

COMMITTEE REPORT

MR. PRESIDENT:

The Senate Committee on Public Policy, to which was referred Senate Bill No. 109, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

1	Page 1, between the enacting clause and line 1, begin a new
2	paragraph and insert:
3	"SECTION 1. IC 7.1-3-2-7, AS AMENDED BY P.L.26-2024,
4	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
5	JULY 1, 2025]: Sec. 7. The holder of a brewer's permit or an
6	out-of-state brewer holding either a primary source of supply permit or
7	an out-of-state brewer's permit may do the following:
8	(1) Manufacture beer.
9	(2) Place beer in containers or bottles.
10	(3) Transport beer.
11	(4) Sell and deliver beer to a person holding a beer wholesaler's
12	permit issued under IC 7.1-3-3.
13	(5) If the brewer manufactures, at all of the brewer's breweries, an
14	aggregate of not more than ninety thousand (90,000) barrels of
15	beer in a calendar year for sale or distribution within Indiana, the
16	permit holder may do the following:
17	(A) Sell and deliver a total of not more than thirty thousand
18	(30,000) barrels of beer in a calendar year to a person holding
19	a retailer or a dealer permit under this title. The total number
20	of barrels of beer that the permit holder may sell and deliver

1	under this clause in a calendar year may not exceed thirty
2	thousand (30,000) barrels of beer.
3	(B) Be the proprietor of a restaurant that is not subject to the
4	minimum gross food sales or the minimum projected food
5	sales set forth in 905 IAC 1-41-2.
6	(C) Hold a beer retailer's permit, a wine retailer's permit, or a
7	liquor retailer's permit for a restaurant established under clause
8	(B).
9	(D) Transfer beer directly from the brewery to the restaurant
10	by means of:
11	(i) bulk containers; or
12	(ii) a continuous flow system.
13	(E) Install a window between the brewery and an adjacent
14	restaurant that allows the public and the permittee to view both
15	premises.
16	(F) Install a doorway or other opening between the brewery
17	and an adjacent restaurant that provides the public and the
18	permittee with access to both premises.
19	(G) Sell the brewery's beer by the glass for consumption on the
20	premises. Brewers permitted to sell beer by the glass under
21	this clause must make food available for consumption on the
22	premises. A brewer may comply with the requirements of this
23	clause by doing any of the following:
24	(i) Allowing a vehicle of transportation that is a food
25	establishment (as defined in IC 16-18-2-137) to serve food
26	near the brewer's licensed premises.
27	(ii) Placing menus in the brewer's premises of restaurants
28	that will deliver food to the brewery.
29	(iii) Providing food prepared at the brewery.
30	(H) Sell and deliver beer to a consumer at the licensed
31	premises of the brewer or at the residence of the consumer.
32	Notwithstanding IC 7.1-1-3-20, the licensed premises may
33	include the brewery parking lot or an area adjacent to the
34	brewery that may only be used for the purpose of conveying
35	alcoholic beverages and other nonalcoholic items to a
36	customer subject to section 10 of this chapter, and may not be
37	used for point of sale purposes or any other purpose. The
38	delivery to a consumer may be made only in a quantity at any
39	one (1) time of not more than one-half (1/2) barrel, but the
40	beer may be contained in bottles or other permissible
41	containers.
42	(I) Sell the brewery's beer as authorized by this section for

1 carryout on Sunday in a quantity at any one (1) time of not 2 more than five hundred seventy-six (576) ounces. A brewer's 3 beer may be sold under this clause at any address for which the 4 brewer holds a brewer's permit issued under this chapter if the 5 address is located within the same city boundaries in which the 6 beer was manufactured. 7 (J) With the approval of the commission, participate: 8 (i) individually; or 9 (ii) with other permit holders under this chapter, holders of 10 artisan distiller's permits, holders of farm winery permits, or 11 any combination of holders described in this item; 12 in a trade show or an exposition at which products of each 13 permit holder participant are displayed, promoted, and sold. 14 All of the permit holders may occupy the same tent, structure, 15 or building. The commission may not grant to a holder of a 16 permit under this chapter approval under this clause to 17 participate in a trade show or exposition for more than 18 forty-five (45) days sixty (60) trade show or exposition 19 events in a calendar year. 20 (K) Store or condition beer in a secure building that is: 21 (i) separate from the brewery; and 22 (ii) owned or leased by the permit holder. 23 (L) Transfer beer from a building described in clause (K) back 24 to the brewery. 25 (M) Sell or transfer beer directly to a beer wholesaler from a 26 building described in clause (K), but may not sell or transfer 27 beer from the building to any other permittee or a consumer. 28 The brewer shall maintain an adequate written record of the 29 beer transferred: 30 (i) between the brewery and the separate building; and 31 (ii) from the separate building to the wholesaler. 32 (N) Sell the brewery's beer to the holder of a supplemental 33 caterer's permit issued under IC 7.1-3-9.5 for on-premises 34 consumption only at an event that is held outdoors on property 35 that is contiguous to the brewery as approved by the 36 commission. 37 (O) Receive liquor from the holder of a distiller's permit issued 38 under IC 7.1-3-7 or the holder of an artisan distiller's permit 39 under IC 7.1-3-27 that is located in the same county as the 40 brewery for the purpose of carbonating and canning the liquor. 41 Upon the completion of canning of the liquor, the product

