FIRST REGULAR SESSION

SENATE BILL NO. 121

97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR SCHAEFER.

Pre-filed January 8, 2013, and ordered printed.

0828S.01I

TERRY L. SPIELER, Secretary.

AN ACT

To repeal sections 311.070, 311.071, 311.195, 311.205, 311.260, 311.332, and 311.490, RSMo, and to enact in lieu thereof six new sections relating to liquor control.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 311.070, 311.071, 311.195, 311.205, 311.260, 311.332,

- 2 and 311.490, RSMo, are repealed and six new sections enacted in lieu thereof, to
- 3 be known as sections 311.070, 311.195, 311.205, 311.260, 311.332, and 311.490,
- 4 to read as follows:

311.070. 1. [Distillers, wholesalers, winemakers, brewers or their

- employees, officers or agents shall not, except as provided in this section, directly
- 3 or indirectly, have any financial interest in the retail business for sale of
- 4 intoxicating liquors, and shall not, except as provided in this section, directly or
- 5 indirectly, loan, give away or furnish equipment, money, credit or property of any
- 6 kind, except ordinary commercial credit for liquors sold to such retail
- 7 dealers. However, Notwithstanding any other provision of this chapter to the
- 8 contrary, for the purpose of the promotion of tourism, a distiller whose
- 9 manufacturing establishment is located within this state may apply for and the
- 10 supervisor of liquor control may issue a license to sell intoxicating liquor, as in
- 11 this chapter defined, by the drink at retail for consumption on the premises
- 12 where sold; and provided further that the premises so licensed shall be in close
- 13 proximity to the distillery and may remain open between the hours of 6:00 a.m.
- 14 and midnight, Monday through Saturday and between the hours of 11:00 a.m. and
- 15 9:00 p.m., Sunday. The authority for the collection of fees by cities and counties
- 16 as provided in section 311.220, and all other laws and regulations relating to the
- 17 sale of liquor by the drink for consumption on the premises where sold, shall

25

26

29

40

41 42

43

44

45

apply to the holder of a license issued under the provisions of this section in the same manner as they apply to establishments licensed under the provisions of section 311.085, 311.090, or 311.095.

- 2. [Any distiller, wholesaler, winemaker or brewer who shall violate the provisions of subsection 1 of this section, or permit his employees, officers or agents to do so, shall be guilty of a misdemeanor, and upon conviction thereof shall be punished as follows:
 - (1) For the first offense, by a fine of one thousand dollars;
 - (2) For a second offense, by a fine of five thousand dollars; and
- 27 (3) For a third or subsequent offense, by a fine of ten thousand dollars or 28 the license of such person shall be revoked.
 - 3. As used in this section, the following terms mean:
- 30 (1) "Consumer advertising specialties", advertising items that are 31 designed to be carried away by the consumer, such items include, but are not 32 limited to: trading stamps, nonalcoholic mixers, pouring racks, ash trays, bottle 33 or can openers, cork screws, shopping bags, matches, printed recipes, pamphlets, 34 cards, leaflets, blotters, postcards, pencils, shirts, caps and visors;
- 35 (2) "Equipment and supplies", glassware (or similar containers made of 36 other material), dispensing accessories, carbon dioxide (and other gasses used in 37 dispensing equipment) or ice. "Dispensing accessories" include standards, 38 faucets, cold plates, rods, vents, taps, tap standards, hoses, washers, couplings, 39 gas gauges, vent tongues, shanks, and check valves;
 - (3) "Permanent point-of-sale advertising materials", advertising items designed to be used within a retail business establishment for an extended period of time to attract consumer attention to the products of a distiller, wholesaler, winemaker or brewer. Such materials shall only include inside signs (electric, mechanical or otherwise), mirrors, and sweepstakes/contest prizes displayed on the licensed premises;
- 46 (4) "Product display", wine racks, bins, barrels, casks, shelving or similar 47 items the primary function of which is to hold and display consumer products;
- 48 (5) "Promotion", an advertising and publicity campaign to further the 49 acceptance and sale of the merchandise or products of a distiller, wholesaler, 50 winemaker or brewer;
- 51 (6) "Temporary point-of-sale advertising materials", advertising items 52 designed to be used for short periods of time. Such materials include, but are not 53 limited to: banners, decorations reflecting a particular season or a limited-time

54 promotion, or paper napkins, coasters, cups, or menus.

