

1.1 A bill for an act
1.2 relating to liquor; modifying the annual production limit for microdistillery on-
1.3 and off-sale to exclude spirits bottled under a third-party contract; amending
1.4 Minnesota Statutes 2020, section 340A.22, subdivision 1.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2020, section 340A.22, subdivision 1, is amended to read:

1.7 Subdivision 1. **Activities.** (a) A microdistillery licensed under this chapter may provide
1.8 on its premises samples of distilled spirits manufactured on its premises, in an amount not
1.9 to exceed 15 milliliters per variety per person. No more than 45 milliliters may be sampled
1.10 under this paragraph by any person on any day.

1.11 (b) A microdistillery can sell cocktails to the public, pursuant to subdivision 2.

1.12 (c) A microdistillery may not operate a cocktail room under subdivision 2 or conduct
1.13 sales at off-sale under subdivision 4 unless at least 50 percent of the annual production of
1.14 the licensee is processed and distilled on premises. For purposes of this paragraph, a licensee's
1.15 annual production does not include any amount of distilled spirits that are bottled by the
1.16 licensee under a contract bottling agreement with a third party.

1.17 (d) Distilled spirits produced or in production prior to July 1, 2017, are not counted as
1.18 part of the calculations under paragraph (c).

1.19 **EFFECTIVE DATE.** This section is effective the day following final enactment.