## SUBSTITUTE FOR

## SENATE BILL NO. 1558

A bill to amend 1998 PA 58, entitled
"Michigan liquor control code of 1998,"
by amending sections 525, 537, 541, and 603 (MCL 436.1525,
436.1537, 436.1541, and 436.1603), sections 525, 537, and 603 as
amended by 2008 PA 218 and section 541 as amended by 2006 PA 253,
and by adding section 545.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 525. (1) Except as otherwise provided for in this
- 2 section, the following license fees shall be paid at the time of
- 3 filing applications or as otherwise provided in this act:
- 4 (a) Manufacturers of spirits, but not including makers,
- 5 blenders, and rectifiers of wines containing 21% or less alcohol by
- 6 volume, \$1,000.00.
- 7 (b) Manufacturers of beer, \$50.00 per 1,000 barrels, or
- 8 fraction of a barrel, production annually with a maximum fee of

- 1 \$1,000.00, and in addition \$50.00 for each motor vehicle used in
- 2 delivery to retail licensees. A fee increase does not apply to a
- 3 manufacturer of less than 15,000 barrels production per year.
- 4 (c) Outstate seller of beer, delivering or selling beer in
- 5 this state, \$1,000.00.
- 6 (d) Wine makers, blenders, and rectifiers of wine, including
- 7 makers, blenders, and rectifiers of wines containing 21% or less
- 8 alcohol by volume, \$100.00. The small wine maker license fee is
- 9 \$25.00.
- 10 (e) Outstate seller of wine, delivering or selling wine in
- 11 this state, \$300.00.
- 12 (f) Outstate seller of mixed spirit drink, delivering or
- 13 selling mixed spirit drink in this state, \$300.00.
- 14 (g) Dining cars or other railroad or Pullman cars selling
- 15 alcoholic liquor, \$100.00 per train.
- 16 (h) Wholesale vendors other than manufacturers of beer,
- 17 \$300.00 for the first motor vehicle used in delivery to retail
- 18 licensees and \$50.00 for each additional motor vehicle used in
- 19 delivery to retail licensees.
- 20 (i) Watercraft, licensed to carry passengers, selling
- 21 alcoholic liquor, a minimum fee of \$100.00 and a maximum fee of
- 22 \$500.00 per year computed on the basis of \$1.00 per person per
- 23 passenger capacity.
- 24 (j) Specially designated merchants, for selling beer or wine
- 25 for consumption off the premises only but not at wholesale, \$100.00
- 26 for each location regardless of the fact that the location may be a
- 27 part of a system or chain of merchandising.

- 1 (k) Specially designated distributors licensed by the
- 2 commission to distribute spirits and mixed spirit drink in the
- 3 original package for the commission for consumption off the
- 4 premises, \$150.00 per year, and an additional fee of \$3.00 for each
- 5 \$1,000.00 or major fraction of that amount in excess of \$25,000.00
- 6 of the total retail value of merchandise purchased under each
- 7 license from the commission during the previous calendar year.
- 8 (l) Hotels of class A selling beer and wine, a minimum fee of
- 9 \$250.00 and, for all bedrooms in excess of 20, \$1.00 for each
- 10 additional bedroom, but not more than \$500.00.
- 11 (m) Hotels of class B selling beer, wine, mixed spirit drink,
- 12 and spirits, a minimum fee of \$600.00 and, for all bedrooms in
- 13 excess of 20, \$3.00 for each additional bedroom. If a hotel of
- 14 class B sells beer, wine, mixed spirit drink, and spirits in more
- 15 than 1 public bar, the fee entitles the hotel to sell in only 1
- 16 public bar, other than a bedroom, and a license shall be secured
- 17 for each additional public bar, other than a bedroom, the fee for
- **18** which is \$350.00.
- 19 (n) Taverns, selling beer and wine, \$250.00.
- 20 (o) Class C license selling beer, wine, mixed spirit drink,
- 21 and spirits, \$600.00. If a class C licensee sells beer, wine, mixed
- 22 spirit drink, and spirits in more than 1 bar, a fee of \$350.00
- 23 shall be paid for each additional bar. In municipally owned or
- 24 supported facilities in which nonprofit organizations operate
- 25 concession stands, a fee of \$100.00 shall be paid for each
- 26 additional bar.
- (p) Clubs selling beer, wine, mixed spirit drink, and spirits,