- 4. Notwithstanding other provisions contained herein, the distiller, wholesaler, winemaker or brewer, or their employees, officers or agents may engage in the following activities with a retail licensee licensed pursuant to this chapter:
- (1) The distiller, wholesaler, winemaker or brewer may give or sell product displays to a retail business if all of the following requirements are met:
- 61 (a) The total value of all product displays given or sold to a retail business
 62 shall not exceed three hundred dollars per brand at any one time in any one
 63 retail outlet. There shall be no combining or pooling of the three hundred dollar
 64 limits to provide a retail business a product display in excess of three hundred
 65 dollars per brand. The value of a product display is the actual cost to the
 66 distiller, wholesaler, winemaker or brewer who initially purchased such product
 67 display. Transportation and installation costs shall be excluded;
 - (b) All product displays shall bear in a conspicuous manner substantial advertising matter on the product or the name of the distiller, wholesaler, winemaker or brewer. The name and address of the retail business may appear on the product displays; and
- (c) The giving or selling of product displays may be conditioned on the purchase of intoxicating beverages advertised on the displays by the retail business in a quantity necessary for the initial completion of the product display. No other condition shall be imposed by the distiller, wholesaler, winemaker or brewer on the retail business in order for such retail business to obtain the product display;
 - (2) Notwithstanding any provision of law to the contrary, the distiller, wholesaler, winemaker or brewer may provide, give or sell any permanent point-of-sale advertising materials, temporary point-of-sale advertising materials, and consumer advertising specialties to a retail business if all the following requirements are met:
- (a) The total value of all permanent point-of-sale advertising materials provided to a retail business by a distiller, wholesaler, winemaker, or brewer shall not exceed five hundred dollars per calendar year, per brand, per retail outlet. The value of permanent point-of-sale advertising materials is the actual cost to the distiller, wholesaler, winemaker or brewer who initially purchased such item. Transportation and installation costs shall be excluded. All permanent point-of-sale advertising materials provided to a retailer shall be

SB 121 4

91

92 93

94

95

96 97

98

99

100

101

104

105

111

112

113

114

115

116

117

118 119

120 121

122

123

124

125

90 recorded, and records shall be maintained for a period of three years;

- (b) The provider of permanent point-of-sale advertising materials shall own and otherwise control the use of permanent point-of-sale advertising materials that are provided by any distiller, wholesaler, winemaker, or brewer;
- (c) All permanent point-of-sale advertising materials, temporary point-of-sale advertising materials, and consumer advertising specialties shall bear in a conspicuous manner substantial advertising matter about the product or the name of the distiller, wholesaler, winemaker or brewer. The name, address and logos of the retail business may appear on the permanent point-of-sale advertising materials, temporary point-of-sale advertising materials, or the consumer advertising specialties; and
- (d) The distiller, wholesaler, winemaker or brewer shall not directly or 102 indirectly pay or credit the retail business for using or distributing the permanent point-of-sale advertising materials, temporary point-of-sale advertising materials, 103 or consumer advertising specialties or for any incidental expenses arising from their use or distribution;
- 106 (3) A distiller, wholesaler, winemaker, or brewer may give a gift not to 107 exceed a value of one thousand dollars per year to a holder of a temporary permit 108 as defined in section 311.482;
- 109 (4) The distiller, wholesaler, winemaker or brewer may sell equipment or 110 supplies to a retail business if all the following requirements are met:
 - (a) The equipment and supplies shall be sold at a price not less than the cost to the distiller, wholesaler, winemaker or brewer who initially purchased such equipment and supplies; and
 - (b) The price charged for the equipment and supplies shall be collected in accordance with credit regulations as established in the code of state regulations;
 - (5) The distiller, wholesaler, winemaker or brewer may install dispensing accessories at the retail business establishment, which shall include for the purposes of beer equipment to properly preserve and serve draught beer only and to facilitate the delivery to the retailer the brewers and wholesalers may lend, give, rent or sell and they may install or repair any of the following items or render to retail licensees any of the following services: beer coils and coil cleaning, sleeves and wrappings, box couplings and draft arms, beer faucets and tap markers, beer and air hose, taps, vents and washers, gauges and regulators, beer and air distributors, beer line insulation, coil flush hose, couplings and bucket pumps; portable coil boxes, air pumps, blankets or other coverings for

