

Sen. Michael E. Hastings

Filed: 3/21/2019

7

8

9

10

11

12

13

14

15

16

10100SB0596sam001

LRB101 04358 RPS 58230 a

1 AMENDMENT TO SENATE BILL 596

2 AMENDMENT NO. _____. Amend Senate Bill 596 by replacing

3 everything after the enacting clause with the following:

4 "Section 5. The Liquor Control Act of 1934 is amended by

5 changing Sections 6-6 and 6-6.5 as follows:

6 (235 ILCS 5/6-6) (from Ch. 43, par. 123)

Sec. 6-6. Except as otherwise provided in this Act no manufacturer or distributor or importing distributor shall, directly or indirectly, sell, supply, furnish, give or pay for, or loan or lease, any furnishing, fixture or equipment on the premises of a place of business of another licensee authorized under this Act to sell alcoholic liquor at retail, either for consumption on or off the premises, nor shall he or she, directly or indirectly, pay for any such license, or advance, furnish, lend or give money for payment of such license, or purchase or become the owner of any note, mortgage, or other

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

evidence of indebtedness of such licensee or any form of security therefor, nor shall such manufacturer, ordistributor, or importing distributor, directly or indirectly, be interested in the ownership, conduct or operation of the business of any licensee authorized to sell alcoholic liquor at retail, nor shall any manufacturer, or distributor, or importing distributor be interested directly or indirectly or as owner or part owner of said premises or as lessee or lessor thereof, in any premises upon which alcoholic liquor is sold at retail.

No manufacturer or distributor or importing distributor shall, directly or indirectly or through a subsidiary or affiliate, or by any officer, director or firm of such manufacturer, distributor or importing distributor, furnish, give, lend or rent, install, repair or maintain, to or for any retail licensee in this State, any signs or inside advertising materials except as provided in this Section and Section 6-5. With respect to retail licensees, other than any government owned or operated auditorium, exhibition hall, recreation facility or other similar facility holding a retailer's license as described in Section 6-5, a manufacturer, distributor, or importing distributor may furnish, give, lend or rent and erect, install, repair and maintain to or for any retail licensee, for use at any one time in or about or in connection with a retail establishment on which the products of the manufacturer, distributor or importing distributor are sold,

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

the following signs and inside advertising materials as 1 authorized in subparts (i), (ii), (iii), and (iv):

- (i) Permanent outside signs shall cost not more than \$3,000 per manufacturer, exclusive of installation, repair and maintenance costs, and permit fees and shall bear only the manufacturer's name, brand name, trade name, slogans, markings, trademark, or other symbols commonly associated with and generally used in identifying the product including, but not limited to, "cold beer", "on tap", "carry out", and "packaged liquor".
- (ii) Temporary outside signs shall include, but not be limited to, banners, flags, pennants, streamers, and other items of a temporary and non-permanent nature, and shall cost not more than \$1,000 per manufacturer. Each temporary outside sign must include the manufacturer's name, brand name, trade name, slogans, markings, trademark, or other symbol commonly associated with and generally used in identifying the product. Temporary outside signs may also include, for example, the product, price, packaging, date or dates of a promotion and an announcement of a retail licensee's specific sponsored event, if the temporary outside sign is intended to promote a product, and provided that the announcement of the retail licensee's event and the product promotion are held simultaneously. However, temporary outside signs may not include names, slogans, markings, or logos that relate to the retailer. Nothing in

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

this subpart (ii) shall prohibit a distributor or importing distributor from bearing the cost of creating or printing a temporary outside sign for the retail licensee's specific sponsored event or from bearing the cost of creating or printing a temporary sign for a retail licensee containing, for example, community goodwill expressions, regional sporting event announcements, or seasonal messages, provided that the primary purpose of the temporary outside sign is to highlight, promote, or advertise the product. In addition, temporary outside signs provided by the manufacturer to the distributor or importing distributor may also include, for example, subject to the limitations of this Section, preprinted community expressions, sporting event announcements, messages, and manufacturer promotional announcements. However, a distributor or importing distributor shall not bear the cost of such manufacturer preprinted signs.

