Committee Report

HOUSE OF REPRESENTATIVES

REPORT OF COMMITTEE

The Committee on Commerce and Consumer Affairs to which was referred SB 18,

AN ACT permitting tastings by liquor manufacturers at farmers markets. Having considered the same, report the same with the following amendment, and the recommendation that the bill OUGHT TO PASS WITH AMENDMENT.

Rep. John Potucek

FOR THE COMMITTEE

Original: House Clerk

Cc: Committee Bill File

COMMITTEE REPORT

Committee:	Commerce and Consumer Affairs
Bill Number:	SB 18
Title:	permitting tastings by liquor manufacturers at farmers markets.
Date:	May 13, 2021
Consent Calendar:	CONSENT
Recommendation:	OUGHT TO PASS WITH AMENDMENT 2021-1403h

STATEMENT OF INTENT

This bill amends RSA 179:44 to allow liquor manufacturers to join wine manufacturers, beverage manufacturers, nano-breweries and brew pubs in their ability to provide tastings at farmers markets. The bill now "levels the playing field" for all manufacturers of alcoholic products. The amendment corrests a grammatical issue. The Commerce and Consumer Affairs Committee felt it was only fair for patrons of farmers markets to be able to sample all New Hampshire manufactured alcoholic beverages, and unanimously supported this bill.

Vote 19-0.

 $\begin{array}{c} \text{Rep. John Potucek} \\ \text{FOR THE COMMITTEE} \end{array}$

Original: House Clerk

Cc: Committee Bill File

CONSENT CALENDAR

Commerce and Consumer Affairs

SB 18, permitting tastings by liquor manufacturers at farmers markets. OUGHT TO PASS WITH AMENDMENT.

Rep. John Potucek for Commerce and Consumer Affairs. This bill amends RSA 179:44 to allow liquor manufacturers to join wine manufacturers, beverage manufacturers, nano-breweries and brew pubs in their ability to provide tastings at farmers markets. The bill now "levels the playing field" for all manufacturers of alcoholic products. The amendment corrests a grammatical issue. The Commerce and Consumer Affairs Committee felt it was only fair for patrons of farmers markets to be able to sample all New Hampshire manufactured alcoholic beverages, and unanimously supported this bill. **Vote 19-0.**

Original: House Clerk

Cc: Committee Bill File

Archived: Tuesday, June 1, 2021 11:30:35 AM

From: JOHN HUNT

Sent: Tuesday, May 25, 2021 11:10:36 AM

To: Carrie Morris **Cc:** Pam Smarling

Subject: Fwd: SB18 Majority Blurb - OTPA

Importance: Normal

OK, JBH

Begin forwarded message:

From: "John Potucek"
potucek1@comcast.net

Subject: FW: SB18 Majority Blurb - OTPA

Poto: May 24, 2021 at 4:E7:27 PM EDT

Date: May 24, 2021 at 4:57:37 PM EDT

To: "John B. Hunt" < jbhunt@prodigy.net>, < jbhuntnh@gmail.com>

John, Here it is: John

Rep. John Potucek for the Majority of Commerce and Consumer Affairs. Permitting tastings by liquor manufacturers at farmers markets. This Bill amends RSA179:44 to allow liquor manufacturers to be included with wine manufacturers , beverage manufacturers, nano breweries and brew pubs to be able to provide tastings at farmers markets. The Bill now "levels the playing field" for all manufacturers of alcoholic products. The Commerce and Consumer Affairs Committee felt it was only fair for patrons of farmers markets to be able to sample all New Hampshire manufactured alcoholic beverages, and unanimously supported this bill. Vote 19-0.

Rep. Van Houten, Hills. 45 May 11, 2021 2021-1403h 08/04

Amendment to SB 18

Amend RSA 178:6, IV as inserted by section 2 of the bill by replacing it with the following:

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IV. A liquor manufacturer may provide to visitors of legal drinking age at its facility samples of liquor manufactured on the premises for tasting. Samples may be provided either free or for a fee and shall be limited to one 1/2-ounce sample per label per person. Samples sold under this section shall be subject to fees as established in paragraph VI. A liquor manufacturer that produces fewer than 10,000 bottles during their licensing year and that operates and produces liquor solely within the state may transport to and sell its products at a farmers market at retail in the original sealed containers and may offer samples as provided in this paragraph.