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must be returned to the original production facility within

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1 forty-eight (48) hours. The activity under this clause is not an 2 interest under IC 7.1-5-9. 3 (P) Receive beer from another permit holder under this 4 subdivision for the purpose of bottling and packaging the beer. 5 Upon completion of bottling and packaging the beer, the 6 product must be returned to the original permit holder who 7 manufactured the beer. The number of barrels of beer that a 8 permit holder receives, bottles, and packages under this clause 9 may not exceed the number of barrels of beer that the permit 10 holder produced from raw materials at the licensed premises 11 of the permit holder in the same calendar year. The activity 12 under this clause is not an interest under IC 7.1-5-9. 13 (Q) Sell or transfer beer directly to a food manufacturer 14 located in Indiana that is registered with the federal Food and 15 Drug Administration for the purpose of adding or integrating 16 the beer into a product or recipe. 17 (R) Manufacture beer for another permit holder under this 18 subdivision. Upon completion of manufacturing the beer, the 19 product must be transported to the permit holder for which the 20 beer was manufactured. To qualify under this clause: 21 (i) the permit holder for which the beer is manufactured 22 must have manufactured not less than forty (40) barrels of 23 beer produced from raw materials at the licensed premises 24 of the permit holder in the previous calendar year; and 25 (ii) the number of barrels of beer that a permit holder 26 manufactures under this clause may not exceed the number 27 of barrels of beer that the permit holder produced from raw 28 materials at the licensed premises of the permit holder in the 29 same calendar year. 30 All records required by the federal Alcohol and Tobacco Tax 31 and Trade Bureau regarding the number of barrels of beer 32 produced from raw materials at the licensed premises of a 33 permit holder must be made available to the commission upon 34 request. The activity under this clause is not an interest under 35 IC 7.1-5-9. 36 (6) If the brewer's brewery manufactures more than ninety 37 thousand (90,000) barrels of beer in a calendar year for sale or 38 distribution within Indiana, the permit holder may own a portion 39 of the corporate stock of another brewery that: 40 (A) is located in the same county as the brewer's brewery; 41 (B) manufactures less than ninety thousand (90,000) barrels of 42 beer in a calendar year; and

1	(C) is the proprietor of a restaurant that operates under
2	subdivision (5).
3	(7) Provide complimentary samples of beer that are:
4	(A) produced by the brewer; and
5	(B) offered to consumers for consumption on the brewer's
6	premises.
7	(8) Own a portion of the corporate stock of a sports corporation
8	that:
9	(A) manages a minor league baseball stadium located in the
10	same county as the brewer's brewery; and
11	(B) holds a beer retailer's permit, a wine retailer's permit, or a
12	liquor retailer's permit for a restaurant located in that stadium.
13	(9) For beer described in IC 7.1-1-2-3(a)(4):
14	(A) may allow transportation to and consumption of the beer
15	on the licensed premises; and
16	(B) may not sell, offer to sell, or allow sale of the beer on the
17	licensed premises.
18	SECTION 2. IC 7.1-3-12-5, AS AMENDED BY P.L.194-2021,
19	SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
20	JULY 1, 2025]: Sec. 5. (a) The following apply to the holder of a farm
21	winery permit:
22	(1) A holder is entitled to manufacture wine and to place wine
23	produced by the permit holder's farm winery in bottles or other
24	permissible containers.
25	(2) A holder is entitled to serve complimentary samples of the
26	winery's wine on the licensed premises or an outside area that is
27	contiguous to the licensed premises, as approved by the
28	commission if each employee who serves wine on the licensed
29	premises:
30	(A) holds an employee's permit under IC 7.1-3-18-9; and
31	(B) completes a server training program approved by the
32	commission.
33	(3) A holder is entitled to sell the winery's wine on the licensed
34	premises to consumers either by:
35	(A) the glass;
36	(B) the bottle;
37	(C) a box that contains a bag designed for storing and
38	dispensing wine;
39	(D) any combination of receptacles listed in clauses (A)
40	through (C); or
41	(E) any other container permissible under federal law.
42	Notwithstanding IC 7.1-1-3-20, the licensed premises may