132

133

134

135

136

137

138

139

140

141142

145

146

147148

156

157

158

159

160

161

temporary wrappings of barrels, coil box overflow pipes, tilting platforms, bumper boards, skids, cellar ladders and ramps, angle irons, ice box grates, floor runways; and damage caused by any beer delivery excluding normal wear and tear and a complete record of equipment furnished and installed and repairs and service made or rendered must be kept by the brewer or wholesalers furnishing, making or rendering same for a period of not less than one year;

- (6) The distiller, wholesaler, winemaker or brewer may furnish, give or sell coil cleaning service to a retailer of distilled spirits, wine or malt beverages;
- (7) A wholesaler of intoxicating liquor may furnish or give and a retailer may accept a sample of distilled spirits or wine as long as the retailer has not previously purchased the brand from that wholesaler, if all the following requirements are met:
- (a) The wholesaler may furnish or give not more than seven hundred fifty milliliters of any brand of distilled spirits and not more than seven hundred fifty milliliters of any brand of wine; if a particular product is not available in a size within the quantity limitations of this subsection, a wholesaler may furnish or give to a retailer the next larger size;
- 143 (b) The wholesaler shall keep a record of the name of the retailer and the 144 quantity of each brand furnished or given to such retailer;
 - (c) For the purposes of this subsection, no samples of intoxicating liquor provided to retailers shall be consumed on the premises nor shall any sample of intoxicating liquor be opened on the premises of the retailer except as provided by the retail license;
- (d) For the purpose of this subsection, the word "brand" refers to differences in brand name of product or differences in nature of product; examples of different brands would be products having a difference in: brand name; class, type or kind designation; appellation of origin (wine); viticulture area (wine); vintage date (wine); age (distilled spirits); or proof (distilled spirits); differences in packaging such a different style, type, size of container, or differences in color or design of a label are not considered different brands;
 - (8) The distiller, wholesaler, winemaker or brewer may package and distribute intoxicating beverages in combination with other nonalcoholic items as originally packaged by the supplier for sale ultimately to consumers; notwithstanding any provision of law to the contrary, for the purpose of this subsection, intoxicating liquor and wine wholesalers are not required to charge for nonalcoholic items any more than the actual cost of purchasing such

162 nonalcoholic items from the supplier;

169

183

184

185

186

187

188189

- 163 (9) The distiller, wholesaler, winemaker or brewer may sell or give the 164 retail business newspaper cuts, mats or engraved blocks for use in the 165 advertisements of the retail business;
- 166 (10) The distiller, wholesaler, winemaker or brewer may in an 167 advertisement list the names and addresses of two or more unaffiliated retail 168 businesses selling its product if all of the following requirements are met:
 - (a) The advertisement shall not contain the retail price of the product;
- 170 (b) The listing of the retail businesses shall be the only reference to such 171 retail businesses in the advertisement;
- 172 (c) The listing of the retail businesses shall be relatively inconspicuous in 173 relation to the advertisement as a whole; and
- 174 (d) The advertisement shall not refer only to one retail business or only 175 to a retail business controlled directly or indirectly by the same retail business;
- 176 (11) Distillers, winemakers, wholesalers, brewers or retailers may conduct 177 a local or national sweepstakes/contest upon a licensed retail premise. The 178 sweepstakes/contest prize dollar amount shall not be limited and can be displayed 179 in a photo, banner, or other temporary point-of-sale advertising materials on a 180 licensed premises, if the following requirements are met:
- 181 (a) No money or something of value is given to the retailer for the 182 privilege or opportunity of conducting the sweepstakes or contest; and
 - (b) The actual sweepstakes/contest prize is not displayed on the licensed premises if the prize value exceeds the permanent point-of-sale advertising materials dollar limit provided in this section;
 - (12) The distiller, wholesaler, winemaker or brewer may stock, rotate, rearrange or reset the products sold by such distiller, wholesaler, winemaker or brewer at the establishment of the retail business so long as the products of any other distiller, wholesaler, winemaker or brewer are not altered or disturbed;
- 190 (13) The distiller, wholesaler, winemaker or brewer may provide a 191 recommended shelf plan or shelf schematic for distilled spirits, wine or malt 192 beverages;
- 193 (14) The distiller, wholesaler, winemaker or brewer participating in the 194 activities of a retail business association may do any of the following:
- 195 (a) Display, serve, or donate its products at or to a convention or trade 196 show;
- 197 (b) Rent display booth space if the rental fee is the same paid by all

