SENATE SUBSTITUTE

FOR

HOUSE BILL NO. 1041

AN ACT

To repeal sections 311.332, 311.355, 311.520, 311.550, and 311.554, RSMo, and to enact in lieu thereof six new sections relating to alcoholic beverages, with penalty provisions and an effective date for certain sections.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 311.332, 311.355, 311.520, 311.550,
and 311.554, RSMo, are repealed and six new sections enacted in
lieu thereof, to be known as sections 311.332, 311.355, 311.520,
311.550, 311.554, and 311.2026, to read as follows:

311.332. 1. It shall be unlawful for any wholesaler licensed to sell intoxicating liquor and wine containing 2 3 alcohol in excess of five percent by weight to persons duly licensed to sell such intoxicating liquor and wine at 4 retail, to discriminate between retailers or in favor of or 5 against any retailer or group of retailers, directly or 6 indirectly, in price, in discounts for time of payment, or 7 8 in discounts on quantity of merchandise sold, or to grant 9 directly or indirectly any discount, rebate, free goods, 10 allowance or other inducement, excepting a discount not in 11 excess of one percent for quantity of liquor and wine, and a discount not in excess of one percent for payment on or 12 before a certain date. The delivery of manufacturer rebate 13 coupons by wholesalers to retailers shall not be a violation 14 of this subsection. 15

16 2. Manufacturers or wholesalers shall be permitted to 17 donate or deliver or cause to be delivered beer, wine, or 18 brandy for nonresale purposes to any unlicensed person or 19 any licensed retail dealer who is a charitable or religious

20 organization as defined in section 313.005 or educational 21 institution, at any location or licensed premises, provided, 22 such beer, wine, or brandy is unrelated to the organization's or institution's licensed retail operation. 23 A charge for admission to an event or activity at which 24 25 beer, wine, or brandy is available without separate charge 26 shall not constitute resale for the purposes of this 27 subsection. Wine used in religious ceremonies may be sold by wholesalers to a religious organization as defined in 28 29 section 313.005. Any manufacturer or wholesaler providing nonresale items shall keep a record of any deliveries made 30 pursuant to this subsection. 31

Manufacturers, wholesalers, retailers and 32 3. unlicensed persons may donate wine, beer, malt liquor, or 33 spirits, in the original package to a charitable or 34 35 religious organization as defined in section 313.005 or educational institution for the sole purpose of being 36 auctioned or raffled by the organization or institution for 37 38 fund-raising purposes, provided the auction or raffle takes place on a retail-licensed premises and all proceeds from 39 the sale go into a fund of an organization or institution 40 that is unrelated to any licensed retail operation. 41

311.355. 1. Manufacturers of intoxicating liquor
other than beer [or wine] shall be permitted to offer
consumer cash rebate coupons as provided in this subsection:

4 (1) Consumer cash rebate coupons may be published or
5 advertised by manufacturers in newspapers, magazines and
6 other mass media;

7 (2) Coupon advertisements may list the amount of the
8 cash rebate, but not the retail price of the intoxicating
9 liquor after the rebate;

10 (3) Applications for cash rebates must be made
11 directly from the consumer to the manufacturer, and not
12 through retailers or wholesalers;

13 (4) Cash rebates must be made directly to consumers by14 manufacturers;

(5) Wholesalers and manufacturers may deliver cash
rebate coupons to retailers, either for distribution at the
point of sale or in connection with packaging.

18 Manufacturers of intoxicating liquor including beer 2. 19 and wine may offer coupons redeemable for nonalcoholic merchandise, except that such redeemable coupons must be 20 made available without a purchase requirement to consumers 21 22 at the point of sale, or by request through the mail, or at the retailer's cash register. Redeemable coupons may be 23 published or advertised by manufacturers in newspapers, 24 25 magazines and other mass media. Advertisements must state 26 that no purchase is required to obtain the nonalcoholic 27 merchandise and provide information on the procedure to obtain such merchandise. The retail value of the 28 nonalcoholic merchandise shall not be stated in the 29 advertisement or on the product. Wholesalers and 30 manufacturers may deliver these redeemable coupons at the 31 32 point of sale or in connection with packaging.

311.520. <u>1. As used in this section, the following</u>
<u>terms shall mean:</u>
<u>(1) "American brewery", the land and buildings located</u>
in the United States of America where malt liquors are

5 produced and packaged;

6 (2) "Foreign import malt liquor", malt liquor
7 manufactured and imported from outside the United States of
8 America.