- 1 \$300.00 for clubs having 150 or fewer duly accredited members and
- 2 \$1.00 for each additional member. The membership list for the
- 3 purpose only of determining the license fees to be paid under this
- 4 subdivision shall be the accredited list of members as determined
- 5 by a sworn affidavit 30 days before the closing of the license
- 6 year. This subdivision does not prevent the commission from
- 7 checking a membership list and making its own determination from
- 8 the list or otherwise. The list of members and additional members
- 9 is not required of a club paying the maximum fee. The maximum fee
- 10 shall not exceed \$750.00 for any 1 club.
- 11 (q) Warehousers, to be fixed by the commission with a minimum
- 12 fee for each warehouse of \$50.00.
- 13 (r) Special licenses, a fee of \$50.00 per day, except that the
- 14 fee for that license or permit issued to any bona fide nonprofit
- 15 association, duly organized and in continuous existence for 1 year
- 16 before the filing of its application, is \$25.00. Not more than 12
- 17 special licenses may be granted to any organization, including an
- 18 auxiliary of the organization, in a calendar year.
- 19 (s) Airlines licensed to carry passengers in this state that
- 20 sell, offer for sale, provide, or transport alcoholic liquor,
- **21** \$600.00.
- (t) Brandy manufacturer, \$100.00.
- (u) Mixed spirit drink manufacturer, \$100.00.
- 24 (v) Brewpub, \$100.00.
- 25 (w) Class G-1, \$1,000.00.
- 26 (x) Class G-2, \$500.00.
- 27 (y) Motorsports event license, \$250.00.

- 1 (z) Small distiller, \$100.00.
- 2 (AA) NONPUBLIC CONTINUING CARE RETIREMENT CENTER LICENSE,
- 3 \$600.00.
- 4 (2) The fees provided in this act for the various types of
- 5 licenses shall not be prorated for a portion of the effective
- 6 period of the license. Notwithstanding subsection (1), the initial
- 7 license fee for any licenses issued under section 531(3) and (4) is
- 8 \$20,000.00. The renewal license fee shall be the amount described
- 9 in subsection (1). However, the commission shall not impose the
- 10 \$20,000.00 initial license fee for applicants whose license
- 11 eligibility was already approved on July 20, 2005.
- 12 (3) Beginning July 23, 2004, and except in the case of any
- 13 resort or resort economic development license issued under section
- 14 531(2), (3), (4), and (5) and a license issued under section 521,
- 15 the commission shall issue an initial or renewal license not later
- 16 than 90 days after the applicant files a completed application.
- 17 Receipt of the application is considered the date the application
- 18 is received by any agency or department of the state of Michigan.
- 19 If the application is considered incomplete by the commission, the
- 20 commission shall notify the applicant in writing, or make the
- 21 information electronically available, within 30 days after receipt
- 22 of the incomplete application, describing the deficiency and
- 23 requesting the additional information. The determination of the
- 24 completeness of an application does not operate as an approval of
- 25 the application for the license and does not confer eligibility
- 26 upon an applicant determined otherwise ineligible for issuance of a
- 27 license. The 90-day period is tolled under any of the following

- 1 circumstances:
- 2 (a) Notice sent by the commission of a deficiency in the
- 3 application until the date all of the requested information is
- 4 received by the commission.
- 5 (b) The time period during which actions required by a party
- 6 other than the applicant or the commission are completed that
- 7 include, but are not limited to, completion of construction or
- 8 renovation of the licensed premises; mandated inspections by the
- 9 commission or by any state, local, or federal agency; approval by
- 10 the legislative body of a local unit of government; criminal
- 11 history or criminal record checks; financial or court record
- 12 checks; or other actions mandated by this act or rule or as
- 13 otherwise mandated by law or local ordinance.
- 14 (4) If the commission fails to issue or deny a license within
- 15 the time required by this section, the commission shall return the
- 16 license fee and shall reduce the license fee for the applicant's
- 17 next renewal application, if any, by 15%. The failure to issue a
- 18 license within the time required under this section does not allow
- 19 the commission to otherwise delay the processing of the
- 20 application, and that application, upon completion, shall be placed
- 21 in sequence with other completed applications received at that same
- 22 time. The commission shall not discriminate against an applicant in
- 23 the processing of the application based upon the fact that the
- 24 license fee was refunded or discounted under this subsection.
- 25 (5) Beginning October 1, 2005, the chair of the commission
- 26 shall submit a report by December 1 of each year to the standing
- 27 committees and appropriations subcommittees of the senate and house