(iii) Permanent inside signs, whether visible from the outside or the inside of the premises, include, but are not limited to: alcohol lists and menus that may include names, slogans, markings, or logos that relate to the retailer; neons; illuminated signs; clocks; table lamps; mirrors; tap handles; decalcomanias; window painting; and window trim. All neons, illuminated signs, clocks, table lamps, mirrors, and tap handles are the property of the manufacturer and shall be returned to the manufacturer or

2.1

its agent upon request. All permanent inside signs in place and in use at any one time shall cost in the aggregate not more than \$6,000 per manufacturer. A permanent inside sign must include the manufacturer's name, brand name, trade name, slogans, markings, trademark, or other symbol commonly associated with and generally used in identifying the product. However, permanent inside signs may not include names, slogans, markings, or logos that relate to the retailer. For the purpose of this subpart (iii), all permanent inside signs may be displayed in an adjacent courtyard or patio commonly referred to as a "beer garden" that is a part of the retailer's licensed premises.

(iv) Temporary inside signs shall include, but are not limited to, lighted chalk boards, acrylic table tent beverage or hors d'oeuvre list holders, banners, flags, pennants, streamers, and inside advertising materials such as posters, placards, bowling sheets, table tents, inserts for acrylic table tent beverage or hors d'oeuvre list holders, sports schedules, or similar printed or illustrated materials and product displays, such as display racks, bins, barrels, or similar items, the primary function of which is to temporarily hold and display alcoholic beverages; however, such items, for example, as coasters, trays, napkins, glassware, growlers, and cups shall not be deemed to be inside signs or advertising materials and may only be sold to retailers at fair market

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

value, which shall be no less than the cost of the item to the manufacturer, distributor, or importing distributor. All temporary inside signs and inside advertising materials in place and in use at any one time shall cost in the aggregate not more than \$1,000 per manufacturer. Nothing in this subpart (iv) prohibits a distributor or importing distributor from paying the cost of printing or creating any temporary inside banner or inserts for acrylic table tent beverage or hors d'oeuvre list holders for a retail licensee, provided that the primary purpose for the banner or insert is to highlight, promote, or advertise the product. For the purpose of this subpart (iv), all temporary inside signs and inside advertising materials may be displayed in an adjacent courtyard or patio commonly referred to as a "beer garden" that is a part of the retailer's licensed premises.

The restrictions contained in this Section 6-6 do not apply to signs, or promotional or advertising materials furnished by manufacturers, distributors or importing distributors to a government owned or operated facility holding a retailer's license as described in Section 6-5.

No distributor or importing distributor shall directly or indirectly or through a subsidiary or affiliate, or by any officer, director or firm of such manufacturer, distributor or importing distributor, furnish, give, lend or rent, install, repair or maintain, to or for any retail licensee in this

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

State, any signs or inside advertising materials described in subparts (i), (ii), (iii), or (iv) of this Section except as the agent for or on behalf of a manufacturer, provided that the total cost of any signs and inside advertising materials including but not limited to labor, erection, installation and permit fees shall be paid by the manufacturer whose product or products said signs and inside advertising materials advertise and except as follows:

A distributor or importing distributor may purchase from or enter into a written agreement with a manufacturer or a manufacturer's designated supplier and such manufacturer or the manufacturer's designated supplier may sell or enter into an agreement to sell to a distributor or importing distributor permitted signs and advertising materials described in subparts (ii), (iii), or (iv) of this Section for the purpose furnishing, giving, lending, renting, installing, repairing, or maintaining such signs or advertising materials to or for any retail licensee in this State. Any purchase by a distributor or importing distributor from a manufacturer or a manufacturer's designated supplier shall be voluntary and the manufacturer may not require the distributor or the importing distributor to purchase signs or advertising materials from the manufacturer or the manufacturer's designated supplier.