9 <u>2. For all tax years beginning on or before December</u>
10 <u>31, 2025,</u> as a charge for the inspection and gauging of all

11 malt liquors, the director of revenue shall collect the sum 12 of one dollar and eighty-six cents per barrel.

13 3. For all tax years beginning on or after January 1, 2026, as a charge for the inspection and gauging of malt 14 liquors, the director of revenue shall collect the sum of 15 sixty-two cents per barrel for all malt liquors manufactured 16 in an American brewery and the sum of one dollar and eighty-17 six cents per barrel for all foreign import malt liquor. 18 4. Every manufacturer, out-of-state solicitor, and 19 20 wholesale dealer licensed under this chapter shall make a true duplicate invoice of the same, showing the date, amount 21 22 and value of each class of such liquors shipped or 23 delivered, and the country of origin for all foreign import malt liquors and shall retain a duplicate thereof, subject 24 to the use and inspection of the director of revenue and 25 supervisor of alcohol and tobacco control and their 26 27 representatives for two years. 28 The director of revenue and the supervisor of 5. 29 alcohol and tobacco control may promulgate all necessary rules and regulations for the administration of this 30 section. Any rule or portion of a rule, as that term is 31 defined in section 536.010, that is created under the 32 authority delegated in this section shall become effective 33 34 only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 35 36 536.028. This section and chapter 536 are nonseverable and 37 if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective 38 date, or to disapprove and annul a rule are subsequently 39 40 held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 41 2025, shall be invalid and void. 42

311.550. 1. In addition to all other licenses and
charges, there shall be paid to and collected by the
director of revenue charges as follows:

4 (1) For the privilege of selling in the state of
5 Missouri spirituous liquors, including brandy, rum, whiskey,
6 and gin, and other spirituous liquors and alcohol for
7 beverage purposes, there shall be paid, and the director of
8 revenue shall be entitled to receive, the sum of two dollars
9 per gallon or fraction thereof;

10 (2) For the privilege of selling wines, the sum of
11 [thirty] twenty-one cents per gallon to the credit of the
12 agriculture protection fund created under section 261.200 to
13 be used solely for agricultural business development and
14 marketing-related functions of the department of agriculture.

15 2. The person who shall first sell such liquor to any 16 person in this state shall be liable for the payment, except 17 that no refund of any tax collected and remitted to the director of revenue by a retail seller upon gross receipts 18 19 from a sale of beer, liquor or wine subject to the charges contained in sections 311.520, 311.550 and 311.554 shall be 20 claimed for refund under chapter 144 for any amount 21 22 illegally or erroneously overcharged or overcollected as a result of imposition of sales tax by the retail seller upon 23 24 amounts representing the charges imposed under this chapter.

25 3. Any person who sells to any person within this 26 state any intoxicating liquors mentioned in subdivision (1) of subsection 1, unless the charge hereby imposed is paid, 27 is guilty of a felony and shall be punished by imprisonment 28 by the state department of corrections for a term of not 29 30 less than two years nor more than five years, or by imprisonment in the county jail for a term of not less than 31 one month nor more than one year, or by a fine of not less 32

33 than fifty dollars nor more than one thousand dollars, or by 34 both such fine and imprisonment.

35 4. It shall be unlawful for any person to remove the contents of any container containing any of the intoxicating 36 liquors mentioned in subdivision (1) of subsection 1 without 37 destroying such container, or to refill any such container, 38 in whole or in part, with any of the liquors mentioned in 39 40 subdivision (1) of subsection 1. Any person violating the provisions of this subsection shall be guilty of a 41 42 misdemeanor.

5. Every manufacturer, out-state solicitor and
wholesale dealer licensed under this chapter shall make a
true duplicate invoice of the same, showing the date, amount
and value of each class of such liquors shipped or
delivered, and retain a duplicate thereof, subject to the
use and inspection of the supervisor of [liquor] alcohol and
tobacco control and his representatives for two years.

6. Any person who shall sell in this state any 50 51 intoxicating liquor without first having procured a license from the supervisor of [liquor] alcohol and tobacco control 52 authorizing him to sell such intoxicating liquor is guilty 53 54 of a felony and upon conviction shall be punished by imprisonment by the state department of corrections for a 55 56 term of not less than two years nor more than five years, or 57 by imprisonment in the county jail for a term of not less 58 than three months nor more than one year, or by a fine of not less than one hundred dollars nor more than one thousand 59 dollars, or by both such fine and imprisonment. 60

311.554. 1. In addition to the charges imposed by
section 311.550, there shall be paid to and collected by the
director of revenue for the privilege of selling wine, an
additional charge of [six] ten and one-half cents per gallon
or fraction thereof. The additional charge shall be paid

and collected in the same manner and at the same time thatthe charges imposed by section 311.550 are paid andcollected.