207

208

209210

211

212

213

214

221

222

198 others renting similar space at the association activity;

- 199 (c) Provide its own hospitality which is independent from the association 200 activity;
- 201 (d) Purchase tickets to functions and pay registration or sponsorship fees 202 if such purchase or payment is the same as that paid by all attendees, 203 participants or exhibitors at the association activity;
- 204 (e) Make payments for advertisements in programs or brochures issued 205 by retail business associations if the total payments made for all such 206 advertisements are fair and reasonable;
 - (f) Pay dues to the retail business association if such dues or payments are fair and reasonable;
 - (g) Make payments or donations for retail employee training on preventive sales to minors and intoxicated persons, checking identifications, age verification devices, and the liquor control laws;
 - (h) Make contributions not to exceed one thousand dollars per calendar year for transportation services that shall be used to assist patrons from retail establishments to his or her residence or overnight accommodations;
- 215 (i) Donate or serve up to five hundred dollars per event of alcoholic 216 products at retail business association activities; and
- 217 (j) Any retail business association that receives payments or donations 218 shall, upon written request, provide the division of alcohol and tobacco control 219 with copies of relevant financial records and documents to ensure compliance with 220 this subsection;
 - (15) The distiller, wholesaler, winemaker or brewer may sell or give a permanent outside sign to a retail business if the following requirements are met:
- 223 (a) The sign, which shall be constructed of metal, glass, wood, plastic, or 224 other durable, rigid material, with or without illumination, or painted or 225 otherwise printed onto a rigid material or structure, shall bear in a conspicuous 226 manner substantial advertising matter about the product or the name of the 227 distiller, wholesaler, winemaker or brewer;
- 228 (b) The retail business shall not be compensated, directly or indirectly, for 229 displaying the permanent sign or a temporary banner;
- 230 (c) The cost of the permanent sign shall not exceed five hundred dollars; 231 and
- 232 (d) Temporary banners of a seasonal nature or promoting a specific event 233 shall not be constructed to be permanent outdoor signs and may be provided to

SB 121 8

236 237

238

239

240 241

242

243

244

245

246

247

248

249 250

251 252

253 254

255

256

257

258

259

260

261 262

263

264

265

269

234 retailers. The total cost of temporary outdoor banners provided to a retailer in use at any one time shall not exceed five hundred dollars per brand; 235

- (16) A wholesaler may, but shall not be required to, exchange for an equal quantity of identical product or allow credit against outstanding indebtedness for intoxicating liquor with alcohol content of less than five percent by weight that was delivered in a damaged condition or damaged while in the possession of the retailer;
- (17) To assure and control product quality, wholesalers at the time of a regular delivery may, but shall not be required to, withdraw, with the permission of the retailer, a quantity of intoxicating liquor with alcohol content of less than five percent by weight in its undamaged original carton from the retailer's stock, if the wholesaler replaces the product with an equal quantity of identical product;
- (18) In addition to withdrawals authorized pursuant to subdivision (17) of this subsection, to assure and control product quality, wholesalers at the time of a regular delivery may, but shall not be required to, withdraw, with the permission of the retailer, a quantity of intoxicating liquor with alcohol content of less than five percent by weight in its undamaged original carton from the retailer's stock and give the retailer credit against outstanding indebtedness for the product if:
- (a) The product is withdrawn at least thirty days after initial delivery and within twenty-one days of the date considered by the manufacturer of the product to be the date the product becomes inappropriate for sale to a consumer; and
- (b) The quantity of product withdrawn does not exceed the equivalent of twenty-five cases of twenty-four twelve-ounce containers; and
- (c) To assure and control product quality, a wholesaler may, but not be required to, give a retailer credit for intoxicating liquor with an alcohol content of less than five percent by weight, in a container with a capacity of four gallons or more, delivered but not used, if the wholesaler removes the product within seven days of the initial delivery; and
 - (19) Nothing in this section authorizes consignment sales.
- 5. (1) A distiller, wholesaler, winemaker, or brewer that is also in business as a bona fide producer or vendor of nonalcoholic beverages shall not 266 condition the sale of its alcoholic beverages on the sale of its nonalcoholic 267 beverages nor combine the sale of its alcoholic beverages with the sale of its 268 nonalcoholic beverages, except as provided in subdivision (8) of subsection 4 of this section. The distiller, wholesaler, winemaker, or brewer that is also in

