Adopted AMENDMENT No. 1 PROPOSED TO

House Bill NO. 1171

By Senator(s) Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- SECTION 1. Section 67-3-22, Mississippi Code of 1972, is
- 14 amended as follows:
- 15 67-3-22. (1) The production limits for a brewpub shall be
- 16 based upon production as determined by the State Tax Commission
- 17 pursuant to Section 27-71-307, and shall be limited as follows:
- 18 (a) A stand-alone restaurant or restaurant operated by
- 19 a hospitality operator with less than fifty (50) guest rooms in
- 20 the aggregate shall not manufacture more than forty thousand three
- 21 hundred (40,300) gallons of light wine or beer per calendar year.
- (b) A restaurant operated by a hospitality operator
- 23 with fifty (50) or more guest rooms in the aggregate but less than
- 24 five hundred (500) guest rooms in the aggregate shall not
- 25 manufacture more than sixty thousand (60,000) gallons of light
- 26 wine or beer per calendar year.
- 27 (c) A restaurant operated by a hospitality operator
- 28 with five hundred (500) or more guest rooms in the aggregate but
- 29 less than one thousand (1,000) guest rooms in the aggregate shall
- 30 not manufacture more than seventy-five thousand (75,000) gallons
- 31 of light wine or beer per calendar year.
- 32 (d) A restaurant operated by a hospitality operator

- 33 with one thousand (1,000) or more guest rooms in the aggregate
- 34 shall not manufacture more than ninety-nine thousand (99,000)
- 35 gallons of light wine or beer per calendar year.
- 36 (2) Light wine or beer produced at a brewpub shall not be
- 37 sold at a price less than it cost to manufacture such light wine
- 38 or beer, except that providing complimentary light wine or beer
- 39 produced at the brewpub to guests who are room, food and beverage
- 40 patrons for consumption exclusively on premises is authorized.
- 41 (3) (a) Light wine or beer manufactured by a brewpub:
- 42 <u>(i)</u> Shall not be sold away from the premises of
- 43 such brewpub (as defined in Section 27-71-301, Mississippi Code of
- 44 1972), and
- 45 <u>(ii) Except as otherwise provided in this</u>
- 46 <u>subsection</u>, shall not be packaged in any form that it may be
- 47 carried away from the premises; provided, however, that the final
- 48 one hundred (100) gallons of beer within a fermenting tank may be
- 49 placed in kegs for sale on the premises to facilitate transition
- 50 from one fermenting tank to another.
- 51 (b) A brewpub may package in kegs light wine or beer
- 52 <u>manufactured by it that is to be entered into beer competitions</u>
- 53 that occur outside this state; however, the amount of light wine
- or beer that may be taken to any one (1) competition shall not
- 55 <u>exceed two (2) kegs.</u>
- 56 (4) A brewpub shall be required to offer for sale light wine
- 57 or beer that is normally carried on the inventory of wholesaler or
- 58 distributor of light wine or beer.
- 59 (5) As used in this section, the following terms shall have
- the meanings ascribed in this subsection:
- 61 <u>(a)</u> "Hospitality operator" means a business that
- operates guest rooms that at any one (1) time will accommodate
- 63 transient guests on a daily or weekly basis in conjunction with a
- 64 brewpub at one (1) location or facility.
- (b) "Premises" means those areas where food is normally
- 66 sold and consumed and which are immediately adjacent and connected
- 67 to the brewing facility or brewpub operated by a hospitality

- 68 <u>operator</u>.
- (c) "Room, food and beverage patron" means a patron who
- 70 <u>receives from a hospitality operator lodging, food and beverages</u>
- 71 <u>at no cost to the patron.</u>
- 72 * * *
- 73 **SECTION 2.** Section 67-3-28, Mississippi Code of 1972, is
- 74 amended as follows:
- 75 67-3-28. (1) Any person desiring to engage in business as a
- 76 brewpub shall file with the commissioner, along with the
- 77 application required by Section 67-3-17, Mississippi Code of 1972,
- 78 a certificate issued by a licensed testing laboratory indicating
- 79 that such laboratory has tested a sample of the applicant's beer
- 80 or light wine, or both, and that the alcohol content of such
- 81 sample does not exceed five percent (5%) by weight.
- 82 (2) Every brewpub shall be required to submit to random
- 83 testing by the commissioner to determine whether any beer or light
- 84 wine being manufactured, sold, kept, stored or secreted by the
- 85 license holder contains an alcohol content greater than <u>five</u>
- 86 percent (5%) by weight. The commissioner shall establish and
- 87 administer testing standards and procedures to be used in such
- 88 random testing. The brewpub licensee shall be responsible for all
- 89 costs incurred by the commissioner in conducting random testing
- 90 under this section.
- 91 **SECTION 3.** This act shall take effect and be in force from
- 92 and after July 1, 2002.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 67-3-22, MISSISSIPPI CODE OF 1972, TO ALLOW A HOSPITALITY OPERATOR TO PROVIDE COMPLIMENTARY LIGHT WINE 2 OR BEER PRODUCED AT A BREWPUB TO CERTAIN GUESTS AND TO DELETE THE 3 REPEALER ON SUCH SECTION; TO AUTHORIZE A BREWPUB TO PACKAGE IN 5 KEGS LIGHT WINE OR BEER MANUFACTURED BY IT THAT IS TO BE ENTERED 6 INTO BEER COMPETITIONS THAT ARE CONDUCTED OUTSIDE THIS STATE AND TO LIMIT TO TWO THE NUMBER OF KEGS THAT MAY BE TAKEN TO ANY ONE 7 COMPETITION; TO AMEND SECTION 67-3-28, MISSISSIPPI CODE OF 1972, 8 9 TO INCREASE FROM FOUR PERCENT TO FIVE PERCENT THE PERCENT OF ALCOHOL BY WEIGHT THAT CAN BE CONTAINED IN BEER AND LIGHT WINE 10 11 MANUFACTURED AND SOLD BY BREWPUBS; AND FOR RELATED PURPOSES.