By Senator Brandes

	24-01172A-21 20211792
1	A bill to be entitled
2	An act relating to the Beverage Law; amending s.
3	561.01, F.S.; defining the term "barrel"; amending s.
4	561.221, F.S.; authorizing manufacturers to transfer
5	malt beverages that are owned in whole or in part by
6	the manufacturer but are brewed by another
7	manufacturer; authorizing manufacturers to sell,
8	transport, or deliver malt beverages to vendors if
9	certain requirements are met; revising requirements
10	for vendors to be licensed as manufacturers;
11	conforming provisions to changes made by the act;
12	amending s. 561.42, F.S.; prohibiting certain entities
13	from renting or loaning durable retailer advertising
14	specialties; requiring that durable retailer
15	advertising specialties be sold at a price not less
16	than the actual cost to the industry member who
17	initially purchased such items; prohibiting
18	distributors of malt beverages from giving vendors
19	draft equipment and tapping accessories at no charge;
20	amending s. 561.57, F.S.; removing a provision that
21	prohibits a manufacturer possessing a vendor's license
22	from making specified deliveries; amending s. 563.022,
23	F.S.; revising construction; repealing s. 561.37,
24	F.S., relating to bonds for tax payments; providing an
25	effective date.
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27	Be It Enacted by the Legislature of the State of Florida:
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29	Section 1. Subsection (23) is added to section 561.01,
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30	Florida Statutes, to read:
31	561.01 DefinitionsAs used in the Beverage Law:
32	(23) "Barrel" means 31 gallons.
33	Section 2. Paragraphs (c) and (d) of subsection (2) and
34	paragraph (a) of subsection (3) of section 561.221, Florida
35	Statutes, are amended, and a new paragraph (e) and paragraph (f)
36	are added to subsection (2) of that section, to read:
37	561.221 Licensing of manufacturers and distributors as
38	vendors and of vendors as manufacturers; conditions and
39	limitations
40	(2)
41	(c) Notwithstanding any other provision of the Beverage
42	Law, a manufacturer holding multiple manufacturing licenses may
43	transfer malt beverages to a licensed facility, as provided in
44	s. 563.022(14)(d), in an amount up to the yearly production
45	amount at the receiving facility. Malt beverages and other
46	alcoholic beverages manufactured by another licensed
47	manufacturer, including any malt beverages that are owned in
48	whole or in part by the manufacturer but are brewed by another
49	manufacturer, must be obtained through a licensed distributor <u>or</u>
50	a manufacturer authorized to deliver malt beverages under
51	paragraph (e) or paragraph (f). A manufacturer may also transfer
52	to their licensed facility any malt beverages that are owned in
53	whole or in part by the manufacturer but are brewed by another
54	manufacturer that is not also a licensed manufacturer, a
55	licensed broker or sales agent, or a licensed importer.
56	(d) A manufacturer possessing a vendor's license under this
57	subsection is not permitted to make deliveries under s.
58	561.57(1).

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59	(e) A manufacturer licensed under this subsection which
60	does not have an existing distribution agreement with a
61	distributor pursuant to s. 563.022 for the territory where the
62	manufacturer intends to sell, transport, or deliver malt
63	beverages to vendors may sell, transport, or deliver to vendors
64	from the manufacturer's licensed premises malt beverages that
65	have been brewed by the manufacturer if:
66	1. The manufacturer complies with the requirements of ss.
67	561.42 and 561.423 , as applicable, to the same extent as if the
68	manufacturer were a distributor; and
69	2. The manufacturer produces less than 20,000 barrels of
70	malt beverages annually.
71	(f) A manufacturer licensed under this subsection which has
72	an existing distribution agreement with a distributor pursuant
73	to s. 563.022 may sell, transport, or deliver to vendors from
74	the manufacturer's licensed premises malt beverages that have
75	been brewed by the manufacturer if:
76	1. The distributor has rejected or refused to deliver to
77	vendors the specific product line or brand extension of malt
78	beverages which the manufacturer intends to deliver;
79	2. The delivery to a single vendor does not exceed 2
80	barrels; or
81	3. In a delivery to a single vendor which exceeds 2
82	barrels, the manufacturer obtains permission from the
83	distributor for the delivery of any malt beverages to a licensed
84	vendor in the distributor's sales territory.
85	(3)(a) Notwithstanding other provisions of the Beverage
86	Law, any vendor licensed in this state may be licensed as a
87	manufacturer of malt beverages upon a finding by the division

