|       | COMMITTEE/SUBCOMMITTEE | ACTION |
|-------|------------------------|--------|
| ADOPT | ED                     | (Y/N)  |
| ADOPT | ED AS AMENDED          | (Y/N)  |
| ADOPT | ED W/O OBJECTION       | (Y/N)  |
| FAILE | D TO ADOPT             | (Y/N)  |
| WITHD | RAWN                   | (Y/N)  |
| OTHER |                        |        |
|       |                        |        |

Committee/Subcommittee hearing bill: Regulatory Affairs Committee

Representative Steube offered the following:

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# Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Subsection (1) of section 562.111, Florida Statutes, is amended to read:

562.111 Possession of alcoholic beverages by persons under age 21 prohibited.—

(1) It is unlawful for any person under the age of 21 years, except a person employed under the provisions of s. 562.13 acting in the scope of her or his employment, to have in her or his possession alcoholic beverages, except that nothing contained in this subsection shall preclude the employment of any person 18 years of age or older in the sale, preparation, or service of alcoholic beverages in licensed premises in any

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establishment licensed by the Division of Alcoholic Beverages and Tobacco or the Division of Hotels and Restaurants except as otherwise provided in s. 565.04. Notwithstanding the provisions of s. 562.45, any person under the age of 21 who is convicted of a violation of this subsection is guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083; however, any person under the age of 21 who has been convicted of a violation of this subsection and who is thereafter convicted of a further violation of this subsection is, upon conviction of the further offense, guilty of a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083.

Section 2. Subsection (11) of section 565.02, Florida Statutes, is amended to read:

565.02 License fees; vendors; clubs; caterers; and others.—

support organization or a museum that has been in continuous existence for at least 10 years may obtain a license upon the payment of an annual license tax of \$400. For the purposes of this subsection, the term "museum" means an incorporated public or private not-for-profit agency or institution located in Florida and organized on a permanent basis for primarily educational, scientific, or aesthetic purposes, which owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis. Such license shall permit sales

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for consumption on the premises of the museum in conjunction with artistic, educational, cultural, civic, or charitable events held on the premises of the museum under the auspices or authorization of the licensee. The issuing of a license under this subsection is not subject to any quota or limitation, except that the license shall be issued only to the <u>museum corporation or its</u> direct-support organization of the museum or its designee. Except as otherwise provided in this subsection, the entity licensed hereunder shall be treated as a vendor licensed to sell by the drink the beverages mentioned herein and shall be subject to all provisions relating to such vendors.

Section 3. Subsections (1) and (2) of section 565.03, Florida Statutes, are amended, and subsection (6) is added to that section, to read:

565.03 License fees; manufacturers, distributors, brokers, sales agents, and importers of alcoholic beverages; vendor licenses and fees; craft distilleries.—

- (1) As used in this section, the term:
- (a) "Craft distillery" means a licensed distillery that produces 75,000 or fewer gallons per calendar year of distilled spirits on its premises and has notified the division in writing of its decision to qualify as a craft distillery.
- (b) "Distillery" means a manufacturer  $\underline{\text{that distills ethyl}}$  alcohol or ethanol to create  $\underline{\text{of}}$  distilled spirits.

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- (2) (a) A distillery authorized to do business under the Beverage Law shall pay an annual state license tax for each plant or branch operating in the state, as follows:
- 1. If engaged in the business of manufacturing distilled spirits, a state license tax of \$4,000.
- 2. If engaged in the business of rectifying and blending spirituous liquors and nothing else, a state license tax of \$4,000.
- (b) Persons licensed under this section who are in the business of distilling spirituous liquors may also engage in the business of rectifying and blending spirituous liquors without the payment of an additional license tax.
- (c) A craft distillery licensed under this section may sell to consumers, at its souvenir gift shop, spirits distilled on its premises in this state in factory-sealed containers that are filled at the distillery for off-premises consumption. Such sales are authorized only on private property contiguous to the licensed distillery premises in this state and included on the sketch or diagram defining the licensed premises submitted with the distillery's license application. All sketch or diagram revisions by the distillery shall require the division's approval verifying that the souvenir gift shop location operated by the licensed distillery is owned or leased by the distillery and on property contiguous to the distillery's production building in this state. A craft distillery or licensed distillery may not sell any factory-sealed individual containers

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of spirits except in face-to-face sales transactions with consumers who are making a purchase of two or fewer individual containers, that comply with the container limits in s. 565.10, per calendar year for the consumer's personal use and not for resale and who are present at the distillery's licensed premises in this state.

