$\mathbf{B}\mathbf{y}$  the Committees on Appropriations; and Regulated Industries; and Senator Perry

1	576-04145-17 2017400c2
1	A bill to be entitled
2	An act relating to alcoholic beverages; amending s.
3	561.11, F.S.; authorizing the Division of Alcoholic
4	Beverages and Tobacco of the Department of Business
5	and Professional Regulation to appoint division
6	personnel; requiring specified personnel to have
7	Selected Exempt Service status; amending s. 561.17,
8	F.S.; revising the entities that may issue a
9	certificate indicating an alcoholic beverage license
10	applicant's place of business meets all of the
11	sanitary requirements of the state; amending s.
12	561.20, F.S.; revising who may be issued a special
13	license in counties otherwise subject to limits on the
14	number of licenses issued; revising the requirements
15	for retaining certain business records; amending s.
16	561.331, F.S.; requiring certain temporary beverage
17	licenses to be issued by the district supervisor of a
18	district without assessing additional fees or taxes;
19	amending s. 564.01, F.S.; redefining the term "wine";
20	repealing s. 564.05, F.S., relating to limitations on
21	the size of individual wine containers; amending s.
22	564.055, F.S.; authorizing the packaging, filling,
23	refilling, or sale, of cider in growlers; amending s.
24	564.09, F.S.; revising provisions authorizing a
25	restaurant to allow a patron to remove a resealed wine
26	container from a restaurant for off-premises
27	consumption; amending s. 565.03, F.S.; specifying the
28	state license tax for craft distilleries; providing an
29	effective date.

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CS for CS for SB 400

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30	
31	Be It Enacted by the Legislature of the State of Florida:
32	
33	Section 1. Subsection (2) of section 561.11, Florida
34	Statutes, is amended to read:
35	561.11 Power and authority of division
36	(2) The division shall have full power and authority to
37	provide for the continuous training, appointment, and upgrading
38	of all division personnel in their respective positions with the
39	division. Notwithstanding any other law, chiefs, assistant
40	chiefs, regional managers, including majors, and district or
41	office managers, including captains, shall have Selected Exempt
42	Service status in the state personnel designation. The This
43	training shall include the attendance of division personnel at
44	workshops, seminars, or special schools established by the
45	division or other organizations when attendance at such
46	educational programs shall in the opinion of the division be
47	deemed appropriate to the particular position <u>that</u> which the
48	employee holds.
49	Section 2. Subsection (2) of section 561.17, Florida
50	Statutes, is amended to read:
51	561.17 License and registration applications; approved
52	person
53	(2) All applications for alcoholic beverage licenses for
54	consumption on the premises shall be accompanied by a
55	certificate of the Division of Hotels and Restaurants of the
56	Department of Business and Professional Regulation or the
57	Department of Agriculture and Consumer Services or the
58	Department of Health <u>or the Agency for Health Care</u>

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576-04145-17 2017400c2 59 Administration or the county health department that the place of 60 business wherein the business is to be conducted meets all of 61 the sanitary requirements of the state. 62 Section 3. Paragraph (a) of subsection (2) of section 63 561.20, Florida Statutes, is amended to read: 64 561.20 Limitation upon number of licenses issued.-65 (2) (a) The limitation of the number of licenses as provided in this section does not prohibit the issuance of a special 66 67 license to: 68 1. Any bona fide hotel, motel, or motor court of not fewer 69 than 80 guest rooms in any county having a population of less 70 than 50,000 residents, and of not fewer than 100 quest rooms in 71 any county having a population of 50,000 residents or greater; 72 or any bona fide hotel or motel located in a historic structure, 73 as defined in s. 561.01(21), with fewer than 100 guest rooms 74 which derives at least 51 percent of its gross revenue from the 75 rental of hotel or motel rooms, which is licensed as a public 76 lodging establishment by the Division of Hotels and Restaurants; 77 provided, however, that a bona fide hotel or motel with no fewer 78 than 10 and no more than 25 guest rooms which is a historic 79 structure, as defined in s. 561.01(21), in a municipality that 80 on the effective date of this act has a population, according to the University of Florida's Bureau of Economic and Business 81 82 Research Estimates of Population for 1998, of no fewer than 25,000 and no more than 35,000 residents and that is within a 83 constitutionally chartered county may be issued a special 84 85 license. This special license shall allow the sale and 86 consumption of alcoholic beverages only on the licensed premises 87 of the hotel or motel. In addition, the hotel or motel must