1	include the farm winery parking lot or an area adjacent to the farm
2	winery. The parking lot or an adjacent area may only be used for
3	the purpose of conveying alcoholic beverages and other
4	nonalcoholic items to a customer subject to section 5.5 of this
5	chapter, and may not be used for point of sale purposes or any
6	other purpose.
7	(4) A holder is entitled to sell the winery's wine to consumers by
8	the bottle at a farmers' market that is operated on a nonprofit
9	basis.
10	(5) A holder is entitled to sell wine by:
11	(A) the bottle;
12	(B) the can;
13	(C) a box that contains a bag designed for storing and
14	dispensing wine;
15	(D) bulk container;
16	(E) the case; or
17	(F) any combination of receptacles listed in clauses (A)
18	through (E);
19	to a person who is the holder of a permit to sell wine at wholesale.
20	(6) A holder is exempt from the provisions of IC 7.1-3-14.
21	(7) A holder is entitled to advertise the name and address of any
22	retailer or dealer who sells wine produced by the permit holder's
23	winery.
24	(8) A holder for wine described in IC 7.1-1-2-3(a)(4):
25	(A) may allow transportation to and consumption of the wine
26	on the licensed premises; and
27	(B) may not sell, offer to sell, or allow the sale of the wine on
28	the licensed premises.
29	(9) A holder is entitled to purchase and sell bulk wine as set forth
30	in this chapter.
31	(10) A holder is entitled to sell wine as authorized by this section
32	for carryout on Sunday.
33	(11) A holder is entitled to sell and ship the farm winery's wine to
34	a person located in another state in accordance with the laws of
35	the other state.
36	(12) A holder is entitled to sell the farm winery's wine to the
37	holder of a supplemental caterer's permit issued under
38	IC 7.1-3-9.5 for on-premises consumption only at an event that is
39	held outdoors on property that is contiguous to the farm winery as
40	approved by the commission.
41	(13) A holder is entitled to be the proprietor of a restaurant that is
42	not subject to the minimum gross food sales or the minimum

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projected food sales set forth in 905 IAC 1-41-2 and the gross 2 retail income requirements to sell carryout under IC 7.1-3-20-9.5. 3 A holder is entitled to conduct the following activities: 4 (A) Hold a beer retailer's permit, a wine retailer's permit, or a 5 liquor retailer's permit for a restaurant. 6 (B) Transfer wine directly from the farm winery to a restaurant 7 that the farm winery has an interest in by means of: 8 (i) bottles or cans: 9 (ii) bulk containers; or 10 (iii) a continuous flow system. 11 (C) Install a window between the farm winery and an adjacent 12 restaurant that allows the public and the holder of the permit 13 to view both premises. 14 (D) Install a doorway or other opening between the farm 15 winery and an adjacent restaurant that provides the public and 16 the holder of the permit with access to both the farm winery 17 and restaurant. 18 (14) A holder that does not distribute through an Indiana wine 19 wholesaler is entitled under the farm winery permit to sell and 20 deliver to a person holding a wine retailer or wine dealer permit 21 under this title a total of not more than three thousand (3,000) 22 gallons of the farm winery's wine in a calendar year, if the farm 23 winery has not sold in Indiana more than fifteen thousand 24 (15,000) gallons the previous calendar year. A holder that sells 25 and delivers under this subdivision shall comply with all 26 provisions applicable to a wholesaler in 905 IAC 1-5.1, 905 27 IAC 1-5.2, 905 IAC 1-21, 905 IAC 1-31, and 905 IAC 1-32.1. 28 (15) A holder must annually submit to the commission copies of 29 its Indiana and federal excise tax returns. 30 (b) With the approval of the commission, a holder of a permit under 31 this chapter may conduct business at not more than three (3) additional 32 locations that are separate from the winery. At the additional locations, 33 the holder of a permit may conduct any business that is authorized at 34 the first location, except for manufacturing wine or placing wine in 35 bottles or containers. 36 (c) A farm winery may transfer wine from a storage facility or an 37 additional location described in subsection (b). A farm winery may sell 38 or transfer wine directly to a wine wholesaler from a storage facility 39 separate from the farm winery or an additional location described in 40 subsection (b). A farm winery may not sell or transfer wine from a 41 storage facility to any other permittee or a consumer. The farm winery 42 shall maintain an adequate written record of wine transferred:

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1	(1) between the farm winery and the storage facility; and
2	(2) from the storage facility to the wholesaler.
3	(d) With the approval of the commission, a holder of a permit under
4	this chapter may:
5	(1) individually; or
6	(2) with other permit holders under this chapter, holders of artisan
7	distiller's permits, holders of brewer's permits issued under
8	IC 7.1-3-2-2(b), or any combination of holders described in this
9	subdivision;
10	participate in a trade show or an exposition at which products of each
11	permit holder participant are displayed, promoted, and sold. All of the
12	permit holders may occupy the same tent, structure, or building. The
13	commission may not grant approval under this subsection to a holder
14	of a permit under this chapter for more than forty-five (45) days sixty
15	(60) trade show or exposition events in a calendar year.".
16	Page 1, line 4, delete "forty thousand (40,000)" and insert "thirty
17	thousand (30,000)".
18	Page 2, line 36, strike "a trade".
19	Page 2, line 37, strike "show or exposition for".
20	Page 2, line 37, strike "days" and insert "trade show or exposition
21	events".
22	Page 4, after line 28, begin a new paragraph and insert:
23	"SECTION 4. IC 7.1-3-30-6, AS AMENDED BY P.L.11-2023,
24	SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25	JULY 1, 2025]: Sec. 6. A hospitality permit issued under this chapter
26	is subject to the following:
27	(1) Except as provided in subdivision (4), alcoholic beverages
28	may be sold by a craft manufacturer only for consumption on the
29	licensed premises of the host permittee.
30	(2) The sale of alcoholic beverages under a hospitality permit is
31	subject to the same restrictions that apply to the sale of beer by
32	the holder of a beer retailer's permit.
33	(3) A holder is not entitled to sell at wholesale or for carry out
34	from the licensed premises of the host permittee.
35	(4) Notwithstanding subdivisions (2) and (3), a craft manufacturer
36	may sell alcoholic beverages for carry out in an original container
37	in the manner permitted for a trade show or exposition held
38	under:
39	(A) IC 7.1-3-2-7(5)(J) (brewery);
10	(B) IC 7.1-3-12-5(d) (farm winery); or
‡1	(C) IC 7.1-3-27-8(a)(9) (artisan distillery).
12	(5) A craft manufacturer's participation in a temporary event

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1	counts against the maximum number of days events that the craft
2	manufacturer is permitted to participate in a trade show or
3	exposition under IC 7.1-3-2-7(5)(J), IC 7.1-3-12-5(d), or
4	IC 7.1-3-27-8(a)(9).
5	(6) Alcoholic beverages served and sold by a craft manufacture
6	under a hospitality permit must be provided by the craft
7	manufacturer.
8	(7) A person who serves alcoholic beverages for a craft
9	manufacturer must hold a valid employee's permit unde
10	IC 7.1-3-18-9 or IC 7.1-3-18-11.
11	(8) A minor may be present at a temporary event:
12	(A) only to the extent that a minor is permitted to be presen
13	on the licensed premises of the host permittee; and
14	(B) if the minor is in the company of a parent, legal guardian
15	or custodian, or family member who is at least twenty-one (21)
16	years of age.
17	(9) The temporary event must meet applicable board of health
18	requirements, including all requirements concerning restroom
19	facilities.
20	(10) A holder may allow the sale of alcoholic beverages only
21	during the times prescribed under IC 7.1-3-1-14.
22	(11) The hospitality permit must be posted in the mos
23	conspicuous place at the location of the temporary event.
24	(12) An excise officer, or commissioner for good cause, has the
25	authority to revoke a hospitality permit at any time before or
26	during the event.".
27	Renumber all SECTIONS consecutively.
_ ,	(Reference is to SB 109 as introduced.)
	(Itelefence is to SB 107 as introduced.)

and when so amended that said bill do pass . $% \left\{ \left(1\right) \right\} =\left\{ \left(1\right)$

Committee Vote: Yeas 9, Nays 0.

Senator Alting, Chairperson