- 1 of representatives concerned with liquor license issues. The chair
- 2 of the commission shall include all of the following information in
- 3 the report concerning the preceding fiscal year:
- 4 (a) The number of initial and renewal applications the
- 5 commission received and completed within the 90-day time period
- 6 described in subsection (3).
- 7 (b) The number of applications denied.
- 8 (c) The number of applicants not issued a license within the
- 9 90-day time period and the amount of money returned to licensees
- 10 under subsection (4).
- 11 (6) As used in this section, "completed application" means an
- 12 application complete on its face and submitted with any applicable
- 13 licensing fees as well as any other information, records, approval,
- 14 security, or similar item required by law or rule from a local unit
- 15 of government, a federal agency, or a private entity but not from
- 16 another department or agency of the state of Michigan.
- 17 Sec. 537. (1) The following classes of vendors may sell
- 18 alcoholic liquors at retail as provided in this section:
- 19 (a) Taverns where beer and wine may be sold for consumption on
- 20 the premises only.
- 21 (b) Class C license where beer, wine, mixed spirit drink, and
- 22 spirits may be sold for consumption on the premises.
- 23 (c) Clubs where beer, wine, mixed spirit drink, and spirits
- 24 may be sold for consumption on the premises only to bona fide
- 25 members where consumption is limited to these members and their
- 26 bona fide guests, who have attained the age of 21 years.
- 27 (d) Direct shippers where wine may be sold and shipped

- 1 directly to the consumer.
- 2 (e) Hotels of class A where beer and wine may be sold for
- 3 consumption on the premises and in the rooms of bona fide
- 4 registered guests. Hotels of class B where beer, wine, mixed spirit
- 5 drink, and spirits may be sold for consumption on the premises and
- 6 in the rooms of bona fide registered guests.
- 7 (f) Specially designated merchants, where beer and wine may be
- 8 sold for consumption off the premises only.
- 9 (g) Specially designated distributors where spirits and mixed
- 10 spirit drink may be sold for consumption off the premises only.
- 11 (h) Special licenses where beer and wine or beer, wine, mixed
- 12 spirit drink, and spirits may be sold for consumption on the
- 13 premises only.
- 14 (i) Dining cars or other railroad or Pullman cars, watercraft,
- 15 or aircraft, where alcoholic liquor may be sold for consumption on
- 16 the premises only, subject to rules promulgated by the commission.
- 17 (j) Brewpubs where beer manufactured on the premises by the
- 18 licensee may be sold for consumption on or off the premises by any
- 19 of the following licensees:
- (i) Class C.
- (ii) Tavern.
- 22 (iii) Class A hotel.
- (iv) Class B hotel.
- 24 (k) Micro brewers and brewers selling less than 200,000
- 25 barrels of beer per year where beer produced by the micro brewer or
- 26 brewer may be sold to a consumer for consumption on or off the
- 27 brewery premises.

- 1 (1) Class G-1 license where beer, wine, mixed spirit drink, and
- 2 spirits may be sold for consumption on the premises only to members
- 3 required to pay an annual membership fee and consumption is limited
- 4 to these members and their bona fide quests.
- 5 (m) Class G-2 license where beer and wine may be sold for
- 6 consumption on the premises only to members required to pay an
- 7 annual membership fee and consumption is limited to these members
- 8 and their bona fide guests.
- 9 (n) Motorsports event license where beer and wine may be sold
- 10 for consumption on the premises during sanctioned motorsports
- 11 events only.
- 12 (o) Wine maker where wine may be sold by direct shipment, at
- 13 retail on the licensed premises, and as provided for in subsections
- **14** (2) and (3).
- 15 (p) Small distiller selling not more than 60,000 gallons of
- 16 spirits manufactured by that licensee to the consumer at retail for
- 17 consumption on or off the licensed premises in the manner provided
- 18 for in section 534.
- 19 (Q) NONPUBLIC CONTINUING CARE RETIREMENT CENTER LICENSE, WHERE
- 20 BEER, WINE, MIXED SPIRIT DRINK, MIXED WINE DRINK, AND SPIRITS MAY
- 21 BE SOLD AT RETAIL AND SERVED ON THE LICENSED PREMISES TO RESIDENTS
- 22 AND GUESTS OF THE RESIDENTS FOR CONSUMPTION ON THE LICENSED
- 23 PREMISES.
- 24 (2) A wine maker may sell wine made by that wine maker in a
- 25 restaurant for consumption on or off the premises if the restaurant
- 26 is owned by the wine maker or operated by another person under an
- 27 agreement approved by the commission and located on the premises