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88
     that:
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          1. The vendor will be engaged in brewing malt beverages at
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     a single location and in an amount which will not exceed 5,000
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     barrels 10,000 kegs per year. For purposes of this subsection,
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     the term "keg" means 15.5 gallons.
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          2. The malt beverages so brewed will be sold to consumers
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     for consumption on the vendor's licensed premises or on other
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     contiguous licensed premises owned by the vendor.
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          Section 3. Paragraphs (b) and (f) of subsection (14) of
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     section 561.42, Florida Statutes, are amended to read:
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          561.42 Tied house evil; financial aid and assistance to
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     vendor by manufacturer, distributor, importer, primary American
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     source of supply, brand owner or registrant, or any broker,
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     sales agent, or sales person thereof, prohibited; procedure for
     enforcement; exception.-
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           (14) The division shall adopt reasonable rules governing
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     promotional displays and advertising. Such rules may not
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     conflict with or be more stringent than the federal regulations
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     pertaining to such promotional displays and advertising
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     furnished to vendors by distributors, manufacturers, importers,
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     primary American sources of supply, or brand owners or
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     registrants, or any sales agent or sales person thereof;
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     however:
           (b) Without limitation in total dollar value of such items
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     provided to a vendor, a manufacturer, distributor, importer,
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     brand owner, or brand registrant of malt beverage, or any sales
     agent or sales person thereof, may rent, loan without charge for
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     an indefinite duration, or sell durable retailer advertising
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     specialties such as clocks, pool table lights, and the like,
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117 which bear advertising matter; however, such items may be sold 118 only at price not less than the actual cost to the industry 119 member who initially purchased the items. 120 (f) A distributor of malt beverages may sell to a vendor 121 draft equipment and tapping accessories at a price not less than the cost to the industry member who initially purchased them $_{\overline{r}}$ 122 123 except there is no required charge, and the distributor may 124 exchange any parts that are not compatible with a competitor's 125 system and are necessary to dispense the distributor's brands. A 126 distributor of malt beverages may furnish to a vendor at no 127 charge replacement parts of nominal intrinsic value, including, 128 but not limited to, washers, gaskets, tail pieces, hoses, hose 129 connections, clamps, plungers, and tap markers. Section 4. Subsection (1) of section 561.57, Florida 130 131 Statutes, is amended to read: 132 561.57 Deliveries by licensees.-133 (1) Vendors shall be permitted to make deliveries away from 134 their places of business of sales actually made at the licensed 135 place of business; provided, telephone, electronic, or mail 136 orders received at a vendor's licensed place of business shall 137 be construed as a sale actually made at the vendor's licensed 138 place of business. Deliveries made by a vendor away from his or 139 her place of business may be made in vehicles that are owned or 140 leased by the vendor or in a third-party vehicle pursuant to a contract with a third party with whom the vendor has contracted 141 142 to make deliveries, including, but not limited to, common 143 carriers. By acceptance of an alcoholic beverage license, the 144 vendor agrees that vehicles that are owned or leased by the 145 vendor shall always be subject to inspection and search without

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146	a search warrant for the purpose of ascertaining that all
147	provisions of the alcoholic beverage laws are complied with by
148	authorized employees of the division and also by sheriffs,
149	deputy sheriffs, and police officers during business hours or
150	other times the vehicle is being used to transport or deliver
151	alcoholic beverages. A manufacturer possessing a vendor's
152	license under s. 561.221(2) is not permitted to make deliveries
153	under this subsection.
154	Section 5. Paragraph (d) of subsection (14) of section
155	563.022, Florida Statutes, is amended to read:
156	563.022 Relations between beer distributors and
157	manufacturers
158	(14) MANUFACTURER; PROHIBITED INTERESTS
159	(d) Nothing in the Beverage Law shall be construed to
160	prohibit a manufacturer from shipping products to or between its
161	breweries without a distributor's license <u>or between its</u>
162	breweries and the licensed premises of a vendor pursuant to s.
163	561.221(2), or from shipping products that the manufacturer
164	owns, without a distributor's license.
165	Section 6. Section 561.37, Florida Statutes, is repealed.
166	Section 7. This act shall take effect July 1, 2021.

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