

HOUSE BILL 1042

By Sexton C

AN ACT to amend Tennessee Code Annotated, Section 57-3-207, relative to self-distribution permits.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 57-3-207(q)(2), is amended by deleting the subdivision in its entirety and substituting instead the following:

The commission shall not issue a self-distribution permit to a winery that has a registered distribution contract with a wholesaler licensed pursuant to § 57-3-203 that includes distribution by the wholesaler to counties within one hundred (100) miles of the winery's premises where such wine has been manufactured, produced, or bottled. If a winery holding a self-distribution permit either enters into a distribution contract with a wholesaler that includes distribution by the wholesaler to counties within one hundred (100) miles of the winery's premises where such wine has been manufactured, produced, or bottled; or has total output in a calendar year which exceeds fifty thousand gallons (50,000 gals.), then such winery shall promptly surrender its self-distribution permit to the commission.

SECTION 2. Tennessee Code Annotated, Section 57-3-207(q)(3), is amended by deleting the language "not more than three thousand (3,000) cases of".

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.