- 1 where the wine maker is licensed.
- 2 (3) A wine maker, with the prior written approval of the
- 3 commission, may conduct wine tastings of wines made by that wine
- 4 maker and may sell the wine made by that wine maker for consumption

- 5 off the premises at a location other than the premises where the
- 6 wine maker is licensed to manufacture wine, under the following
- 7 conditions:
- 8 (a) The premises upon which the wine tasting occurs conforms
- 9 to local and state sanitation requirements.
- 10 (b) Payment of a \$100.00 fee per location is made to the
- 11 commission.
- 12 (c) The wine tasting locations shall be considered licensed
- 13 premises.
- 14 (d) Wine tasting does not take place between the hours of 2
- 15 a.m. and 7 a.m. Monday through Saturday, or between 2 a.m. and 12
- 16 noon on Sunday.
- 17 (e) The premises and the licensee comply with and are subject
- 18 to all applicable rules promulgated by the commission.
- 19 Sec. 541. (1) The commission shall not prohibit an applicant
- 20 for or the holder of a specially designated distributor license or
- 21 specially designated merchant license from owning or operating
- 22 motor vehicle fuel pumps on or adjacent to the licensed premises,
- 23 if both of the following conditions are met:
- (a) One or both of the following conditions exist:
- 25 (i) The applicant or licensee is located in a neighborhood
- 26 shopping center composed of 1 or more commercial establishments
- 27 organized or operated as a unit which is related in location, size,

- 1 and type of shop to the trade area that the unit serves, which
- 2 provides not less than 50,000 square feet of gross leasable retail
- 3 space, and which provides 5 private off-street parking spaces for
- 4 each 1,000 square feet of gross leasable retail space.
- 5 (ii) The applicant or licensee maintains a minimum inventory on
- 6 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 7 not less than \$250,000.00, at cost, of those goods and services
- 8 customarily marketed by approved types of businesses.
- 9 (b) The site of payment and selection of alcoholic liquor is
- 10 not less than 50 feet from that point where motor vehicle fuel is
- 11 dispensed.
- 12 (2) The commission shall not prohibit an applicant for or the
- 13 holder of a specially designated distributor license or specially
- 14 designated merchant license from owning or operating motor vehicle
- 15 fuel pumps on or adjacent to the licensed premises, if all of the
- 16 following conditions are met:
- 17 (a) The applicant is located in a township with a population
- 18 of 7,000 or less, which township is not contiguous with any other
- 19 township. For purposes of this subdivision, a township is not
- 20 considered contiguous by water.
- 21 (b) The applicant or licensee maintains a minimum inventory on
- 22 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 23 not less than \$12,500.00 at cost, of those goods and services
- 24 customarily marketed by approved types of businesses.
- 25 (c) The applicant has the approval of the township, as
- 26 evidenced by a resolution duly adopted by the township and
- 27 submitted with the application to the commission.

- 1 (3) The commission shall not prohibit an applicant for or the
- 2 holder of a specially designated merchant license from owning or
- 3 operating motor vehicle fuel pumps on or adjacent to the licensed
- 4 premises if both of the following conditions are met:
- 5 (a) The applicant or licensee is located in either of the
- 6 following:
- 7 (i) A city, incorporated village, or township with a population
- 8 of 3,500 or less and a county with a population of 31,000 or more.
- 9 (ii) A city, incorporated village, or township with a
- 10 population of 4,000 or less and a county with a population of less
- 11 than 31,000.
- 12 (b) The applicant or licensee maintains a minimum inventory on
- 13 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 14 not less than \$10,000.00, at cost, of those goods and services
- 15 customarily marketed by approved types of businesses.
- 16 (4) The commission shall not prohibit an applicant for or the
- 17 holder of a specially designated distributor license from owning or
- 18 operating motor vehicle fuel pumps on or adjacent to the licensed
- 19 premises if both of the following conditions are met:
- 20 (a) The applicant or licensee is located in either of the
- 21 following:
- 22 (i) A city, incorporated village, or township with a population
- 23 of 3,000-3,500 or less and a county with a population of 31,000 or
- 24 more.
- 25 (ii) A city, incorporated village, or township with a
- 26 population of  $\frac{3,500}{4,000}$  or less and a county with a population of
- 27 less than 31,000.