Voting Sheets

HOUSE COMMITTEE ON COMMERCE AND CONSUMER AFFAIRS

EXECUTIVE SESSION on SB 18

BILL TITLE: permitting tastings by liquor manufacturers at farmers markets.

DATE: May 13, 2021

LOB ROOM: 306-308 Hybrid

MOTIONS: OUGHT TO PASS WITH AMENDMENT

Moved by Rep. Van Houten Seconded by Rep. Hunt AM Vote: 19-0

Amendment # 2021-1403h

Moved by Rep. Potucek Seconded by Rep. Van Houten Vote: 19-0

CONSENT CALENDAR: YES

Statement of Intent: Refer to Committee Report

Respectfully submitted,

Rep Keith Ammon, Clerk

HOUSE COMMITTEE ON COMMERCE

EXECUTIVE SESSION ON HB SB18

BILL TITLE: permitting tastings by liquor manufacturers at farmers markets.

DATE: May 13, 2021		
LOB ROOM: 306-308		
MOTION: (Please check one box	x)	
OTP ITL	Retain (1st year) Interim Study (2nd year)	Adoption of Amendment #h1403
Moved by RepVan Houten	Seconded by Rep	Hunt Vote:19-0
MOTION: (Please check one box	x)	
☐ OTP	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment # (if offered)
Moved by RepPotucek	Va	n Houten
MOTION: (Please check one box	x)	
OTP OTP/A	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment # (if offered)
Moved by Rep.	Seconded by Rep	Vote:
MOTION: (Please check one box	x)	
OTP OTP/A	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment # (if offered)
Moved by Rep.	Seconded by Rep	Vote:
CONSENT	CALENDAR?X_Y	YesNo
· -	No If yes, author, Rep.:	
Pacpactfully cul	hmitted Ren AMMON	Clark

STATE OF NEW HAMPSHIRE OFFICE OF THE HOUSE CLERK



1/22/2021 9:55:55 AM Roll Call Committee Registers Report

2021 SESSION

Commerce and Consumer Affairs

Bill #:	SB18 Motio	on: OTP/A	AM #:	Exec Session Date:	5/13/21

<u>Members</u>	YEAS	<u>Nays</u>	<u>NV</u>
Hunt, John B. Chairman	19		
Potucek, John M. Vice Chairman	1		
Osborne, Jason M.	2		
Ammon, Keith M. Clerk	3		
Abramson, Max	4		
Ham, Bonnie D.	5		
Depalma IV, Joseph	6		
Greeson, Jeffrey	7		
Johnson, Dawn M.	8		
Terry, Paul A.	9		
Bartlett, Christy D.	10		
Abel, Richard M.	11		
Herbert, Christopher J.	12		
Van Houten, Constance	13		
Fargo, Kristina M.	14		
Weston, Joyce	15		
Beaulieu, Jane E.	16		
Burroughs, Anita D.	17		
McAleer, Chris R.	18		
TOTAL VOTE:			

Hearing Minutes

HOUSE COMMITTEE ON COMMERCE AND CONSUMER AFFAIRS

PUBLIC HEARING ON SB 18

BILL TITLE: permitting tastings by liquor manufacturers at farmers markets.

DATE: March 23, 2021

LOB ROOM: Remote Time Public Hearing Called to Order: 9:04 a.m.

Time Adjourned: 9:27 a.m.

<u>Committee Members</u>: Reps. Hunt, Potucek, Ammon, Osborne, Abramson, Ham, Depalma IV, Greeson, Johnson, Terry, Bartlett, Abel, Herbert, Van Houten, Fargo, Weston, Beaulieu, Burroughs and McAleer

Bill Sponsors:

Sen. Birdsell Sen. French Sen. Cavanaugh

Sen. Carson

TESTIMONY

* Use asterisk if written testimony and/or amendments are submitted.

Senator Birdsell

State Senator District 19. This bill allows the tastings of distilleries to come to farmer's markets. It limits to half ounce per label per person. It duplicates what beer and wine are able to do. It limits to incubator distilleries. It limits to only distilleries that have 10,000 bottles per year to keep it an incubator process. In the senate hearing, the liquor commission was in full support of this legislation.

Aidan Moore

Liquor Commission. I'm hear to see if you have technical questions on this bill.