- 1. A craft distillery must report to the division within 5 days after it reaches the production limitations provided in paragraph (1)(a). Any retail sales to consumers at the craft distillery's licensed premises are prohibited beginning the day after it reaches the production limitation.
- 2. A craft distillery may only ship, arrange to ship, or deliver any of its distilled spirits to consumers within the state in a face-to-face transaction at the distillery property. However, a craft distiller licensed under this section may ship, arrange to ship, or deliver such spirits to manufacturers of distilled spirits, wholesale distributors of distilled spirits, state or federal bonded warehouses, and exporters.
- 3. Except as provided in subparagraph 4., it is unlawful to transfer a distillery license for a distillery that produces 75,000 or fewer gallons per calendar year of distilled spirits on its premises or any ownership interest in such license to an individual or entity that has a direct or indirect ownership interest in any distillery licensed in this state; another state, territory, or country; or by the United States government

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| L19 | to manufacture, | blend, | or | rectify | distilled | spirits | for | beverage |
|-----|-----------------|--------|----|---------|-----------|---------|-----|----------|
| L20 | purposes.       |        |    |         |           |         |     |          |

- 4. A craft distillery shall not have its ownership affiliated with another distillery, unless such distillery produces 75,000 or fewer gallons per calendar year of distilled spirits on of its premises.
- (6) Upon the request of a craft distillery licensed in this state, the Department of Transportation shall install directional signs for the craft distillery on the rights-of-way of interstate highways and primary and secondary roads in accordance with Florida's Highway Guide Sign Program as provided in chapter 14-51, Florida Administrative Code. A craft distillery licensed in this state that requests placement of a directional sign through the department's permit process shall pay all associated costs.

Section 4. Section 565.04, Florida Statutes, is amended to read:

- 565.04 Package store regulations and fees restrictions.-
- (1) The term "liquor package store," as used in this section, means any vendor licensed under s. 565.02(1)(a).
- (2) The division is authorized to issue a liquor package store license to as follows:
- (a) A Type A liquor package store license may be issued to a vendor with a premises that has no openings permitting direct access to any other building or room, except to a private office or storage room of the place of business from which patrons are

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excluded. Such liquor package stores Vendors licensed under s. 565.02(1)(a) shall not in the licensed premises said place of business sell, offer, or expose for sale any merchandise other than such beverages, and such liquor package stores places of business shall be devoted exclusively to such sales; provided, however, that such vendors shall be permitted to sell bitters, grenadine, nonalcoholic mixer-type beverages (not to include fruit juices produced outside this state), fruit juices produced in this state, home bar, and party supplies and equipment (including but not limited to glassware and party-type foods), miniatures of no alcoholic content, and tobacco products. Such places of business shall have no openings permitting direct access to any other building or room, except to a private office or storage room of the place of business from which patrons are excluded.

- (b) A Type B liquor package store license may be issued to a vendor that is permitted to sell, offer, or expose for sale non-alcoholic merchandise and is not subject to limitation on access to any other building or room, subject to the following conditions:
- 1. The liquor package store shall have a separate area in which distilled spirits are sold, offered, or exposed for sale separate from all other non-alcoholic merchandise except alcoholic mixer-type beverages intended for sale to patrons.

  The licensed premises shall include the entire place of business, including the separate area in which distilled spirits

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are sold, offered, or exposed for sale. The separate area shall be included in any sketches provided with the application for licensure and shall be approved by the division prior to the license being issued.

- 2. The separate area must have one entry-exit opening or doorway through which the patrons may travel in order to gain access to or to exit the separate area. The entry-exit must pass directly by a cashier and be physically monitored at all times by an employee either using electronic video monitoring cameras or positioned physically within the line of sight of the separate area's entry-exit.
- 3. The separate area may consist of three walls, three shelves that are completely enclosed from the back and sides to prevent access to distilled spirits by patrons not physically inside the separate area, or any combination of walls and shelves designed to ensure patrons do not have access to distilled spirits from outside of the separate area. The fourth side of the separate area shall consist of the entry-exit and checkout station between the separate area and the remainder of the vendor's licensed premises.
- 4. The manner in which the distilled spirits are sold, offered, or exposed for sale in the separate area must ensure that patrons cannot access the product without entering the separate area within the line of sight of the employee.
- 5. Checkout stations in the licensed premises shall be included in the separate area as well as elsewhere in the