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576-04145-17 2017400c2 derive at least 60 percent of its gross revenue from the rental of hotel or motel rooms and the sale of food and nonalcoholic beverages; provided that the provisions of this subparagraph shall supersede local laws requiring a greater number of hotel rooms; 2. Any condominium accommodation of which no fewer than 100

93 2. Any condominium accommodation of which no fewer than 100 94 condominium units are wholly rentable to transients and which is 95 licensed under the provisions of chapter 509, except that the 96 license shall be issued only to the person or corporation which 97 operates the hotel or motel operation and not to the association 98 of condominium owners;

99 3. Any condominium accommodation of which no fewer than 50 100 condominium units are wholly rentable to transients, which is 101 licensed under the provisions of chapter 509, and which is 102 located in any county having home rule under s. 10 or s. 11, 103 Art. VIII of the State Constitution of 1885, as amended, and 104 incorporated by reference in s. 6(e), Art. VIII of the State 105 Constitution, except that the license shall be issued only to 106 the person or corporation that which operates the hotel or motel operation and not to the association of condominium owners; 107

108 4. A food service establishment that has 2,500 square feet 109 of service area, is equipped to serve meals to 150 persons at 110 one time, and derives at least 51 percent of its gross food and 111 beverage revenue from the sale of food and nonalcoholic 112 beverages during the first 60-day operating period and each 12-113 month operating period thereafter. A food service establishment 114 granted a special license on or after January 1, 1958, pursuant 115 to general or special law may not operate as a package store and 116 may not sell intoxicating beverages under such license after the

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576-04145-17 2017400c2 117 hours of serving or consumption of food have elapsed. Failure by 118 a licensee to meet the required percentage of food and 119 nonalcoholic beverage gross revenues during the covered 120 operating period shall result in revocation of the license or 121 denial of the pending license application. A licensee whose license is revoked or an applicant whose pending application is 122 123 denied, or any person required to qualify on the special license 124 application, is ineligible to have any interest in a subsequent 125 application for such a license for a period of 120 days after the date of the final denial or revocation; 126 127 5. Any caterer, deriving at least 51 percent of its gross 128 food and beverage revenue from the sale of food and nonalcoholic 129 beverages, licensed by the Division of Hotels and Restaurants 130 under chapter 509. This subparagraph does not apply to a 131 culinary education program, as defined in s. 381.0072(2), which 132 is licensed as a public food service establishment by the 133 Division of Hotels and Restaurants and provides catering 134 services. Notwithstanding any other provision of law to the 135 contrary, a licensee under this subparagraph shall sell or serve 136 alcoholic beverages only for consumption on the premises of a 137 catered event at which the licensee is also providing prepared 138 food, and shall prominently display its license at any catered 139 event at which the caterer is selling or serving alcoholic 140 beverages. The caterer must ensure that each catered event meets the 51 percent food and nonalcoholic beverage requirement. A 141 142 licensee under this subparagraph shall purchase all alcoholic 143 beverages it sells or serves at a catered event from a vendor 144 licensed under s. 563.02(1), s. 564.02(1), or licensed under s. 145 565.02(1) subject to the limitation imposed in subsection (1),

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146	as appropriate. A licensee under this subparagraph may not store
147	any alcoholic beverages to be sold or served at a catered event.
148	Any alcoholic beverages purchased by a licensee under this
149	subparagraph for a catered event that are not used at that event
150	must remain with the customer; provided that if the vendor
151	accepts unopened alcoholic beverages, the licensee may return
152	such alcoholic beverages to the vendor for a credit or
153	reimbursement. Regardless of the county or counties in which the
154	licensee operates, a licensee under this subparagraph shall pay
155	the annual state license tax set forth in s. 565.02(1)(b). A
156	licensee under this subparagraph must maintain for a period of 3
157	years all records and receipts for each catered event, including
158	all contracts, customers' names, locations, dates, food
159	purchases and sales, alcoholic beverage purchases and sales,
160	nonalcoholic beverage purchases and sales, and any other records
161	required by the department by rule to demonstrate compliance
162	with the requirements of this subparagraph, including licensed
163	vendor receipts for the purchase of alcoholic beverages and
164	records identifying each customer and the location and date of
165	<del>each catered event</del> . Notwithstanding any <del>provision of</del> law to the
166	contrary, any vendor licensed under s. 565.02(1) subject to the
167	limitation imposed in subsection (1), may, without any
168	additional licensure under this subparagraph, serve or sell
169	alcoholic beverages for consumption on the premises of a catered
170	event at which prepared food is provided by a caterer licensed
171	under chapter 509. If a licensee under this subparagraph also
172	possesses any other license under the Beverage Law, the license
173	issued under this subparagraph shall not authorize the holder to
174	conduct activities on the premises to which the other license or