business as a bona fide producer or vendor of nonalcoholic beverages may sell, credit, market, and promote nonalcoholic beverages in the same manner in which the nonalcoholic products are sold, credited, marketed, or promoted by a manufacturer or wholesaler not licensed by the supervisor of alcohol and tobacco control;

- (2) Any fixtures, equipment, or furnishings provided by any distiller, wholesaler, winemaker, or brewer in furtherance of the sale of nonalcoholic products shall not be used by the retail licensee to store, service, display, advertise, furnish, or sell, or aid in the sale of alcoholic products regulated by the supervisor of alcohol and tobacco control. All such fixtures, equipment, or furnishings shall be identified by the retail licensee as being furnished by a licensed distiller, wholesaler, winemaker, or brewer.
- 6. Distillers, wholesalers, brewers and winemakers, or their officers or directors shall not require, by agreement or otherwise, that any retailer purchase any intoxicating liquor from such distillers, wholesalers, brewers or winemakers to the exclusion in whole or in part of intoxicating liquor sold or offered for sale by other distillers, wholesalers, brewers, or winemakers.
- 7. Notwithstanding any other provisions of this chapter to the contrary, a distiller or wholesaler may install dispensing accessories at the retail business establishment, which shall include for the purposes of distilled spirits equipment to properly preserve and serve premixed distilled spirit beverages only. To facilitate delivery to the retailer, the distiller or wholesaler may lend, give, rent or sell and the distiller or wholesaler may install or repair any of the following items or render to retail licensees any of the following services: coils and coil cleaning, draft arms, faucets and tap markers, taps, tap standards, tapping heads, hoses, valves and other minor tapping equipment components, and damage caused by any delivery excluding normal wear and tear. A complete record of equipment furnished and installed and repairs or service made or rendered shall be kept by the distiller or wholesaler furnishing, making or rendering the same for a period of not less than one year.
- 8. Distillers, wholesalers, winemakers, brewers or their employees or officers shall be permitted to make contributions of money or merchandise to a licensed retail liquor dealer that is a charitable, fraternal, civic, service, veterans', or religious organization as defined in section 313.005, or an educational institution if such contributions are unrelated to such organization's retail operations.

SB 121 10

310

311

312 313

314

315 316

317

318

319

320

321

322

323

324

325

327

328

329

2

3

- 306 9. Distillers, brewers, wholesalers, and winemakers may make payments 307 for advertisements in programs or brochures of tax-exempt organizations licensed under section 311.090 if the total payments made for all such advertisements are 308 309 the same as those paid by other vendors.
 - 10. A brewer or manufacturer, its employees, officers or agents may have a financial interest in the retail business for sale of intoxicating liquors at entertainment facilities owned, in whole or in part, by the brewer or manufacturer, its subsidiaries or affiliates including, but not limited to, arenas and stadiums used primarily for concerts, shows and sporting events of all kinds.
 - 11. For the purpose of the promotion of tourism, a wine manufacturer, its employees, officers or agents located within this state may apply for and the supervisor of liquor control may issue a license to sell intoxicating liquor, as defined in this chapter, by the drink at retail for consumption on the premises where sold, if the premises so licensed is in close proximity to the winery. Such premises shall be closed during the hours specified under section 311.290 and may remain open between the hours of 9:00 a.m. and midnight on Sunday.
- [12.] 3. For the purpose of the promotion of tourism, a person may apply for and the supervisor of liquor control may issue a license to sell intoxicating liquor by the drink at retail for consumption on the premises where sold, but seventy-five percent or more of the intoxicating liquor sold by such licensed 326 person shall be Missouri-produced wines received from manufacturers licensed under section 311.190. Such premises may remain open between the hours of 6:00 a.m. and midnight, Monday through Saturday, and between the hours of 11:00 a.m. and 9:00 p.m. on Sundays.
 - 311.195. 1. As used in this section, the term "microbrewery" means a business whose primary activity is the brewing and selling of beer, with an annual production of ten thousand barrels or less.
 - 2. A microbrewer's license shall authorize the licensee to manufacture 4 beer and malt liquor in quantities not to exceed ten thousand barrels per annum. In lieu of the charges provided in section 311.180, a license fee of five dollars for 6 each one hundred barrels or fraction thereof, up to a maximum license fee of two 7 8 hundred fifty dollars, shall be paid to and collected by the director of revenue.
- 9 3. Notwithstanding any other provision of this chapter to the contrary, the holder of a microbrewer's license may apply for, and the supervisor of alcohol and tobacco control may issue, a license to sell intoxicating liquor by the drink at 11 retail for consumption on the premises. No holder of a microbrewer's license, or