A distributor or importing distributor shall be deemed the owner of such signs or advertising materials purchased from a manufacturer or a manufacturer's designated supplier.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

22

23

24

25

26

The provisions of Public Act 90-373 concerning signs or advertising materials delivered by a manufacturer to distributor or importing distributor shall apply only to signs or advertising materials delivered on or after August 14, 1997.

A manufacturer, distributor, or importing distributor may furnish free social media advertising to a retail licensee if the social media advertisement does not contain the retail price of any alcoholic liquor and the social advertisement complies with any applicable rules regulations issued by the Alcohol and Tobacco Tax and Trade Bureau of the United States Department of the Treasury. A manufacturer, distributor, or importing distributor may list the names of one or more unaffiliated retailers in the advertisement of alcoholic liquor through social media. Nothing in this Section shall prohibit a retailer from communicating with a manufacturer, distributor, or importing distributor on social media or sharing media on the social media of a manufacturer, distributor, or importing distributor. A retailer may request free social media advertising from a manufacturer, distributor, or importing distributor. Nothing in this Section shall prohibit a manufacturer, distributor, or importing distributor from sharing, reposting, or otherwise forwarding a social media post by a retail licensee, so long as the sharing, reposting, or forwarding of the social media post does not contain the retail price of any alcoholic liquor. No manufacturer, distributor, or

13

14

15

16

17

18

19

20

2.1

22

importing distributor shall pay or reimburse a retailer, 1 2 directly or indirectly, for any social media advertising services, except as specifically permitted in this Act. No 3 4 retailer shall accept any payment or reimbursement, directly or 5 indirectly, for any social media advertising services offered 6 by a manufacturer, distributor, or importing distributor, except as specifically permitted in this Act. For the purposes 7 of this Section, "social media" means a service, platform, or 8 9 site where users communicate with one another and share media, 10 such as pictures, videos, music, and blogs, with other users 11 free of charge.

No person engaged in the business of manufacturing, importing or distributing alcoholic liquors shall, directly or indirectly, pay for, or advance, furnish, or lend money for the payment of any license for another. Any licensee who shall permit or assent, or be a party in any way to any violation or infringement of the provisions of this Section shall be deemed guilty of a violation of this Act, and any money loaned contrary to a provision of this Act shall not be recovered back, or any note, mortgage or other evidence of indebtedness, or security, or any lease or contract obtained or made contrary to this Act shall be unenforceable and void.

23 This Section shall not apply to airplane licensees 24 exercising powers provided in paragraph (i) of Section 5-1 of 25 this Act.

(Source: P.A. 99-448, eff. 8-24-15; 100-885, eff. 8-14-18.) 26

- 1 (235 ILCS 5/6-6.5)
- Sec. 6-6.5. Sanitation and use of growlers.
- 3 (a) A manufacturer, distributor, or importing distributor
- may not provide for free, but may sell coil cleaning services 4
- and installation services, including labor costs, to a retail 5
- licensee at fair market cost. 6
- 7 A manufacturer, distributor, or importing distributor may
- not provide for free, but may sell dispensing accessories to 8
- 9 retail licensees at a price not less than the cost to the
- 10 manufacturer, distributor, or importing distributor who
- initially purchased them. Dispensing accessories include, but 11
- 12 are not limited to, items such as standards, faucets, cold
- 13 plates, rods, vents, taps, tap standards, hoses, washers,
- 14 couplings, gas gauges, vent tongues, shanks, glycol draught
- systems, pumps, and check valves. 15
- Coil cleaning supplies consisting of detergents, cleaning 16
- chemicals, brushes, or similar type cleaning devices may be 17
- sold at a price not less than the cost to the manufacturer, 18
- 19 distributor, or importing distributor.
- 20 (b) A manufacturer of beer licensed under subsection (e) of
- 21 Section 6-4, a brew pub, or an on-premises retail licensee may
- transfer beer to a growler, which is not an original 22
- 23 manufacturer container, but is a reusable rigid container that
- 24 holds 32, 64, or 128 fluid ounces of beer and is designed to be
- sealed on premises by the licensee for off-premises 25

