Bill No. HB 961 (2018)

Amendment No. 1

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WITHDRAWN	 (Y/N)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: Commerce Committee Representative Beshears offered the following:

Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Subsection (14) of section 561.42, Florida Statutes, is amended to read:

561.42 Tied house evil; financial aid and assistance to vendor by manufacturer, distributor, importer, primary American source of supply, brand owner or registrant, or any broker, sales agent, or sales person thereof, prohibited; procedure for enforcement; exception.-

(14) The division shall adopt reasonable rules governing promotional displays and advertising. Such rules may, which rules shall not conflict with or be more stringent than the federal regulations pertaining to such promotional displays and 817745 - h0961-strike 1.docx

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17 advertising furnished to vendors by distributors, manufacturers, 18 importers, primary American sources of supply, or brand owners 19 or registrants, or any sales agent or sales person thereof; 20 however:

21 (a) If a manufacturer, distributor, importer, brand owner, 22 or brand registrant of malt beverage, or any sales agent or 23 sales person thereof, provides a vendor with branded expendable 24 retailer advertising specialties such as trays, coasters, mats, 25 menu cards, napkins, cups, glassware glasses, thermometers, and the like, such items may be sold only at a price not less than 26 the actual cost to the industry member who initially purchased 27 28 them, without limitation in total dollar value of such items 29 sold to a vendor. However, a distributor that receives glassware 30 at no charge on a no-charge invoice from a malt beverage manufacturer or importer may give such glassware to a vendor 31 32 licensed to sell malt beverages for on-premises consumption. 33 Each piece of glassware given to a vendor by a distributor must 34 bear a permanent brand name intended to prominently advertise 35 the brand. A distributor may not give a vendor more than 10 36 cases of glassware per calendar year per licensed premises. A 37 vendor that receives a gift of glassware from a distributor may not sell the glassware or return it to a distributor for cash, 38 39 credit, or replacement. A manufacturer or importer who sells or gives glassware to a distributor, a distributor who sells or 40

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41 gives glassware to a vendor, and such vendor, must maintain
42 records of such sale or gift of glassware.
43 <u>1. These records must be maintained for three years by the</u>
44 industry member. The records may be in any format so long as
45 they are available and legible to division personnel upon
46 request during normal business hours. A copy of any record
47 maintained or produced in compliance with this paragraph shall
48 be provided to each industry member who receives such glassware.
49 The copy shall be in a format accessible and readable by the
50 recipient and may not be provided in an electronic format that
51 would require proprietary software unavailable to the recipient.
52 These records must show:
53 <u>a. The name and address of the recipient, the recipient's</u>
54 employee or agent receiving the glassware;
55 b. The recipient's license number;
56 <u>c. The date furnished, or given;</u>
57 d. The description and quantity of glassware furnished, or
58 given;
59 e. The cost to the industry member determined by the
60 original purchaser's invoice price;
61 f. The charges to the recipient for the glassware, if any;
62 <u>and</u>
63 g. The name, license number, and address of the industry
64 member providing the glassware.
65 2. As used in this paragraph, the term:
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66	a. "Case" means a box containing up to 24 pieces of
67	glassware.
68	b. "Glassware" means a single-service glass container that
69	can hold no more than 23 ounces of liquid volume.
70	(b) Without limitation in total dollar value of such items
71	provided to a vendor, a manufacturer, distributor, importer,
72	brand owner, or brand registrant of malt beverage, or any sales
73	agent or sales person thereof, may rent, loan without charge for
74	an indefinite duration, or sell durable retailer advertising
75	specialties such as clocks, pool table lights, and the like,
76	which bear advertising matter.
77	(c) If a manufacturer, distributor, importer, brand owner,
78	or brand registrant of malt beverage, or any sales agent or
79	sales person thereof, provides a vendor with consumer
80	advertising specialties such as ashtrays, T-shirts, bottle
81	openers, shopping bags, and the like, such items may be sold
82	only at a price not less than the actual cost to the industry
83	member who initially purchased them, and may be sold without
84	limitation in total value of such items sold to a vendor.
85	(d) A manufacturer, distributor, importer, brand owner, or
86	brand registrant of malt beverage, or any sales agent or sales
87	person thereof, may provide consumer advertising specialties
88	described in paragraph (c) to consumers on any vendor's licensed

89 premises.

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90 (e) A manufacturer, distributor, importer, brand owner, or 91 brand registrant of malt beverages, and any sales agent or sales 92 person thereof or contracted third-party, may not engage in 93 cooperative advertising with a vendor and may not name a vendor 94 in any advertising for a malt beverage tasting authorized under 95 s. 563.09.

96 (f) A distributor of malt beverages may sell to a vendor 97 draft equipment and tapping accessories at a price not less than the cost to the industry member who initially purchased them, 98 except there is no required charge, and the distributor may 99 exchange any parts that are not compatible with a competitor's 100 101 system and are necessary to dispense the distributor's brands. A distributor of malt beverages may furnish to a vendor at no 102 103 charge replacement parts of nominal intrinsic value, including, 104 but not limited to, washers, gaskets, tail pieces, hoses, hose 105 connections, clamps, plungers, and tap markers.

Section 2. This act shall take effect October 1, 2018.

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108 109

TITLE AMENDMENT

110 Remove everything before the enacting clause and insert: 111 A bill to be entitled

An act relating to the Beverage Law; amending s. 561.42, F.S.; authorizing a malt beverage distributor to give branded glassware to vendors licensed to sell malt beverages for on-

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115 premises consumption; requiring that the glassware bear certain branding; providing an annual limit on the amount of glassware a 116 117 distributor may give to a vendor; prohibiting a vendor from selling the branded glassware or returning it to a distributor 118 119 for cash, credit, or replacement; requiring manufacturers, 120 importers, distributors, and vendors to maintain certain records; defining the terms "case" and "glassware"; providing an 121 122 effective date.

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