The licensed premises is at an establishment with at 75 least 10,000 square feet of interior floor space exclusive of 76 storage space not open to the general public; or 77 (II) The licensed premises is a package store licensed

78 <u>under s. 565.02(1)(a)</u> their product at a vendor's premises Page 3 of 7

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79 licensed for off-premises sales only. 80 2. A malt beverage tasting conducted under this paragraph must be limited to and directed toward the general public of the 81 82 age of legal consumption. 83 3. For a malt beverage tasting conducted under this 84 paragraph on the licensed premises of a vendor authorized to 85 sell alcoholic beverages for consumption on premises, each 86 serving of a malt beverage to be tasted must be provided to the 87 consumer by the drink in a tasting cup, glass, or other open 88 container and may not be provided by the package in an unopened 89 can or bottle or in any other sealed container. 90 4. For a malt beverage tasting conducted under this paragraph on the licensed premises of a vendor authorized to 91 92 sell alcoholic beverages only in sealed containers for 93 consumption off premises, the tasting must be conducted in the 94 interior of the building constituting the vendor's licensed 95 premises and each serving of a malt beverage to be tasted must 96 be provided to the consumer in a tasting cup having a capacity 97 of 3.5 ounces or less. 5. A manufacturer, distributor, or importer, or any 98 99 contracted third-party agent thereof, may not pay a vendor, and

100 <u>a vendor may not accept, a fee or compensation of any kind,</u> 101 <u>including the provision of any malt beverage at no cost or at a</u>

102 reduced cost, to authorize the conduct of a malt beverage

- 103 tasting under this paragraph.
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Page 4 of 7

6.a. A manufacturer, distributor, or importer, or any

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2014

105 contracted third-party agent thereof, conducting a malt beverage 106 tasting under this paragraph, must provide all of the beverages 107 to be tasted, the total volume of which per tasting may not 108 exceed 576 ounces; must have paid all excise taxes on those 109 beverages which are required of the manufacturer or distributor; 110 and must return to the manufacturer's or distributor's inventory 111 all of the malt beverages provided for the tasting that remain 112 unconsumed after the tasting. More than one tasting may be held on the licensed premises each day, but only one manufacturer, 113 distributor, importer, or contracted third-party agent thereof, 114 115 may conduct a tasting on the premises at any one time. 116 b. Any samples of malt beverages provided to a vendor by a manufacturer, distributor, or importer, or any contracted third-117 118 party agent thereof, in conjunction with or at the time of a 119 tasting conducted under this paragraph on the licensed premises 120 of such vendor are subject to the volume limit for such premises 121 set forth under sub-subparagraph a. 122 This subparagraph does not preclude a manufacturer, с. 123 distributor, or importer, or any contracted third-party agent 124 thereof, from buying the malt beverages it provides for the 125 tasting from a vendor at no more than the retail price, but all 126 of the malt beverages so purchased and provided for the tasting 127 which remain unconsumed after the tasting must be removed from 128 the premises of the tasting and properly disposed of. 129 7. A manufacturer, distributor, or importer of malt 130 beverages that contracts with a third-party agent to conduct a

Page 5 of 7

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131 malt beverage tasting under this paragraph on its behalf is 132 responsible for any violation of this section by such agent. 133 This paragraph does not preclude a vendor from 8. 134 conducting a malt beverage tasting on its licensed premises 135 using malt beverages from its own inventory. 136 9. This paragraph is supplemental to and does not 137 supersede any special act or ordinance. 138 10. The division may, pursuant to ss. 561.08 and 561.11, 139 adopt rules to implement, administer, and enforce this 140 paragraph. 141 (f) A manufacturer Manufacturers, distributor 142 distributors, importer importers, brand owner owners, or brand 143 registrant registrants of malt beverages beer, and any broker, 144 sales agent<sub> $\tau$ </sub> or sales person thereof or contracted third-party 145 agent under paragraph (e), may shall not engage in cooperative 146 advertising with a vendor and may not name a vendor in any 147 advertising for a malt beverage tasting authorized under 148 paragraph (e) vendors. 149 (q) A distributor <del>Distributors</del> of malt beverages <del>beer</del> may 150 sell to a vendor vendors draft equipment and tapping accessories 151 at a price not less than the cost to the industry member who 152 initially purchased them, except there is no required charge, 153 and the a distributor may exchange any parts that which are not 154 compatible with a competitor's system and are necessary to 155 dispense the distributor's brands. A distributor of malt 156 beverages beer may furnish to a vendor at no charge replacement Page 6 of 7

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157 parts of nominal intrinsic value, including, but not limited to, 158 washers, gaskets, tail pieces, hoses, hose connections, clamps, 159 plungers, and tap markers.

Section 2. This act shall take effect July 1, 2014.

Page 7 of 7

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