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| licensed premises, and shall be included on the licensed         |
|------------------------------------------------------------------|
| premises sketches. The sale of any distilled spirits must be     |
| completed at a checkout station located in the separate area.    |
| The distilled spirits may not be carried outside of the separate |
| area through the remainder of the licensed premises prior to     |
| purchase or paid for at any other checkout station outside of    |
| the separate area on the licensed premises. Any distilled        |
| spirits purchased in the separate area must be packaged upon     |
| sale in a manner that indicates it was paid for prior to the     |
| patron leaving the separate area.                                |

- 6. Patrons may purchase any merchandise from elsewhere within the licensed premises at the checkout station in the separate area.
- 7. Any liquor package store that meets the requirements of this section shall not be prohibited from having distilled spirits stored or transported in any area of the licensed premises where such beverages are secured.
- 8. During any period of time that distilled spirits may not be sold pursuant to a statute, or local or municipal ordinance, the liquor package store shall close off or otherwise make the separate area inaccessible to patrons.
- 9. The employment exception in s. 562.13(2)(c) shall apply to any place of business selling prescription medications or groceries which has been issued a Type B liquor package store license provided no person under 21 years of age shall sell any distilled spirits directly to any patron.

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| (3 | ) All | liquor | package | stores | shall: |
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|    |       |        |         |        |        |

- (a) Meet all of the standards in the state's Responsible

  Vendor Act related to reducing access of alcoholic beverages to

  persons under 21 years of age.
- (b) Prohibit sales of distilled spirits beverages from any type of patron self-checkout station.
- (c) Verify the age of all patrons before completing any sale of alcoholic beverages.
- (d) Ensure the sale of any distilled spirits at a checkout station is completed by a cashier or other employee 21 years of age or older. No person under 21 years of age shall sell any distilled spirits directly to any patron in any liquor package store.
- (4) Any licensee may change its liquor package store's licensed premises diagram by filing an amended sketch or permanent extension application with the division and approval by the division of such premises modifications.
- (5) A Type A liquor package store license shall pay an annual license fee pursuant to s. 565.02. A Type B liquor package store license shall pay both the annual license fee pursuant to s. 565.02 and a supplemental annual license fee as follows:
- (a) Vendors operating places of business in counties having a population of over 100,000, according to the latest population estimate prepared pursuant to s. 186.901, for such county, shall pay \$392.

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| (b) Vendors operating places of business in counties ha      | ving |
|--------------------------------------------------------------|------|
| a population of over 75,000 and not over 100,000, according  | to   |
| the latest population estimate prepared pursuant to s. 186.9 | 01,  |
| for such county, shall pay \$336.                            |      |

- (c) Vendors operating places of business in counties having a population of over 50,000 and less than 75,000, according to the latest population estimate prepared pursuant to s. 186.901, for such county, shall pay \$280.
- (d) Vendors operating places of business in counties having a population of over 25,000 and less than 50,000, according to the latest population estimate prepared pursuant to s. 186.901, for such county, shall pay \$224.
- (e) Vendors operating places of business in counties having a population of less than 25,000, according to the latest population estimate prepared pursuant to s. 186.901, for such county, shall pay \$168.

Section 5. This act shall take effect July 1, 2015.

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# TITLE AMENDMENT

Remove everything before the enacting clause and insert:

A bill to be entitled

271 An act relating to alcoholic beverages; amending s. 562.111,

F.S.; conforming provisions; amending s. 565.02, F.S.; creating

an alcoholic beverages license for museums; amending s. 565.03,

F.S.; revising the definition of the term "distillery"; deleting

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# COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. CS/CS/HB 107 (2015)

# Amendment No.1

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| restrictions on the sale of individual containers to consumers   |
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| in a face-to-face transaction; requiring the Department of       |
| Transportation to install certain directional signs at specified |
| locations upon the request of a craft distillery licensed in     |
| this state; requiring the requesting craft distillery to pay 15  |
| specified costs; amending s. 565.04, F.S.; allowing the sale by  |
| certain licensed alcoholic beverage vendors of merchandise other |
| than specifically authorized types of merchandise and removing   |
| restrictions on direct access to such a vendor's place of        |
| business upon payment of an additional license fee; providing an |
| effective date.                                                  |

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