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576-04145-17 2017400c2 175 licenses apply that would otherwise be prohibited by the terms 176 of that license or the Beverage Law. Nothing in this section 177 shall permit the licensee to conduct activities that are 178 otherwise prohibited by the Beverage Law or local law. The 179 Division of Alcoholic Beverages and Tobacco is hereby authorized 180 to adopt rules to administer the license created in this 181 subparagraph, to include rules governing licensure, 182 recordkeeping, and enforcement. The first \$300,000 in fees collected by the division each fiscal year pursuant to this 183 184 subparagraph shall be deposited in the Department of Children 185 and Families' Operations and Maintenance Trust Fund to be used 186 only for alcohol and drug abuse education, treatment, and 187 prevention programs. The remainder of the fees collected shall 188 be deposited into the Hotel and Restaurant Trust Fund created pursuant to s. 509.072; or 189 190 6. A culinary education program as defined in s. 191

191 381.0072(2) which is licensed as a public food service
192 establishment by the Division of Hotels and Restaurants.

193 a. This special license shall allow the sale and 194 consumption of alcoholic beverages on the licensed premises of 195 the culinary education program. The culinary education program 196 shall specify designated areas in the facility where the 197 alcoholic beverages may be consumed at the time of application. 198 Alcoholic beverages sold for consumption on the premises may be 199 consumed only in areas designated pursuant to s. 561.01(11) and 200 may not be removed from the designated area. Such license shall 201 be applicable only in and for designated areas used by the 202 culinary education program.

203

b. If the culinary education program provides catering

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576-04145-17 2017400c2 204 services, this special license shall also allow the sale and 205 consumption of alcoholic beverages on the premises of a catered 206 event at which the licensee is also providing prepared food. A 207 culinary education program that provides catering services is 208 not required to derive at least 51 percent of its gross revenue 209 from the sale of food and nonalcoholic beverages. 210 Notwithstanding any other provision of law to the contrary, a 211 licensee that provides catering services under this subsubparagraph shall prominently display its beverage license at 212 213 any catered event at which the caterer is selling or serving 214 alcoholic beverages. Regardless of the county or counties in 215 which the licensee operates, a licensee under this sub-216 subparagraph shall pay the annual state license tax set forth in 217 s. 565.02(1)(b). A licensee under this sub-subparagraph must 218 maintain for a period of 3 years all records required by the 219 department by rule to demonstrate compliance with the 220 requirements of this sub-subparagraph. 221

c. If a licensee under this subparagraph also possesses any 222 other license under the Beverage Law, the license issued under 223 this subparagraph does not authorize the holder to conduct 224 activities on the premises to which the other license or 225 licenses apply that would otherwise be prohibited by the terms of that license or the Beverage Law. Nothing in this 226 227 subparagraph shall permit the licensee to conduct activities 228 that are otherwise prohibited by the Beverage Law or local law. 229 Any culinary education program that holds a license to sell 230 alcoholic beverages shall comply with the age requirements set forth in ss. 562.11(4), 562.111(2), and 562.13. 231