- 1 (b) The applicant or licensee maintains a minimum inventory on
- 2 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 3 not less than \$12,500.00, at cost, of those goods and services
- 4 customarily marketed by approved types of businesses.
- 5 (5) A person who was issued a specially designated merchant
- 6 license or specially designated distributor license at a location
- 7 at which another person owned, operated or maintained motor vehicle
- 8 fuel pumps at the same location may have or acquire an interest in
- 9 the ownership, operation or maintenance of those motor vehicle fuel
- 10 pumps.
- 11 (6) The commission may transfer ownership of a specially
- 12 designated merchant license or specially designated distributor
- 13 license to a person who owns or is acquiring an interest in motor
- 14 vehicle fuel pumps already in operation at the same location at
- 15 which the license is issued.
- 16 SEC. 545. (1) AS USED IN THIS ACT, "NONPUBLIC CONTINUING CARE
- 17 RETIREMENT CENTER" MEANS A RESIDENTIAL COMMUNITY THAT, AS
- 18 DETERMINED BY THE COMMISSION, MEETS BOTH OF THE FOLLOWING
- 19 CONDITIONS:
- 20 (A) PROVIDES FULL-TIME RESIDENTIAL HOUSING PREDOMINANTLY FOR
- 21 INDIVIDUALS OVER THE AGE OF 62.
- 22 (B) IS REGISTERED AS A FACILITY UNDER THE LIVING CARE
- 23 DISCLOSURE ACT, 1976 PA 440, MCL 554.801 TO 554.844.
- 24 (2) THE COMMISSION, UPON SUBMISSION OF A COMPLETED APPLICATION
- 25 AND UPON DEMONSTRATING COMPLIANCE WITH ANY APPLICABLE PUBLIC NOTICE
- 26 REQUIREMENTS OF THIS SECTION, SHALL GRANT A NONPUBLIC CONTINUING
- 27 CARE RETIREMENT CENTER LICENSE TO AN APPLICANT COMPLYING WITH THIS

- 1 SECTION.
- 2 (3) THE NONPUBLIC CONTINUING CARE RETIREMENT CENTER LICENSE
- 3 ALLOWS THE LICENSEE TO SELL AT RETAIL AND SERVE ON THE LICENSED
- 4 PREMISES BEER, WINE, MIXED SPIRIT DRINK, MIXED WINE DRINK, AND
- 5 SPIRITS, FOR CONSUMPTION BY A RESIDENT OR THE RESIDENT'S GUESTS,
- 6 ONLY ON THE LICENSED PREMISES.
- 7 (4) IN THE CASE OF THE ISSUANCE OF AN INITIAL LICENSE UNDER
- 8 THIS SECTION FOR AN APPLICANT THAT HAS NOT BEEN IN EXISTENCE FOR AT
- 9 LEAST 10 YEARS BEFORE THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT
- 10 ADDED THIS SECTION, THE COMMISSION SHALL PUBLISH A NOTICE OF INTENT
- 11 TO ISSUE THE LICENSE IN A NEWSPAPER OF GENERAL CIRCULATION IN THE
- 12 COUNTY IN WHICH THE APPLICANT IS LOCATED. THE NOTICE SHALL BE
- 13 PUBLISHED AT LEAST 10 DAYS BEFORE THE PROPOSED DATE OF ISSUANCE OF
- 14 THE LICENSE. THE NOTICE REQUIREMENT OF THIS SUBSECTION DOES NOT
- 15 APPLY TO THE RENEWAL OF A LICENSE ISSUED UNDER THIS SECTION.
- 16 Sec. 603. (1) Except as provided in subsection SUBSECTIONS (6)
- 17 TO (12) and section 605, a manufacturer, mixed spirit drink
- 18 manufacturer, warehouser, wholesaler, outstate seller of beer,
- 19 outstate seller of wine, outstate seller of mixed spirit drink, or
- 20 vendor of spirits shall not have any financial interest, directly
- 21 or indirectly, in the establishment, maintenance, operation, or
- 22 promotion of the business of any other vendor.
- 23 (2) Except as provided in subsection—SUBSECTIONS (6) TO (12)
- 24 and section 605, a manufacturer, mixed spirit drink manufacturer,
- 25 warehouser, wholesaler, outstate seller of beer, outstate seller of
- 26 wine, outstate seller of mixed spirit drink, or vendor of spirits
- 27 or a stockholder of a manufacturer, mixed spirit drink

