

Chairman Pauls, and Members of the Committee,

I am Philip Bradley representing the Craft Brewers Guild of Kansas. Thank you for the opportunity to present testimony today.

SB 326 contains the elements of HB 2469 that this committee passed earlier this session and that passed the House as well. Allow me to give a summary;

- In 2014 the Craft Brewers asked for an increase to 60,000 barrels. The Legislature passed 30k and told them to come back when they needed more. The good news is they have grown and are back again asking for the same 60,000. 60k barrels is where the Federal TTB sets a line between small brewers and large brewers, where the Federal excise tax is changed.
- There was no opposition in the House or Senate Hearing.
- After the House hearing there was a concern about the exact meaning. The KS Beer Wholesalers worked with the Brewers and the Revisors, crafted an amendment which the committee adopted and passed the bill.
- **HB 2469 passed the House 119 yea and 4 nays.** On to the Senate
- At the Senate hearing, the ABC expressed a concern about if there was sufficient specific statutory language to authorize the microbrewers activities, so they brought an amendment we considered friendly, which the Senate committee adopted and passed the bill.
- And this bill (with the ABC amendment) **passed the Senate 40-0)**
- I know of NO opposition, to this amended bill.

There are currently 33 Microbrewery and Package Warehouse Facility Licenses in Kansas. This is an increase of 13 in the last 5 years for a 76% rise. Currently this number is constantly growing.

We ask you to pass favorably SB 326 as you did HB 2469.

Thank you for your time.



Philip Bradley

**KCBG- Kansas Craft Brewers Guild** are the craft and microbrewers of Kansas. We are a diverse group that embraces the commercial operations and the home hobby artist brewer.



## KANSAS CRAFT BREWERS GUILD

*PRESIDENT*  
**STEVE BRADT**  
FREE STATE BREWING

SECRETARY/TREASURER  
**JEFF GILL**  
TALLGRASS BREWING

EXECUTIVE COMMITTEE  
**JEREMY HORN**  
WICHITA BREWING CO.

REPRESENTED BY

**PHILIP BRADLEY**

[PBB@SUNFLOWER.COM](mailto:PBB@SUNFLOWER.COM)

785-766-7492

**TAXES** [http://www.ttb.gov/tax\\_audit/atftaxes.shtml](http://www.ttb.gov/tax_audit/atftaxes.shtml)

PRODUCT- Beer	TAX per Barrel (31 gallons)	TAX per PACKAGE (12oz. can to nearest cent)
Regular Rate	\$18	\$0.05
Reduced Rate	\$7 on first 60,000 barrels for brewer who produces less than 2 million barrels. \$18 per barrel after the first 60,000 barrels.	\$0.02

**Kansas Revenue-** According to information given to KS Legislators last week by the ABC, KS Beer Tax revenues were,

Liquor Tax Revenue-Gallonage-Beer( a portion of this is from KS Microbreweries)			
2012	2013	2014	2015
\$7,771,427	\$,426,081	\$8,060,582	\$8,149,230

Microbreweries also pay Federal Gallonage Taxes, KS Enforcement Taxes and Kansas Drink Taxes where applicable

County	Business Name	Street	City
Butler	Walnut River Brewing Company	111 W Locust Avenue	El Dorado
Cherokee	Belleville Brewing Company	119 W 6th Street	Galena
Douglas	23rd Street Brewery	3512 Clinton Parkway	Lawrence
Douglas	Henry Ts	807 E 23rd Street	Lawrence
Douglas	Henry Ts	3520 W 6th Street	Lawrence
Douglas	Free State Brewing Co	1923 Moodie Road	Lawrence
Douglas	Free State Brewing Co	636 Massachusetts St.	Lawrence
Ellis	Defiance Brewery	PO Box 429	Hays
Ellis	Gellas Diner & Liquid Bread Brewing	117 E 11th Street	Hays
Johnson	Granite City Food & Brewery	15085 W 119th Street	Olathe
Lincoln	Fly Boy Brewery	105 N Main Street	Sylvan Grove
Lyon	Radius Brewing Company	610 Merchant Street	Emporia
Miami	Red Crow Brewing Company	20561 S Lone Elm Road	Spring Hill
Mitchell	Plum Creek Restaurant	121 W Court Street	Beloit
Riley	Little Apple Brewing Company	1110 Westloop Place	Manhattan
Riley	Tallgrass Brewing Company	5960 Dry Hop Circle	Manhattan

Riley	Tallgrass Tap House	320 Poyntz Avenue	Manhattan
Saline	Big Johns Brewing Company	2445 S 9th Street	Salina
Saline	Blue Skye Brewery & Eats	116 N Santa Fe Avenue	Salina
Sedgwick	Central Standard Brewing	156 S Greenwood St.	Wichita
Sedgwick	Granite City Food & Brewery	2661 N Maize Road	Wichita
Sedgwick	Granite City Food & Brewery	2244 N Webb Road	Wichita
Sedgwick	Hank is Wiser	213 N Main Street	Cheney
Sedgwick	Hopping Gnome Brewing Company	1710 E Douglas Avenue	Wichita
Sedgwick	Hungry Heart & Whole Brewing Co.	222 S Commerce Street	Wichita
Sedgwick	Third Place Brewing	630 E Douglas Street	Wichita
Sedgwick	Wichita Brewing Co & Pizzeria	535 N Woodlawn Street	Wichita
Sedgwick	Wichita Brewing Co & Pizzeria	8815 W 13th St Ste. #100	Wichita
Sedgwick	River City Brewing Company	150 N Mosley Street	Wichita
Shawnee	Henry Ts	1521 SW 21st Street	Topeka
Shawnee	Blind Tiger Brewery	417 SW 37th Street	Topeka
WA	Kansas Territory Brewing Co	310 C Street	Washington
WY	Granite City Food & Brewery	1701 Village West Pkwy	Kansas City