232

d. The Division of Alcoholic Beverages and Tobacco may

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576-04145-17 2017400c2 233 adopt rules to administer the license created in this 234 subparagraph, to include rules governing licensure, 235 recordkeeping, and enforcement. 236 e. A license issued pursuant to this subparagraph does not 237 permit the licensee to sell alcoholic beverages by the package 238 for off-premises consumption. 239 240 However, any license heretofore issued to any such hotel, motel, motor court, or restaurant or hereafter issued to any such 241 242 hotel, motel, or motor court, including a condominium 243 accommodation, under the general law shall not be moved to a new 244 location, such license being valid only on the premises of such 245 hotel, motel, motor court, or restaurant. Licenses issued to 246 hotels, motels, motor courts, or restaurants under the general 247 law and held by such hotels, motels, motor courts, or 248 restaurants on May 24, 1947, shall be counted in the quota 249 limitation contained in subsection (1). Any license issued for 250 any hotel, motel, or motor court under the provisions of this 251 law shall be issued only to the owner of the hotel, motel, or 252 motor court or, in the event the hotel, motel, or motor court is 253 leased, to the lessee of the hotel, motel, or motor court; and 254 the license shall remain in the name of the owner or lessee so 255 long as the license is in existence. Any special license now in 256 existence heretofore issued under the provisions of this law 257 cannot be renewed except in the name of the owner of the hotel, 258 motel, motor court, or restaurant or, in the event the hotel, 259 motel, motor court, or restaurant is leased, in the name of the 260 lessee of the hotel, motel, motor court, or restaurant in which 261 the license is located and must remain in the name of the owner

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576-04145-17 2017400c2 262 or lessee so long as the license is in existence. Any license 263 issued under this section shall be marked "Special," and nothing 264 herein provided shall limit, restrict, or prevent the issuance 265 of a special license for any restaurant or motel which shall 266 hereafter meet the requirements of the law existing immediately 267 prior to the effective date of this act, if construction of such 268 restaurant has commenced prior to the effective date of this act 269 and is completed within 30 days thereafter, or if an application 270 is on file for such special license at the time this act takes 271 effect; and any such licenses issued under this proviso may be annually renewed as now provided by law. Nothing herein prevents 272 273 an application for transfer of a license to a bona fide 274 purchaser of any hotel, motel, motor court, or restaurant by the 275 purchaser of such facility or the transfer of such license 276 pursuant to law. 277 Section 4. Subsections (1) and (3) of section 561.331, 278 Florida Statutes, are amended to read:

279 561.331 Temporary license upon application for transfer,280 change of location, or change of type or series.-

281 (1) Upon the filing of a properly completed application for 282 transfer pursuant to s. 561.32, which application does not on 283 its face disclose any reason for denying an alcoholic beverage 284 license, by any purchaser of a business that which possesses a 285 beverage license of any type or series, the purchaser of such business and the applicant for transfer are entitled as a matter 286 287 of right to receive a temporary beverage license of the same 288 type and series as that held by the seller of such business. The 289 temporary license will be valid for all purposes under the 290 Beverage Law until the application is denied or until 14 days

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576-04145-17 2017400c2 291 after the application is approved. Such temporary beverage 292 license shall be issued by the district supervisor of the 293 district in which the application for transfer is made without 294 the assessment of any additional fee or tax upon the payment of 295 a fee of \$100. A purchaser operating under the provisions of 296 this subsection is subject to the same rights, privileges, 297 duties, and limitations of a beverage licensee as are provided 298 by law, except that purchases of alcoholic beverages during the 299 term of such temporary license shall be for cash only. However, 300 such cash-only restriction does not apply if the entity holding 301 a temporary license pursuant to this section purchases alcoholic 302 beverages as part of a single-transaction cooperative purchase 303 placed by a pool buying agent or if such entity is also the 304 holder of a state beverage license authorizing the purchase of 305 the same type of alcoholic beverages as authorized under the 306 temporary license. 307 (3) Upon the filing of a properly completed application to 308 change the type or series of a beverage license by any qualified

309 licensee having a beverage license of any type or series, which 310 application does not on its face disclose any reason for denying 311 an alcoholic beverage license, the licensee is entitled as a 312 matter of right to receive a temporary beverage license of the 313 type or series applied for, which temporary license is valid for 314 all purposes under the Beverage Law until the application is 315 denied or until 14 days after the application is approved. Such 316 temporary license shall be issued by the district supervisor of 317 the district in which the application for change of type or 318 series is made without the assessment of any additional fee or 319 tax. If the department issues a notice of intent to deny the