2. Until June 30, 2006, the revenue derived from the 9 10 additional charge imposed by subsection 1 shall be deposited by the state treasurer to the credit of a separate account 11 12 in the marketing development fund created by section 13 261.035. Beginning July 1, 2006, the revenue derived from such additional charge shall be deposited by the state 14 15 treasurer in the Missouri wine and grape fund created by this section. Moneys to the credit of both the marketing 16 development fund and the Missouri wine and grape fund shall 17 18 be used only for market development in developing programs for growing, selling, and marketing of grapes and grape 19 products grown in Missouri, including all necessary funding 20 21 for the employment of experts in the fields of viticulture 22 and enology as deemed necessary, and programs aimed at improving marketing of all varieties of grapes grown in 23 24 Missouri; and shall be appropriated and used for no other 25 purpose.

There is hereby created in the state treasury the 26 3. 27 "Missouri Wine and Grape Fund", which shall consist of money collected under this section. The state treasurer shall be 28 29 custodian of the fund and shall approve disbursements from 30 the fund to the department of agriculture for use solely by 31 the Missouri wine and grape board created under section 262.820 in accordance with sections 30.170 and 30.180. Upon 32 appropriation, money in the fund shall be used solely for 33 the administration of this section. Notwithstanding the 34 provisions of section 33.080 to the contrary, any moneys 35 remaining in the fund at the end of the biennium shall not 36 revert to the credit of the general revenue fund. The state 37 38 treasurer shall invest moneys in the fund in the same manner

as other funds are invested. Any interest and moneys earnedon such investments shall be credited to the fund.

41 4. In addition to the charges imposed by subsection 1 of this section and section 311.550, there shall be paid to 42 and collected by the director of revenue for the privilege 43 44 of selling wine an additional charge of [six] ten and onehalf cents per gallon or fraction thereof. Until June 30, 45 2006, this additional [six] ten and one-half cents per 46 gallon shall be deposited by the state treasurer to the 47 48 credit of a separate account in the marketing development fund created by section 261.035. Beginning July 1, 2006, 49 the revenue derived from such additional charge shall be 50 deposited by the state treasurer in the Missouri wine and 51 52 grape fund created in this section.

311.2026. 1. For the purposes of this section, the
term "FIFA World Cup Tournament" means the international
soccer tournament that takes place every four years and is
organized by the Federation Internationale de Football
Association.

2. Notwithstanding any other provisions of this 6 7 chapter to the contrary, any person or establishment 8 possessing the qualifications and meeting the requirements 9 of this chapter that is licensed to sell intoxicating liquor 10 by the drink at retail for consumption on the premises in any city, county, district, or other political subdivision 11 12 in this state may, for the duration of the 2026 FIFA World Cup Tournament, beginning on June 11, 2026, through July 19, 13 2026, operate twenty-four hours a day and sell, serve, and 14 allow for the consumption of alcoholic beverages between the 15 hours of 6:00 a.m. and 5:00 a.m. of the following day. This 16 temporary extension of service hours shall apply to all 17 licensed areas at a licensed establishment. The provisions 18 19 of this chapter relating to hours of operation, time of

20 closing or opening, or hours of sale of intoxicating liquor 21 by the drink at retail for consumption on the premises shall 22 not apply to such licensees for the duration of this temporary extension, except as provided under this section. 23 24 3. Licensees are not required to apply to the 25 commission for approval and no special temporary license or permit shall be required of any licensee for the purposes of 26 27 this temporary extension, subject to any local restrictions on hours of operation as provided under subsection 4 of this 28 29 section or additional conditions for compliance under any applicable local laws, ordinances, rules, or regulations. 30 4. If any city, county, district, or other political 31 32 subdivision in this state objects to the extension of hours for licensees within its jurisdiction, the governing body of 33 such political subdivision may exempt itself by ordinance 34 from the provisions of this section or may modify by 35 ordinance the hours applicable to such political subdivision 36 37 for the temporary period allowed by this section to be not 38 less than the ordinary permissible hours of service 39 applicable to such political subdivision but not to exceed the hours allowed under this section. 40 5. This section shall expire on July 20, 2026. 41 Section B. The repeal and reenactment of sections 2 311.550 and 311.554 of this act shall become effective on

3 July 1, 2026.