section 311.085, 311.090, 311.095, or 311.097.

20

3

any employee, officer, agent, subsidiary, or affiliate thereof, shall have more than ten licenses to sell intoxicating liquor by the drink at retail for consumption on the premises. The authority for the collection of fees by cities and counties as provided in section 311.220, and all other laws and regulations relating to the sale of liquor by the drink for consumption on the premises where sold, shall apply to the holder of a license issued under the provisions of this section in the same manner as they apply to establishments licensed under the provisions of

- 4. The holder of a microbrewer's license may also sell beer and malt liquor produced on the brewery premises to duly licensed wholesalers. [However, holders of a microbrewer's license shall not, under any circumstances, directly or indirectly, have any financial interest in any wholesaler's business, and] All such sales to wholesalers shall be subject to the restrictions of sections 311.181 and 311.182.
- 5. A microbrewer who is a holder of a license to sell intoxicating liquor by the drink at retail for consumption on the premises shall be exempt from the provisions of section 311.280, for such intoxicating liquor that is produced on the premises in accordance with the provisions of this chapter. For all other intoxicating liquor sold by the drink at retail for consumption on the premises that the microbrewer possesses a license for must be obtained in accordance with section 311.280.
- 311.205. [1.] Any person licensed to sell liquor at retail by the drink for consumption on the premises where sold may use a table tap dispensing system to allow patrons of the licensee to dispense beer at a table. Before a patron may dispense beer, an employee of the licensee must first authorize an amount of beer, not to exceed thirty-two ounces per patron per authorization, to be dispensed by the table tap dispensing system.
- [2. No provision of law or rule or regulation of the supervisor shall be interpreted to allow any wholesaler, distributor, or manufacturer of intoxicating liquor to furnish table tap dispensing or cooling equipment or provide services for the maintenance, sanitation, or repair of table tap dispensing systems.]
 - 311.260. 1. No person, corporation, employee, officer, agent, subsidiary, or affiliate thereof, shall:
 - (1) Have more than five licenses; or
- 4 (2) [Be directly or indirectly interested in any business of any other 5 person, corporation, or employee, officer, agent, subsidiary, or affiliate thereof,

6 who sells intoxicating liquor at retail by the drink for consumption on the 7 premises described in any license; or

