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Chairman, Ways and Means
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BRYANT 0. HAMMETT, JR. District 21

August 21, 2003

Chief, Regulations and Procedures Division Tax and Trade Bureau P.O. Box 50221 Washington, D.C. 20031-0221

Dear Sir of Madam:

As Chairman of the Louisiana House Ways & Means Committee, I felt it important to let you know of my support for the proposed standard of composition for Flavored Malt Beverages (FMB's), as set forth by the Tax and Trade Bureau (TTB) in Notice No. 4 (March 2003). The proposal adopts a standard under which an FMB, in order to be classified as beer, must receive less than .05% of its total alcohol by volume from distilled spirits or from flavors derived from distilled spirits.

I regard this proposed rule as a critical step towards consistent classification of these products.

Maintaining an orderly marketplace and helping sustain consistency of federal alcohol beverage
categories are primary concerns of everyone involved with the alcohol beverage industry. More
importantly, your proposed rule will foster uniformity in such categories at the state level.

Maintaining clear and distinct definitions between "beer", "malt beverage", and "spirits" will in turn, promote clarity in important tax licensing and distribution policies.

Any alternative to the TTB's proposal would likely trigger a disruptive chain reaction of legislative and regulatory actions at the state level. These measures would have significant ramifications for the alcohol beverage industry, licensees, the state, and the consumers.

I strongly support the proposed ".05" standard for FMB's and urge you to implement the rule as proposed.

Sincerely,

Bryant O. Hammett, Jr. BOHj/apo