By the Committee on Regulated Industries; and Senator Margolis

315-2509-03

1 A bill to be entitled 2 An act relating to the Beverage Law; amending 3 s. 561.32, F.S., relating to transfer of 4 certain licenses to sell alcoholic beverages; 5 providing an exception to a waiver of certain transfer fees when the transfer is within a 6 7 specified period; amending s. 561.221, F.S.; amending the purposes of certain permits issued 8 9 by the Division of Alcoholic Beverages and Tobacco; amending s. 561.57, F.S.; amending 10 provisions relating to the vehicles used in 11 12 making deliveries of alcoholic beverages; amending s. 599.004, F.S.; allowing a Florida 13 Farm Winery to lease its premises to a vendor; 14 allowing sales to occur only on the premises of 15 the winery; providing an effective date. 16 17 18 Be It Enacted by the Legislature of the State of Florida: 19 20 Section 1. Subsection (5) of section 561.32, Florida 21 Statutes, is amended to read: 22 561.32 Transfer of licenses; change of officers or directors; transfer of interest. --23 (4)(a) Except as provided in paragraph (b), a license 24 25 issued under s. 561.20(1) shall not be transferable in any 26 manner, either directly or indirectly, including by any change 27 in stock, partnership shares, or other form of ownership of 28 any entity holding the license, except by probate or guardianship proceedings, for a period of 3 years from the 29 30 date of original issuance. Any attempted assignment, sale, or

transfer of interest in such license either directly or

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30 31 indirectly in violation of this provision is hereby declared void, and the license shall be deemed abandoned and shall revert to the state to be issued in the manner provided by law for issuance of new licenses.

- (b) A license issued under s. 561.20(1) may be transferred as provided by law within the 3-year period only upon payment to the division of a transfer fee in an amount equal to 15 times the annual license fee specified in s. 565.02(1)(b)-(f) in the county in which the license is valid. However, if the county is only authorized for the issuance of liquor licenses for package sales only, the transfer fee shall be in an amount equal to 15 times the annual license fee specified in s. 565.02(1)(a). Subsequent to any such transfer, the transferee shall be subject to the provisions of the beverage laws with respect to the requirement for initial issuance of a license. Any change of ownership in any manner, either directly or indirectly, including any change in stock, partnership shares, or other form of ownership of any entity holding the license shall be considered a transfer and subject to the fees set forth in this paragraph. The transfer fees provided for in this paragraph shall be in addition to any other transfer fee provided for by this section. The funds collected pursuant to this paragraph shall be deposited in the Alcoholic Beverages and Tobacco Trust Fund and shall be used by the division to defray the costs of operation.
- (5) The division shall waive the transfer fee and the delinquent penalties, but not the license renewal fee, when the transfer of an interest in an alcoholic beverage license occurs by operation of law because of a death, judicial proceedings, court appointment of a fiduciary, foreclosure or forced judicial sale, bankruptcy proceedings, or seizure of a

license by a government agency. The waiver provided for in this subsection shall not apply to transfers made within the 3-year period set forth in subsection (4).

Section 2. Subsection (1) of section 561.221, Florida Statutes, is amended to read:

561.221 Licensing of manufacturers and distributors as vendors and of vendors as manufacturers; conditions and limitations.--

- (1)(a) Nothing contained in s. 561.22, s. 561.42, or any other provision of the Beverage Law prohibits the ownership, management, operation, or control of not more than three vendor's licenses for the sale of alcoholic beverages by a manufacturer of wine who is licensed and engaged in the manufacture of wine in this state, even if such manufacturer is also licensed as a distributor; provided that no such vendor's license shall be owned, managed, operated, or controlled by any licensed manufacturer of wine unless the licensed premises of the vendor are situated on property contiguous to the manufacturing premises of the licensed manufacturer of wine.
- (b) The Division of Alcoholic Beverages and Tobacco shall issue permits to a certified Florida Farm Winery to conduct tastings tasting and sales of wine produced by certified Florida Farm Wineries at Florida fairs, trade shows, expositions, and festivals. The certified Florida Farm Winery shall pay all entry fees and shall have a winery representative present during the event. The permit is limited to the length of the event.
- (c) The Division of Alcoholic Beverages and Tobacco shall issue permits to vendors to conduct tastings and sales