1	consumption, if the following requirements are met:
2	(1) the beer is transferred within the licensed
3	premises by an employee of the licensed premises at the
4	<pre>time of sale;</pre>
5	(2) the person transferring the alcohol to be sold to
6	the end consumer is 21 years of age or older;
7	(3) the growler holds no more than 128 fluid ounces;
8	(4) the growler bears a twist-type closure, cork,
9	stopper, or plug and includes a one-time use tamper-proof
10	<u>seal;</u>
11	(5) the growler is affixed with a label or tag that
12	contains the following information:
13	(A) the brand name of the product dispensed;
14	(B) the name of the brewer or bottler;
15	(C) the type of product, such as beer, ale, lager,
16	bock, stout, or other brewed or fermented beverage;
17	(D) the net contents;
18	(E) the name and address of the business that
19	cleaned, sanitized, labeled, and filled or refilled
20	the growler;
21	(F) the date the growler was filled or refilled;
22	(G) the following statement: "This product may be
23	unfiltered and unpasteurized. Keep refrigerated at all
24	times."; and
25	(6) the manufacturer of beer licensed under subsection
26	(e) of Section 6-4, the brew pub, or the on-premises retail

Τ	licensee complies with the sanitation requirements under
2	subsections (a) through (c) of 11 Ill. Adm. Code 100.160
3	when sanitizing the dispensing equipment used to draw beer
4	to fill or refill the growler;
5	(7) before filling or refilling the growler, the
6	licensee or licensee's employee shall clean and sanitize
7	the growler in one of the following manners:
8	(A) By manual washing in a 3-compartment sink.
9	(i) Before sanitizing the growler, the sinks
10	and work area shall be cleaned to remove any
11	chemicals, oils, or grease from other cleaning
12	activities.
13	(ii) Any residual liquid from the growler
14	shall be emptied into a drain. A growler shall not
15	be emptied into the cleaning water.
16	(iii) The growler and cap shall be cleaned in
17	water and detergent. The water temperature shall
18	be, at a minimum, 110 degrees Fahrenheit or the
19	temperature specified on the cleaning agent
20	manufacturer's label instructions. The detergent
21	shall not be fat-based or oil-based.
22	(iv) Any residues on the interior and exterior
23	of the growler shall be removed.
24	(v) The growler and cap shall be rinsed with
25	water in the middle compartment. Rinsing may be
26	from the spigot with a spray arm, from a spigot, or

1	from a tub as long as the water for rinsing is not
2	stagnant but is continually refreshed.
3	(vi) The growler shall be sanitized in the
4	third compartment. Chemical sanitizer shall be
5	used in accordance with the United States
6	Environmental Protection Agency-registered label
7	use instructions and shall meet the minimum water
8	temperature requirements of that chemical.
9	(vii) A test kit or other device that
10	accurately measures the concentration in
11	milligrams per liter of chemical sanitizing
12	solutions shall be provided and be readily
13	accessible for use.
14	(B) By using a mechanical washing and sanitizing
15	<pre>machine.</pre>
16	(i) Mechanical washing and sanitizing machines
17	shall be provided with an easily accessible and
18	readable data plate affixed to the machine by the
19	manufacturer and shall be used according to the
20	machine's design and operation specifications.
21	(ii) Mechanical washing and sanitizing
22	machines shall be equipped with chemical or hot
23	water sanitization.
24	(iii) The concentration of the sanitizing
25	solution or the water temperature shall be
26	accurately determined by using a test kit or other