- 1 manufacturer, warehouser, wholesaler, outstate seller of beer,
- 2 outstate seller of wine, outstate seller of mixed spirit drink, or
- 3 vendor of spirits shall not have an interest by ownership in fee,
- 4 leasehold, mortgage, or otherwise, directly or indirectly, in the
- 5 establishment, maintenance, operation, or promotion of the business
- 6 of any other vendor.
- 7 (3) Except as provided in subsection SUBSECTIONS (6) TO (12)
- 8 and section 605, a manufacturer, mixed spirit drink manufacturer,
- 9 warehouser, wholesaler, outstate seller of beer, outstate seller of
- 10 wine, outstate seller of mixed spirit drink, or vendor of spirits
- 11 shall not have an interest directly or indirectly by interlocking
- 12 directors in a corporation or by interlocking stock ownership in a
- 13 corporation in the establishment, maintenance, operation, or
- 14 promotion of the business of any other vendor.
- 15 (4) Except as provided in subsection SUBSECTIONS (6) TO (12)
- 16 and section 605, a person shall not buy the stocks of a
- 17 manufacturer, mixed spirit drink manufacturer, warehouser,
- 18 wholesaler, outstate seller of beer, outstate seller of wine,
- 19 outstate seller of mixed spirit drink, or vendor of spirits and
- 20 place the stock in any portfolio under an arrangement, written
- 21 trust agreement, or form of investment trust agreement and issue
- 22 participating shares based upon the portfolio, trust agreement, or
- 23 investment trust agreement, and sell the participating shares
- 24 within this state.
- 25 (5) The commission may approve a brandy manufacturer to sell
- 26 brandy made by that brandy manufacturer in a restaurant for
- 27 consumption on or off the premises if the restaurant is owned by

- 1 the brandy manufacturer or operated by another person under an
- 2 agreement approved by the commission and is located on the premises
- 3 where the brandy manufacturer is licensed. Brandy sold for
- 4 consumption off the premises under this subsection shall be sold at
- 5 the uniform price established by the commission.
- 6 (6) The commission shall allow a small distiller to sell
- 7 brands of spirits it manufactures for consumption on the licensed
- 8 premises at that distillery.
- 9 (7) A brewpub may have an interest in up to 2 other brewpubs
- 10 so long as the combined production of all the locations in which
- 11 the brewpub has an interest does not exceed 5,000 barrels of beer
- 12 per calendar year.
- 13 (8) THIS SECTION DOES NOT PROHIBIT A SUPPLIER FROM HAVING ANY
- 14 INTEREST, DIRECTLY OR INDIRECTLY, IN ANY OTHER SUPPLIER.
- 15 (9) THE COMMISSION MAY APPROVE THE FOLLOWING PURSUANT TO R
- 16 436.1023(3) OF THE MICHIGAN ADMINISTRATIVE CODE, SUBJECT TO THE
- 17 WRITTEN APPROVAL OF THE UNITED STATES DEPARTMENT OF TREASURY,
- 18 BUREAU OF ALCOHOL AND TOBACCO TAX AND TRADE:
- 19 (A) A WINE MAKER PARTICIPATING WITH 1 OR MORE WINE MAKERS IN
- 20 AN ALTERNATING PROPRIETOR OPERATION IN ACCORDANCE WITH 27 CFR PART
- 21 24, SUBPART D, SECTION 24.136.
- 22 (B) A BREWER PARTICIPATING WITH 1 OR MORE BREWERS IN AN
- 23 ALTERNATING PROPRIETOR OPERATION IN ACCORDANCE WITH 27 CFR PART 25,
- 24 SUBPART F, SECTION 25.52A.
- 25 (10) A MANUFACTURER IS PROHIBITED FROM HAVING ANY INTEREST,
- 26 DIRECTLY OR INDIRECTLY, IN A WHOLESALER.
- 27 (11) A WINE MAKER IS PROHIBITED FROM COLLECTIVELY DELIVERING

- 1 WINE, WITH ANY OTHER WINE MAKER, TO RETAIL LICENSEES.
- 2 (12) AS USED IN THIS SECTION:
- 3 (A) "MANUFACTURER" MEANS, NOTWITHSTANDING SECTION 109(1), A
- 4 WINE MAKER, SMALL WINE MAKER, BREWER, MICRO BREWER, MANUFACTURER OF
- SPIRITS, SMALL DISTILLER, BRANDY MANUFACTURER, AND MIXED SPIRIT 5
- 6 DRINK MANUFACTURER.
- 7 (B) "SUPPLIER" MEANS A MANUFACTURER, MIXED SPIRIT DRINK
- 8 MANUFACTURER, OUTSTATE SELLER OF BEER, OUTSTATE SELLER OF WINE,
- 9 OUTSTATE SELLER OF MIXED SPIRIT DRINK, AND VENDOR OF SPIRITS.