RELATING TO ALCOHOLIC BEVERAGES; REVISING THE LIQUOR CONTROL

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ACT TO CREATE RETAIL RECIPROCITY BETWEEN SMALL BREWERS AND WINEGROWERS; RECONCILING CONFLICTING AMENDMENTS TO THE SAME SECTION OF LAW IN LAWS 2001 BY REPEALING LAWS 2001, CHAPTER 248, SECTION 2.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 60-6A-11 NMSA 1978 (being Laws 1981, Chapter 39, Section 28, as amended) is amended to read:

"60-6A-11. WINEGROWER'S LICENSE.--

A. A person in this state who produces wine is exempt from the procurement of any other license pursuant to the terms of the Liquor Control Act, but not from the procurement of a winegrower's license. Except during periods of shortage or reduced availability, at least fifty percent of a winegrower's overall annual production of wine shall be produced from grapes or other agricultural products grown in this state pursuant to rules adopted by the director; provided, however, that, for purposes of determining annual production and compliance with the fifty percent New Mexico grown provision of this subsection, the calculation of a winegrower's overall annual production of wine shall not include the winegrower's production of wine for out-of-state wine producer license holders.

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(7) buy wine or distilled wine products from

other persons, including licensees and permittees under the

Liquor Control Act, for use in blending, mixing or bottling

of wines:

(8) buy or otherwise obtain beer from a small brewer for the purposes described in this subsection;

(9) conduct wine tastings and sell, by the glass or by the bottle, or sell in unbroken packages for consumption off the premises, but not for resale, wine of the winegrower's own production, wine produced by another New Mexico winegrower on the winegrower's premises or beer produced and bottled by or for a small brewer pursuant to Section 60-2A-26.1 NMSA 1978;

(10) at no more than three off-premises locations, conduct wine tastings, sell by the glass and sell in unbroken packages for consumption off premises, but not for resale, wine of the winegrower's own production, wine produced by another New Mexico winegrower or beer produced and bottled by or for a small brewer pursuant to Section 60-6A-26.1 NMSA 1978 after the director has determined that the off-premises locations meet the requirements of the Liquor Control Act and the department rules for new liquor license locations;

- (11) be deemed a manufacturer for purposes of the Gross Receipts and Compensating Tax Act; and
- (12) at public celebrations on or off the winegrower's premises, after the winegrower has paid the applicable fees and been issued the appropriate permit, to

conduct wine tastings, sell by the glass or the bottle, or sell in unbroken packages, for consumption off premises, but not for resale, wine produced by or for the winegrower.

C. Sales of wine or beer as provided for in this section shall be permitted between the hours of 7:00 a.m. and midnight Monday through Saturday, and the holder of a winegrower's license or public celebration permit may conduct wine tastings and sell, by the glass or bottle, or sell in unbroken packages for consumption off premises, but not for resale, wine of the winegrower's own production or beer produced and bottled by or for a small brewer pursuant to Section 60-6A-26.1 NMSA 1978 on the winegrower's premises between the hours of 12:00 noon and midnight on Sunday.

D. At public celebrations off the winegrower's premises in any local option district permitting the sale of alcoholic beverages, the holder of a winegrower's license shall pay ten dollars (\$10.00) to the alcohol and gaming division of the regulation and licensing department for a "winegrower's public celebration permit" to be issued under rules adopted by the director. Upon request, the alcohol and gaming division of the regulation and licensing department may issue to a holder of a winegrower's license a public celebration permit for a location at the public celebration that is to be shared with other winegrowers and small brewers. As used in this subsection, "public celebration"

except as otherwise provided in the Domestic Winery, Small

a small brewer's license.

Brewery and Craft Distillery Act, may apply for and be issued

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1	B. A small brewer's license authorizes the person							
2	to whom it is issued to:							
3	(1) become a manufacturer or producer of							
4	beer;							
5	(2) package, label and export beer, whether							
6	manufactured, bottled or produced by the licensee or any							
7	other person;							
8	(3) sell only beer that is packaged by or							
9	for the licensee to a person holding a wholesaler's license							
10	or a small brewer's license;							
11	(4) deal in warehouse receipts for beer;							
12	(5) conduct beer tastings and sell for							
13	consumption on or off premises, but not for resale, beer							
14	produced and bottled by, or produced and packaged for, the							
15	licensee, beer produced and bottled by or for another							
16	New Mexico small brewer on the small brewer's premises or							
17	wine produced by a winegrower pursuant to Section 60-6A-11							
18	NMSA 1978;							
19	(6) be deemed a manufacturer for purposes of							
20	the Gross Receipts and Compensating Tax Act;							
21	(7) at public celebrations off the small							
22	brewer's premises, after the small brewer has paid the							
23	applicable fee for a small brewer's public celebration							
24	permit, conduct tastings and sell by the glass or in unbroken							
25	packages, but not for resale, beer produced and bottled by or							

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- (8) buy or otherwise obtain wine from a winegrower;
- for the purposes described in this (9) subsection, at no more than three other locations off the small brewer's premises, after the small brewer has paid the applicable fee for a small brewer's off-premises permit, after the director has determined that the off-premises locations meet the requirements of the Liquor Control Act and department rules for new liquor license locations and after the director has issued a small brewer's off-premises permit for each off-premises location, conduct beer tastings and sell by the glass or in unbroken packages for consumption off the small brewer's off-premises location, but not for resale, beer produced and bottled by or for the small brewer, beer produced and bottled by or for another New Mexico small brewer or wine produced by a winegrower pursuant to Section 60-6A-11 NMSA 1978; and
- (10) allow members of the public, on the licensed premises and under the direct supervision of the licensee, to manufacture beer for personal consumption and not for resale using the licensee's equipment and ingredients.
 - C. At public celebrations off the small brewer's

premises in any local option district permitting the sale of alcoholic beverages, the holder of a small brewer's license shall pay ten dollars (\$10.00) to the alcohol and gaming division of the regulation and licensing department for a "small brewer's public celebration permit" to be issued under rules adopted by the director. Upon request, the alcohol and gaming division of the regulation and licensing department may issue to a holder of a small brewer's license a public celebration permit for a location at the public celebration that is to be shared with other small brewers and winegrowers. As used in this subsection, "public celebration" includes any state or county fair, community fiesta, cultural or artistic event, sporting competition of a

D. Sales and tastings of beer or wine authorized in this section shall be permitted during the hours set forth in Subsection A of Section 60-7A-1 NMSA 1978 and between the hours of noon and midnight on Sunday and shall conform to the limitations regarding Christmas and voting-day sales found in Section 60-7A-1 NMSA 1978 and the expansion of Sunday sales hours to 2:00 a.m. on January 1, when December 31 falls on a Sunday."

seasonal nature or activities held on an intermittent basis.

SECTION 3. REPEAL.--Laws 2001, Chapter 248, Section 2 is repealed.

SECTION 4. EFFECTIVE DATE. -- The effective date of the

1	provisions	of	this	act	is	July	1,	2015	SB 440
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