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576-04145-17 2017400c2 320 license application for failure of the applicant to disclose the 321 information required by s. 561.15(2) or (4), the temporary 322 license for transfer, change of location, or change of type of 323 series expires and shall not be extended during any proceeding 324 for administrative or judicial review pursuant to chapter 120. 325 If the fee for the type or series or license applied for is 326 greater than the fee for the license then held by the applicant, 327 the applicant for such temporary license must pay a fee in the 328 amount of \$100 or one-fourth of the difference between the fees, 329 whichever amount is greater. A fee is not required for an 330 application for a temporary license of a type or series for which the fee is the same as or less than the fee for the 331 332 license then held by the applicant. The holder of a temporary 333 license under this subsection is subject to the same rights, 334 privileges, duties, and limitations of a beverage licensee as 335 are provided by law.

336 Section 5. Subsection (1) of section 564.01, Florida 337 Statutes, is amended to read:

338

564.01 Definitions.-

339 (1) "Wine" means all beverages made from fresh fruits, 340 berries, or grapes, either by natural fermentation or by natural 341 fermentation with brandy added, in the manner required by the laws and regulations of the United States, and includes all 342 343 sparkling wines, champagnes, combination of the aforesaid 344 beverages, sake, vermouths, and like products. Sugar, flavors, 345 and coloring materials may be added to wine to make it conform 346 to the consumer's taste, except that the ultimate flavor or the 347 color of the product may not be altered to imitate a beverage 348 other than wine or to change the character of the wine.

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349	Section 6. Section 564.05, Florida Statutes, is repealed.
350	Section 7. Section 564.055, Florida Statutes, is amended to
351	read:
352	564.055 Cider containersNotwithstanding any other law to
353	the contrary, cider, as defined in s. 564.06(4), may be sold by
354	vendors at retail in any size individual container containing no
355	more than 32 ounces of cider; however, this section does not
356	prohibit cider from being packaged and sold in bulk, in kegs or
357	barrels, or in any individual container that contains 1 gallon
358	or more of cider, regardless of container type. In addition,
359	cider may be packaged, filled, refilled, or sold in 32 ounce, 64
360	ounce, and 1 gallon growlers in the same manner and under the
361	same restrictions as authorized for malt beverages pursuant to
362	<u>s. 563.06(7).</u>
363	Section 8 Section 564 09 Florida Statutes is amended to

363 Section 8. Section 564.09, Florida Statutes, is amended to 364 read:

564.09 Restaurants; off-premises consumption of wine.-365 366 Notwithstanding any other provision of law, a restaurant 367 licensed to sell wine on the premises may permit a patron to 368 remove one unsealed bottle of wine for consumption off the 369 premises if the patron has purchased a full course meal 370 consisting of a salad or vegetable, entree, a beverage, and 371 bread and consumed a portion of the bottle of wine with such 372 meal on the restaurant premises. A partially consumed bottle of wine that is to be removed from the premises must be securely 373 374 resealed by the licensee or its employees before removal from 375 the premises. The partially consumed bottle of wine shall be 376 placed in a bag or other container that is secured in such a 377 manner that it is visibly apparent if the container has been

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378	subsequently opened or tampered with, and a dated receipt for
379	the bottle of wine and <del>full course</del> meal shall be provided by the
380	licensee and attached to the container. If transported in a
381	motor vehicle, the container with the resealed bottle of wine
382	must be placed in a locked glove compartment, a locked trunk, or
383	the area behind the last upright seat of a motor vehicle that is
384	not equipped with a trunk.
385	Section 9. Paragraph (a) of subsection (2) of section
386	565.03, Florida Statutes, is amended to read:
387	565.03 License fees; manufacturers, distributors, brokers,
388	sales agents, and importers of alcoholic beverages; vendor
389	licenses and fees; craft distilleries
390	(2)(a) A distillery authorized to do business under the
391	Beverage Law shall pay an annual state license tax for each
392	plant or branch operating in the state, as follows:
393	1. If engaged in the business of manufacturing distilled
394	spirits, <u>not including craft distilleries,</u> a state license tax
395	of \$4,000.
396	2. If engaged in the business of manufacturing distilled
397	spirits as a craft distillery, a state license tax of \$1,000.
398	3.2. If engaged in the business of rectifying and blending
399	spirituous liquors and nothing else, a state license tax of
400	\$4,000.
401	Section 10. This act shall take effect July 1, 2017.

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