Texas Retailers Association

August 15, 2003 Director Regulations of Procedures Division Alcohol and Tobacco Tax and Trade Bureau Officers P.O. Box 50221

Chairman Washington, DC 20091 ROB POTTS COCHRAN, BLAIR & POTTS ATTN: TTB Notice #4

BELTON

Chairman-elect Dear Sir or Madam: TRACY EUBANKS

MAPSCO

DALLAS I am writing to express our support for the proposed rules issued in March Vice Chairman 2003 that outline the necessary alcohol content requirements for Flavored Malt JOE MASSO Beverages (FMB) to be classified as beer, with alcoholic content from distilled spirits LONE STAR WESTERN & CASUAL ATHENS not to exceed 0.5%.

Treasurer

Beer is an ancient alcoholic beverage. In fact, many scholars believe that beer J. C PENNEY COMPANY was indeed the first alcoholic beverage. Archeological evidence suggests that the CEDAR PARK

ancient Egyptians working on the pyramids for the Pharaoh brewed beer. It was a Immediate Past Chairperson drink of the ancient Assyrians and Norse and it was an integral drink in the history of GARY HUDDLESTON our country

KROGER FOOD STORES

HOUSTON

We believe that this rule would help to add certainty to the marketplace, as President CHUCK COURTNEY, CAE most state Alcoholic Beverage Commissions defer to federal guidelines when TRA, AUSTIN available.

General Counsel

JACK WELCH Texas Retailers Association is a non-profit 501 (c)(6) trade association MARLIN representing over 2,000 retail companies, operating over 15,000 outlets in Texas. We Director of represent all of the major grocery stores, convenience stores and numerous small Government Relations grocery stores and restaurants that sell alcoholic beverages in Texas. KAREN REAGAN TRA. AUSTIN

I applaud your agency for taking the lead on this issue to add regulatory clarity for retailers that sell FMB, beer and wine. Please feel free to contact me if you have * * * any questions regarding this matter.
504 WEST 12TH STREET Sincerely,
AUSTIN, TEXAS 78701

(512) 472-8261 Charles R. "Chuck" Courtney
(800) 299-4872 President

FAX (512) 474-5011 mail: CCourtney@txretailers.org

www.txretailers.org CRC/KKR/ar