Rep Hunt: This is the one you guys amended in the Senate and you now think everything in this bill is appropriate.

Moore: We made sure this was to promote New Hampshire distilleries and not for larger, out of state distilleries.

Rep Abel

Q: Could you quickly review for us how checking identification is covered in the bill?

A: Lines 2 through 10 describe the process and limitations. Farmer's markets are controlled locally. When a distillery is going to participate, they need to register, pay fees and follow rules set at the local level. Then it will be incumbent upon any licensees to follow RSA 1795 that prohibits liquors from being sold to intoxicated persons.

Rep Bartlett

Q: This is a change from beer and wine to hard liquor. I see it's a smaller amount that distillers would be able to offer. A half ounce per label, how many distilleries have more than one label?

A: I couldn't tell you for certain how many have more than one label. Most likely, they'll want to bring all their products along. Farmer's markets don't want to turn into a happy hour. Half ounce spirits, if 80 proof (40%), provides the consumer with enough to taste but not become intoxicated on. If distilleries have multiple labels, most likely they'll want to charge for it, which will likely limit consumption.

Q: Is mead considered a distilled product?

A: Meads are in a world of their own. Within the definition of a beverage, mead is defined.

Rep Hunt: That's a wine pour.

Q: Is Tamworth distillery considered an incubator distillery?

A: We'd notify distilleries whether they'll be able to participate in farmer's markets. They report their figures to us.

Rep Hunt: A half ounce is a third of a shot.

Andy Day

Owner of Doire Distilling in downtown Derry. Senator Birdsell has worked with us in the past. We would be one of these small production, incubator distilleries. We are a business, and we take alcohol very seriously. We have twenty different products and would select a hand full to display at farmers markets. I like to narrow down a customer's choices based on their tastes, so I don't give away everything. Brewers, wineries, and distilleries will work as a team to make sure people don't over consume. We're excited for this bill to become law.

Rep Potucek

Q: Would you believe I've worked with Andy Day on other bills and I'm on the board of the Derry Farmer's market?

A: (no response required)

Christopher Burk

Owner Cathedral Ledge Distillery in North Conway. New Hampshire's first certified organic distillery. We would like to meet customers at farmer's markets who prioritize fresh organic ingredients. We support this bill.

HOUSE COMMITTEE ON COMMERCE & CONSUMER AFFAIRS

BILL TITLE: DATE:	F 8 8 7 4			
ROOM:	Zoom	Time Public Hearing Called to Order:9:04 AM		
		Time Adjourned:9:27 AM		
(please bold if present)				

<u>Committee Members</u>: Reps. Hunt, Potucek, Ammon, Osborne, Abramson, Ham, Depalma IV, Greeson, Johnson, Terry, Bartlett, Abel, Herbert, Van Houten, Fargo, Weston, Beaulieu, Burroughs and McAleer

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Christopher Burk

Owner Cathedral Ledge Distillery in North Conway. New Hampshire's first certified organic distillery. We would like to meet customers at farmer's markets who prioritize fresh organic ingredients. We support this bill.

House Remote Testify

Commerce and Consumer Affairs Committee Testify List for Bill SB18 on 2021-C

Support: 10 Oppose: 1 Neutral: 0 Total to Testify: 2

Export to Excel

<u>Name</u>	City, State Email Address	<u>Title</u>	Representing	Position	Testifying	<u>s</u>
Moore, Aidan	Concord, NH aidan.moore@liquor.nh.gov	State Agency Staff	NH Liquor Commission	Support	Yes (2m)	3
Birdsell, Senator Regina	Hampstead, NH regina.birdsell@leg.state.nh.us	An Elected Official	Senate District 19	Support	Yes (0m)	3
Carson, Sharon	Londonderry, NH deborah.chroniak@leg.state.nh.us	An Elected Official	Senate District 14	Support	No	3
French, Senator Harold	Canterbury, NH kathryn.cummings@leg.state.nh.us	An Elected Official	Senate District 7	Support	No	3
See, Alvin	Loudon, NH absee@4Liberty.net	A Member of the Public	Myself	Support	No	3
Fordey, Nicole	Litchfield, NH nikkif610@gmail.com	A Member of the Public	Myself	Support	No	3
Hope, Lucinda	Tilton, NH lmhope46@gmail.com	A Member of the Public	Myself	Support	No	3
DeMark, Richard	Meredith, NH demarknh114@gmail.com	A Member of the Public	Myself	Support	No	3
Larson, Ruth	Alton, NH ruthlarson@msn.com	A Member of the Public	Myself	Support	No	3
Frey, Kate	Concord, NH kfrey@new-futures.org	A Lobbyist	Myself	Oppose	No	3
Johnson, II, Robert	Concord, NH robj@nhfarmbureau.org	A Lobbyist	NH Farm Bureau Federation	Support	No	3

