Stricken language would be deleted from and underlined language would be added to present law. Act 740 of the Regular Session

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| 3 | | SENATE BILL 562 |
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| 8 | For An Act To Be Entitled | |
| 9 | AN ACT TO AMEND THE LAW REGARDING A DISTILLER OR | |
| 10 | MANUFACTURER PERMIT; TO AUTHORIZE OFF-PREMISES SALES | |
| 11 | OF VINOUS LIQUOR FOR CONSUMPTION; TO AUTHORIZE ON- | |
| 12 | PREMISES SALES OF VINOUS LIQUOR BY THE DRINK; TO AUTHORIZE A VINOUS LIQUOR TASTING EVENT; AND FOR | |
| 13 | OTHER PURPOSES. | |
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| 20 | PREMISES SALES OF VINOUS LIQUOR; TO | |
| 21 | AUTHORIZE ON-PREMISES SALES OF VINOUS | |
| 22 | LIQUOR BY THE DRINK; AND TO AUTHORIZE A | |
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| 26 | | ANSAS: |
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| 28 | 8 SECTION 1. Arkansas Code § 3-4-602 is amended to r | ead as follows: |
| 29 | 9 3-4-602. Distillers or manufacturers. | |
| 30 | 0 (a) Any person may apply to the Director of the Al | coholic Beverage |
| 31 | Control Division for a permit to manufacture, distill, import, transport, | |
| 32 | store, and sell to a wholesaler, jobber, or distributor spirituous, vinous | |
| 33 | (except small farm wines), or malt liquors to be used and sold for beverage | |
| 34 | 4 purposes. | |
| 35 | 5 (b) The application shall be in writing and verifi | ed and shall set |
| 36 | 6 forth in detail such information concerning the applicant | for the permit and |

- 1 the premises to be used therefor as the director shall require.
- 2 (c) The application shall be accompanied by a certified check, cash, 3 or postal money order for the amount required by this act for the permit.
- 4 (d) If the director shall grant grants the application, he or she 5 shall issue a permit in such form as shall be determined by rules and
- 6 regulations established by the director.
- 7 (e) The permit shall contain a description of the premises to be used
- 9 therein specifically designated to manufacture, distill, transport, and sell
- 10 to a wholesaler, jobber, or distributor spirituous, vinous (except small farm
- $\underline{\text{wines}}$, or malt liquors in or from the premises therein specifically
- 12 authorized.
- 13 (f) No distiller or manufacturer shall sell or contract to sell any
- 14 spirituous, vinous (except small farm wines), or malt liquors referred to
- 15 herein to any wholesaler, distributor, or jobber, or to any other person who
- 16 is not duly authorized under this act to receive, possess, transport,
- 17 distribute, or sell those liquors.
- 18 (g) Under rules adopted by the director, a distiller or manufacturer
- 19 may:
- 20 (1) Sell, deliver, or transport to wholesalers;
- 21 (2) Sell, deliver, or transport to rectifiers;
- 22 (3) Export out of the state;
- 23 (4) Sell for off-premises consumption spirituous or vinous
- 24 liquors the distiller or manufacturer manufactures on any day of the week;
- 25 (5) Serve on the premises complimentary samples of liquors
- 26 produced by the distiller or manufacturer;
- 27 (6) Sell at retail, by the drink or by the package, spirituous
- 28 or vinous liquors produced on the premises of the distillery if all sales
- 29 occur in a wet territory; and
- 30 (7) Sell for consumption on the premises of the manufacturer:
- 31 (A) Liquors produced by the manufacturer or liquors that
- 32 the manufacturer may purchase from wholesalers licensed by the state;
- 33 (B) Wine;
- 34 (C) Beer; and
- 35 (D) Malt liquor.
- 36 (h)(1) For the privilege of distilling spirituous liquors or

- l manufacturing malt liquors, each person engaged in distilling spirituous
- 2 liquors or manufacturing malt liquors shall pay an annual permit fee of three
- 3 hundred dollars (\$300) for each manufacturing or distilling plant.
- 4 (2) For the privilege of manufacturing vinous liquors (except
- 5 small farm wines), there is assessed and there shall be paid an annual permit
- 6 fee of and by every person engaged therein. The permit fee shall be in the
- 7 sum of five hundred dollars (\$500) for each and every manufacturing plant.
- 8 (3) However, for the privilege of distilling brandy or
- 9 spirituous liquors for use only in the fortifying of native wines, which are
- 10 wines manufactured from the juices of grapes, berries, and other fruits or
- 11 vegetables grown in this state, there shall be collected an annual permit fee
- 12 of two hundred fifty dollars (\$250) for each manufacturing or distilling
- 13 plant.

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- 14 (i) Liquors may be sold for on-premises sale or off-premises sale, or
- 15 both, for consumption during all legal operating hours in which business is
- normally and legally conducted on the premises, if:
 - (1) The manufacturer provides tours through its facility; and
- 18 (2) Only sealed containers are removed from the premises.
- 19 (j)(1) A manufacturer may provide liquor it manufactures to charitable
- 20 or nonprofit organizations or sell for resale liquor it manufactures to
- 21 charitable or nonprofit organizations holding valid special event permits
- 22 issued by the Alcoholic Beverage Control Board.
- 23 (2) The sale of products under subdivision (j)(1) of this
- 24 section is limited to the duration of the particular special event.
- 25 (k)(1) If approved by the Alcoholic Beverage Control Division and if
- 26 the division receives written notice at least five (5) days before the event,
- 27 the division may authorize a distiller or manufacturer to conduct a
- 28 spirituous or vinous liquor tasting event for educational or promotional
- 29 purposes at any location in a wet area of this state.
- 30 (2)(A) Before an authorization is issued under subdivision
- 31 (k)(1) of this section, the division shall receive written notice of the
- 32 spirituous or vinous liquor tasting event at least two (2) weeks before the
- 33 event.
- 34 (B) A spirituous or vinous liquor tasting event may be
- 35 held under this subsection (k) in any facility licensed by the division in a
- 36 wet area of this state. APPROVED: 4/5/19