STATE OF WYOMING

HOUSE BILL NO. HB0082

Contract brewing.

Sponsored by: Representative(s) Loucks and Senator(s) Anderson

A BILL

for

1	AN ACT relating to alcoholic beverages; providing for
2	brewers and microbrewers to obtain by contractual
3	arrangement malt beverages for sales for on or off premises
4	consumption; providing a definition; and providing for an
5	effective date.
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7	Be It Enacted by the Legislature of the State of Wyoming:
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9	Section 1. W.S. 12-1-101(a) by creating a new
10	paragraph (xxvi), 12-2-201(a)(iii) and 12-4-412(b)(i) and
11	(iv) are amended to read:
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13	12-1-101. Definitions.
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15	(a) As used in this title:

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2	(xxvi) "Contract brewing" means a commercial
3	arrangement in which a client brewer or microbrewer
4	contracts with a brewery or microbrewery to produce malt
5	beverage for the client brewer or microbrewer and where the
6	contract brewery or microbrewery is entirely responsible
7	<u>for:</u>
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9	(A) Producing the malt beverage;
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11	(B) Packaging the malt beverage;
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13	(C) Reporting and keeping appropriate
14	brewery or microbrewery records, including crediting the
15	malt beverage production toward the contract brewery's or
16	microbrewery's production requirements for annual permit
17	<u>renewal;</u>
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19	(D) Labeling the malt beverage with the
20	contract brewery's or microbrewery's name and address;
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22	(E) Obtaining the necessary certificates of
23	label approval;

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1 2 (F) Retaining ownership of the malt 3 beverage until removal of the malt beverage from the 4 contract brewing facility; 5 б (G) Obtaining any required territorial assignment; 7 8 9 (H) Distributing the malt beverage back to 10 the client brewer or microbrewer through a wholesaler; 11 12 (J) Paying the appropriate rate of tax upon 13 removal of the malt beverage from the contract brewing facility and reporting and remitting the tax to the 14 15 appropriate tax authority. 16 17 12-2-201. Wholesale license for sale of malt beverages only; fee. 18 19 20 (a) Except as otherwise provided in paragraph (ii) of 21 this subsection a wholesale license authorizing the sale of malt beverages only may be granted by the division to 22 23 microbreweries and malt beverage wholesalers resident 3 HB0082

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within this state. Wholesale licensees have the exclusive 1 2 right to sell malt beverages at wholesale. Any qualified 3 person desiring a wholesale license shall apply to the 4 division on forms to be provided and pay a license fee of two hundred fifty dollars (\$250.00) annually in advance. A 5 wholesale license issued under this subsection shall be б subject to the following: 7 8 9 (iii) Nothing in this subsection shall be 10 interpreted to impair any contract between a brewery, microbrewery, malt beverage manufacturer or malt beverage 11 12 importer and a distributor. 13 14 12-4-412. Microbrewery and winery permits; 15 authorized; conditions; dual permits and licenses; 16 satellite winery permits; direct shipment of wine; fees. 17 18 (b) The local licensing authority: 19 20 (i) May allow the sale of <u>malt beverage obtained</u> 21 through a contract brewing arrangement and other malt beverages under a microbrewery permit for on-premises 22

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1 consumption when obtained through licensed wholesale malt 2 beverage distributors; 3 4 (iv) May allow the microbrewery to sell on site its brewed product and its malt beverage obtained through a 5 б <u>contract</u> brewing <u>arrangement</u> for off-premises personal 7 consumption, not for retail sale, in packaging of bottles, 8 cans or packs of an aggregate volume not to exceed two 9 thousand (2,000) ounces per sale; 10 11 Section 2. W.S. 12-1-101(a)(xxiv) is repealed. 12 13 Section 3. This act is effective July 1, 2020. 14 15 (END)