T	device.
2	(iv) The machine shall be regularly serviced
3	based upon the manufacturer's or installer's
4	quidelines.
5	(C) By transferring beer to a growler with a tube.
6	(i) Beer may be transferred to a growler from
7	the bottom of the growler to the top with a tube
8	that is attached to the tap and extends to the
9	bottom of the growler or with a commercial filling
10	machine.
11	(ii) Food grade sanitizer shall be used in
12	accordance with the United States Environmental
13	Protection Agency-registered label use
14	instructions.
15	(iii) A container of liquid food grade
16	sanitizer shall be maintained for no more than 10
17	malt beverage taps that will be used for filling
18	and refilling growlers.
19	(iv) Each container shall contain no less than
20	5 tubes that will be used only for filling and
21	refilling growlers.
22	(v) The growler must be inspected visually for
23	contamination.
24	(vi) After each transfer of beer to a growler,
25	the tube shall be immersed in the container with
26	the liquid food grade sanitizer.

- 1 (vii) A different tube from the container must 2 be used for each fill or refill of a growler. (c) Growlers that comply with items (4) and (5) of 3 4 subsection (b) shall not be deemed an unsealed container for 5 purposes of Section 11-502 of the Illinois Vehicle Code. 6 (d) Growlers, as described and authorized under this Section, are not original packages for the purposes of this 7 Act. Upon a consumer taking possession of a growler from a 8 9 manufacturer of beer licensed under subsection (e) of Section 10 6-4, a brew pub, or an on-premises retail licensee, the growler 11 and its contents are deemed to be in the sole custody, control, 12 and care of the consumer. 13 (Source: P.A. 90-432, eff. 1-1-98.)
- 14 Section 10. The Illinois Vehicle Code is amended by 15 changing Section 11-502 as follows:
- 16 (625 ILCS 5/11-502) (from Ch. 95 1/2, par. 11-502)
- 17 Sec. 11-502. Transportation or possession of alcoholic 18 liquor in a motor vehicle.
- 19 (a) Except as provided in paragraph (c) and in Sections 6-6.5 and 6-33 of the Liquor Control Act of 1934, no driver may 20 21 transport, carry, possess or have any alcoholic liquor within 22 the passenger area of any motor vehicle upon a highway in this 23 State except in the original container and with the seal 24 unbroken.

2

3

4

5

6

- (b) Except as provided in paragraph (c) and in Sections 6-6.5 and 6-33 of the Liquor Control Act of 1934, no passenger may carry, possess or have any alcoholic liquor within any passenger area of any motor vehicle upon a highway in this State except in the original container and with the seal unbroken.
- (c) This Section shall not apply to the passengers in a 7 limousine when it is being used for purposes for which a 8 9 limousine is ordinarily used, the passengers on a chartered bus 10 when it is being used for purposes for which chartered buses 11 are ordinarily used or on a motor home or mini motor home as defined in Section 1-145.01 of this Code. However, the driver 12 13 of any such vehicle is prohibited from consuming or having any 14 alcoholic liquor in or about the driver's area. Any evidence of 15 alcoholic consumption by the driver shall be prima facie 16 evidence of such driver's failure to obey this Section. For the purposes of this Section, a limousine is a motor vehicle of the 17 first division with the passenger compartment enclosed by a 18 19 partition or dividing window used in the for-hire 20 transportation of passengers and operated by an individual in possession of a valid Illinois driver's license of the 2.1 22 appropriate classification pursuant to Section 6-104 of this 23 Code.
- 24 (d) (Blank).
- 25 (e) Any driver who is convicted of violating subsection (a) 26 of this Section for a second or subsequent time within one year

- of a similar conviction shall be subject to suspension of 1
- 2 driving privileges as provided, in paragraph 23 of subsection
- (a) of Section 6-206 of this Code. 3
- 4 (f) Any driver, who is less than 21 years of age at the
- 5 date of the offense and who is convicted of violating
- subsection (a) of this Section or a similar provision of a 6
- 7 local ordinance, shall be subject to the loss of driving
- privileges as provided in paragraph 13 of subsection (a) of 8
- 9 Section 6-205 of this Code and paragraph 33 of subsection (a)
- 10 of Section 6-206 of this Code.
- (Source: P.A. 94-1047, eff. 1-1-07; 95-847, eff. 8-15-08.)". 11