Testimony

Archived: Tuesday, April 27, 2021 12:45:54 PM

From: Tracy Burk

Sent: Monday, March 22, 2021 3:25:14 PM

To: ~House Commerce Committee

Subject: Please Support SB18 Tomorrow

Importance: Normal

Good afternoon,

My husband and I are the owners of a new craft distillery located in North Conway, Cathedral Ledge Distillery. We opened our doors to the public in December 2020. After working closely with the New Hampshire Department of Agriculture, Markets and Foods, we are proud to be the first USDA-certified organic distillery in New Hampshire. We are also very excited to be part of the New Hampshire business community.

It has come to our attention that the Commerce and Consumer Affairs Committee will be discussing SB18 tomorrow, and we wanted to reach out to you and ask for your support of the bill. SB18 would allow small distilleries that only distribute their spirits in New Hampshire to be able to provide tastings and sell spirits at farmers markets in New Hampshire. These open air locations would be great venues for us and other eligible distilleries in the current health emergency, allowing potential customers to be introduced to our products in a safe, open-air environment. Given that indoor tastings at New Hampshire State Liquor Stores are currently suspended, the farmers markets would help to fill a significant gap in our marketing opportunities.

Also, given that the potential rule change would not take effect for 60 days, I would like to encourage the swift passage of the bill, so that the farmers market season has not passed us by. Given the recent beautiful weather in the area, I am sure farmers markets will be starting soon, and we are excited to be able to share our products with both local residents and visitors to NH in the coming months.

Thank you for your consideration. I look forward to joining the webinar tomorrow to hear the discussion!

Best,

Tracy Burk Cathedral Ledge Distillery PO Box 822 North Conway, NH 03860 603/730-5696

Bill as Introduced

SB 18 - AS INTRODUCED

2021 SESSION

21-0328 08/04

SENATE BILL 18

AN ACT permitting tastings by liquor manufacturers at farmers markets.

SPONSORS: Sen. Birdsell, Dist 19; Sen. French, Dist 7; Sen. Cavanaugh, Dist 16; Sen. Carson,

Dist 14

COMMITTEE: Commerce

ANALYSIS

This bill allows liquor manufacturers to offer samples at farmers markets.

Explanation: Matter added to current law appears in *bold italics*.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Twenty One

AN ACT

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18 19 permitting tastings by liquor manufacturers at farmers markets.

Be it Enacted by the Senate and House of Representatives in General Court convened:

- 1 Free Drinks; Liquor Manufacturers. Amend RSA 179:44, II-a to read as follows:
- II-a. Notwithstanding paragraph I, wine manufacturers, beverage manufacturers, nano breweries, *liquor manufacturers*, and brew pubs may provide samples for tasting to persons of legal drinking age at a farmers' market provided they have received written authorization by the town or city's governing body, which authorization shall remain effective until revoked in writing, and they have provided the commission with a copy of that authorization. Provision of samples shall be restricted to clearly defined areas approved by the commission. Samples shall be limited to one 4-ounce sample per label per person for any beer, specialty beer, or cider, and one 2-ounce sample per label per person for any wine *and 1/2-ounce sample per label per person for any liquor*.
 - 2 Liquor Manufacturers License. Amend RSA 178:6, IV to read as follows:
- IV. A liquor manufacturer may provide to visitors of legal drinking age at its facility samples of liquor manufactured on the premises for tasting. Samples may be provided either free or for a fee and shall be limited to one 1/2-ounce sample per label per person. Samples sold under this section shall be subject to fees as established in paragraph VI. A liquor manufacturer may transport its products to a farmers market and may offer samples as provided in this paragraph. Such products may be sold at retail at the farmers market in the original containers.
- 3 Effective Date. This act shall take effect 60 days after its passage.