of wine at Florida fairs, trade shows, expositions, and festivals. The permit is limited to the length of the event. 2 3 Section 3. Subsection (2) of section 561.57, Florida Statutes, is amended to read: 4 5 561.57 Deliveries by licensees.--6 (2) Manufacturers and distributors may make deliveries 7 to other manufacturers and distributors in vehicles that are 8 owned or leased by the licensee or by common carrier. 9 Distributors may make deliveries to vendors in vehicles that 10 are owned or leased by the licensee or by common carrier. 11 Vendors may make deliveries to consumers in vehicles that are owned or leased by the licensee or by common carrier. However, 12 a vendor that holds a manufacturer's or distributor's license 13 in the same entity as the vendor or in a subsidiary or 14 affiliated entity may not make any deliveries to consumers. 15 Deliveries made by a manufacturer, distributor, or vendor away 16 17 from his or her place of business may be made only in vehicles which are owned or leased by the licensee. By acceptance of 18 19 an alcoholic beverage license and the use of such vehicles 20 that are owned or leased by the licensee, the licensee agrees that such vehicle shall always be subject to be inspected and 21 searched without a search warrant, for the purpose of 22 ascertaining that all provisions of the alcoholic beverage 23 24 laws are complied with, by authorized employees of the division and also by sheriffs, deputy sheriffs, and police 25 officers during business hours or other times the vehicle is 26 being used to transport or deliver alcoholic beverages. 27 28 Section 4. Subsection (1) of section 599.004, Florida 29 Statutes, is amended to read: 599.004 Florida Farm Winery Program; registration; 30 31 logo; fees.--

- within the Department of Agriculture and Consumer Services.

 Under this program, a winery may qualify as a tourist attraction only if it is registered with and certified by the department as a Florida Farm Winery. Notwithstanding any other provision of the Beverage Law, a Florida Farm Winery may lease a portion of its premises to a vendor. A winery may not claim to be certified unless it has received written approval from the department.
- (a) To qualify as a certified Florida Farm Winery, a winery shall meet the following standards:
- 1. Produce or sell less than 250,000 gallons of wine annually.
- 2. Maintain a minimum of 10 acres of owned or managed vineyards in Florida.
- 3. Be open to the public for tours, tastings, and sales at least 30 hours each week. Sales may occur only on the premises of the Florida Farm Winery.
- $4.\,\,$ Make annual application to the department for recognition as a Florida Farm Winery, on forms provided by the department.
- 5. Pay an annual application and registration fee of \$100.
- (b) To maintain certification and recognition as a Florida Farm Winery, a winery must comply with the qualifications provided in this section. The Commissioner of Agriculture is authorized to officially recognize a certified Florida Farm Winery as a state tourist attraction.
- Section 5. This act shall take effect upon becoming a law.

COMMITTEE SUBSTITUTE FOR Senate Bill 1692 The committee substitute adds section 2 to delete the provision that under current law permits a Florida Farm Winery to conduct sales of wine at Florida fairs, trade shows, expositions, and festivals. It permits vendors to conduct wine tastings and sales at such events. It adds section 3 to authorize manufacturers, distributors, and vendors to make deliveries by common carrier. It provides that a vendor may not make any deliveries if it holds a manufacturer's or distributor's license in the same entity as the vendor or in a subsidiary or affiliated entity. It adds section 4 to permit a Florida Farm Winery to lease a portion of its premises to a vendor. It provides that sales of alcoholic beverages by certified Florida Farm Wineries can only occur on the premises of the Florida Farm Winery. 12 13 14 15 16 17 18 19 20 21 22 23 24 25	1	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN
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