- 8 (3)] Sell intoxicating liquor at retail by the drink for consumption at the 9 place of sale at more than five places in this state.
- 2. Notwithstanding any other provision of this chapter or municipal ordinance to the contrary, for the purpose of determining whether a person, corporation, employee, officer, agent, subsidiary, or affiliate thereof has a disqualifying interest in more than five licenses pursuant to subsection 1 of this section, there shall not be counted any license to sell intoxicating liquor at retail by the drink for consumption on the following premises:
- 16 (1) Restaurants where at least fifty percent of the gross income of which 17 is derived from the sale of prepared meals or food consumed on the premises 18 where sold; or
- 19 (2) Establishments which have an annual gross income of at least two 20 hundred thousand dollars from the sale of prepared meals or food consumed on 21 the premises where sold; or
- 23 (3) Facilities designed for the performance of live entertainment and 23 where the receipts for admission to such performances exceed one hundred 24 thousand dollars per calendar year; or
- 25 (4) Any establishment having at least forty rooms for the overnight 26 accommodation of transient guests.
- 311.332. 1. [It shall be unlawful for any wholesaler licensed to sell intoxicating liquor and wine containing alcohol in excess of five percent by weight to persons duly licensed to sell such intoxicating liquor and wine at retail, to discriminate between retailers or in favor of or against any retailer or group of retailers, directly or indirectly, in price, in discounts for time of payment, or in discounts on quantity of merchandise sold, or to grant directly or indirectly any discount, rebate, free goods, allowance or other inducement, excepting a discount not in excess of one percent for quantity of liquor and wine, and a discount not in excess of one percent for payment on or before a certain date. The delivery of manufacturer rebate coupons by wholesalers to retailers shall not be a violation of this subsection.
- 2.] Manufacturers or wholesalers shall be permitted to donate or deliver or cause to be delivered beer, wine, or brandy for nonresale purposes to any unlicensed person or any licensed retail dealer who is a charitable or religious organization as defined in section 313.005 or educational institution, at any

24

25

26

27

28

2930

10

11

12

13

14

15

2 3

16 location or licensed premises, provided, such beer, wine, or brandy is unrelated 17 to the organization's or institution's licensed retail operation. A charge for 18 admission to an event or activity at which beer, wine, or brandy is available without separate charge shall not constitute resale for the purposes of this 19 20 subsection. Wine used in religious ceremonies may be sold by wholesalers to a 21religious organization as defined in section 313.005. Any manufacturer or 22 wholesaler providing nonresale items shall keep a record of any deliveries made 23 pursuant to this subsection.

- [3.] 2. Manufacturers, wholesalers, retailers and unlicensed persons may donate wine in the original package to a charitable or religious organization as defined in section 313.005 or educational institution for the sole purpose of being auctioned by the organization or institution for fund-raising purposes, provided the auction takes place on a retail-licensed premises and all proceeds from the sale go into a fund of an organization or institution that is unrelated to any licensed retail operation.
- 311.490. No person, partnership or corporation engaged in the brewing, 2 manufacture or sale of beer as defined, in this chapter, or other intoxicating malt 3 liquor, shall use in the manufacture or brewing thereof, or shall sell any such 4 beer or other intoxicating malt liquor which contains ingredients not in 5 compliance with the following standards:
- 6 (1) Beer shall be brewed from malt or a malt substitute, which only
 7 includes rice, grain of any kind, bean, glucose, sugar, and molasses. Honey, fruit,
 8 fruit juices, fruit concentrate, herbs, spices, and other food materials may be used
 9 as adjuncts in fermenting beer;
 - (2) Flavor and other nonbeverage ingredients containing alcohol may be used in producing beer, but may contribute to no more than forty-nine percent of the overall alcohol content of the finished beer. In the case of beer with an alcohol content of more than six percent by volume, no more than one and one-half percent of the volume of the beer may consist of alcohol derived from added flavors and other nonbeverage ingredients containing alcohol; and
- 16 (3) Beer, intoxicating malt liquor, and malt beverages, as defined in this section, shall not be subject to the requirements of subsection 1 of [section 311.332 and] sections 311.335 and 311.338.

[311.071. 1. Distillers, wholesalers, winemakers, brewers, or their employees or officers may make contributions of money for special events where alcohol is sold at retail to a not-for-profit

4	organization that:
5	(1) Does not hold a liquor license;
6	(2) Less than forty percent of the members and officers are
7	liquor licensees;
8	(3) Is registered with the secretary of state as a
9	not-for-profit organization; and
10	(4) Of which no part of the net earnings or contributions
11	inures to the benefit of any private shareholder or any retail
12	licensee member of such organization. The contributions from
13	distillers, wholesalers, winemakers, brewers, or their employees or
14	officers shall be used to pay special event infrastructure expenses
15	unrelated to any retail alcohol sales, which include, but are not
16	limited to: security, sanitation, fencing, entertainment, and
17	advertising.
18	2. Any not-for-profit organization that receives
19	contributions under this section shall allow the division of alcohol
20	and tobacco control full access to the organization's records for
21	audit purposes.]

