## **Legislative Analysis**



WINERY: ALLOW SALES OF NONALCOHOLIC DRINKS

Phone: (517) 373-8080 http://www.house.mi.gov/hfa

House Bill 5606 (proposed substitute H-3)

Analysis available at http://www.legislature.mi.gov

**Sponsor: Rep. Jim Lilly** 

**Committee: Regulatory Reform** 

Complete to 5-1-18

## **SUMMARY:**

<u>House Bill 5606</u> would amend the Michigan Liquor Control Code to <u>require</u> a wine maker, brandy manufacturer, small distiller, micro brewer, brewer, or brewpub to provide water, and <u>allow</u> these licensees, in their sole discretion, to also sell or provide other nonalcoholic beverages, for consumption on or off the licensed premises. The bill would take effect 90 days after enactment.

[Under the Code, licensed brewpubs, micro brewers, and brewers may sell the beer they manufacture for consumption on or off the licensed premises, and licensed small distillers may sell the spirits they manufacture to consumers at retail for consumption on or off the licensed premises. A wine maker may offer samples (for free or for a small charge) or sell its wine by the glass on the winery premises. The wine maker may also conduct wine tastings off the winery premises under a permit from the Liquor Control Commission (LCC) and may charge a small amount for the wine samples, but may not sell wine by the glass at the tasting locations. The wine maker may also sell bottles of its wine at any of the licensed premises for consumption off the premises. Though wineries offer tastings at off-site locations under a permit process, the tasting locations are considered to be licensed premises by the LCC; presumably, a wine maker would be able to sell or provide nonalcoholic beverages at its tasting locations under the bill, as well.]

MCL 436.1537

## **FISCAL IMPACT:**

House Bill 5606 would not have a fiscal impact on any unit of state or local government.

Legislative Analyst: Susan Stutzky Fiscal Analyst: Marcus Coffin

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<sup>■</sup> This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.

<sup>&</sup>lt;sup>1</sup> Michigan Liquor Control Commission. *Michigan Wine Maker & Small Wine Maker Requirements and General Information*. Revised 6/2017. <a href="http://www.michigan.gov/documents/lara/Winemaker-rev-11-11">http://www.michigan.gov/documents/lara/Winemaker-rev-11-11</a> 368820 7.pdf