By: Representative Ford

To: Ways and Means

HOUSE BILL NO. 418

AN ACT TO REENACT SECTION 67-3-22, MISSISSIPPI CODE OF 1972, 1 WHICH LIMITS THE AMOUNT OF LIGHT WINE AND BEER THAT BREWPUBS MAY 2 3 PRODUCE IN A CALENDAR YEAR AND PROVIDES THAT LIGHT WINE OR BEER PRODUCED AT A BREWPUB SHALL NOT BE SOLD AT A PRICE LESS THAN IT COST TO MANUFACTURE THE LIGHT WINE OR BEER AND THAT SUCH LIGHT 4 5 WINE OR BEER SHALL NOT BE SOLD AWAY FROM THE PREMISES OF THE 6 BREWPUB; TO AMEND REENACTED SECTION 67-3-22, MISSISSIPPI CODE OF 7 1972, TO EXTEND THE DATE OF REPEAL ON THAT SECTION FROM JULY 1, 8 2002, TO JULY 1, 2003; AND FOR RELATED PURPOSES. 9

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 11 SECTION 1. Section 67-3-22, Mississippi Code of 1972, is 12 reenacted and amended as follows:

13 67-3-22. (1) The production limits for a brewpub shall be 14 based upon production as determined by the State Tax Commission 15 pursuant to Section 27-71-307, Mississippi Code of 1972, and shall 16 be limited as follows:

17 (a) A stand-alone restaurant or restaurant operated by
18 a hospitality operator with less than fifty (50) guest rooms in
19 the aggregate shall not manufacture more than forty thousand three
20 hundred (40,300) gallons of light wine or beer per calendar year.

(b) A restaurant operated by a hospitality operator
with fifty (50) or more guest rooms in the aggregate but less than
five hundred (500) guest rooms in the aggregate shall not
manufacture more than sixty thousand (60,000) gallons of light
wine or beer per calendar year.

(c) A restaurant operated by a hospitality operator
with five hundred (500) or more guest rooms in the aggregate but
less than one thousand (1,000) guest rooms in the aggregate shall
not manufacture more than seventy-five thousand (75,000) gallons
of light wine or beer per calendar year.

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(d) A restaurant operated by a hospitality operator
with one thousand (1,000) or more guest rooms in the aggregate
shall not manufacture more than ninety-nine thousand (99,000)
gallons of light wine or beer per calendar year.

35 (2) Light wine or beer produced at a brewpub shall not be
36 sold at a price less than it cost to manufacture such light wine
37 or beer.

(3) Light wine or beer manufactured by a brewpub shall not 38 be sold away from the premises of such brewpub (as defined in 39 Section 27-71-301, Mississippi Code of 1972) and shall not be 40 packaged in any form that it may be carried away from the 41 premises; provided, however, that the final one hundred (100) 42 43 gallons of beer within a fermenting tank may be placed in kegs for sale on the premises to facilitate transition from one fermenting 44 tank to another. 45

46 (4) A brewpub shall be required to offer for sale light wine
47 or beer that is normally carried on the inventory of wholesaler or
48 distributor of light wine or beer.

(5) As used in this section, the term "hospitality operator" means a business that operates guest rooms that at any one time will accommodate transient guests on a daily or weekly basis in conjunction with a brewpub at one (1) location or facility.

53 (6) This section shall stand repealed from and after July 1,54 2003.

55 **SECTION 2.** This act shall take effect and be in force from 56 and after July 1, 2002.