Florida Senate - 2017 Bill No. SB 166

House



LEGISLATIVE ACTION

Senate . Comm: RCS . 02/10/2017 .

The Committee on Regulated Industries (Hutson) recommended the following:

Senate Amendment (with title amendment)

Delete lines 48 - 143

and insert:

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manufacturer of wine or a designated Florida Craft Distillery
who is licensed and engaged in the manufacture of wine or
distilled spirits in this state, even if such manufacturer is
also licensed as a distributor; provided that no such vendor's
license is not shall be owned, managed, operated, or controlled
by any licensed manufacturer of wine or any craft distillery

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11 unless the licensed premises of the vendor are situated on 12 property contiguous to the manufacturing premises of the 13 licensed manufacturer of wine or distilled spirits or in its 14 sales room pursuant to s. 565.03.

(b) The Division of Alcoholic Beverages and Tobacco shall 15 16 issue permits to a certified Florida Farm Winery or a designated 17 Florida Craft Distillery to conduct tasting and sales of wine or 18 distilled spirits produced by certified Florida Farm Wineries or 19 designated Florida Craft Distilleries at Florida fairs, trade 20 shows, expositions, and festivals. The certified Florida Farm 21 Winery or designated Florida Craft Distillery shall pay all 22 entry fees and shall have a winery or distillery representative 23 present during the event. The permit is limited to the length of 24 the event.

25 (c) A certified Florida Farm Winery or designated Florida 26 Craft Distillery may transfer wine or distilled spirits produced 27 at such winery or distillery, respectively, out of its federal 28 bonded space or nonbonded space at its licensed premises or 29 storage areas to its vendor's licensed premises or approved sales room. The division shall approve the storage areas, 31 provided that each is included in the winery's or distillery's 32 current state tax bond. All such transfers of wine or distilled 33 spirits shall be reported to the division pursuant to s. 561.55 and included in the winery's or distillery's excise tax payment 35 to the state each month.

Section 2. Paragraph (b) of subsection (1) and paragraph (c) of subsection (2) of section 565.03, Florida Statutes, are amended to read:

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565.03 License fees; manufacturers, distributors, brokers,

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40 sales agents, and importers of alcoholic beverages; vendor 41 licenses and fees; craft distilleries.-

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(1) As used in this section, the term:

(b) "Craft distillery" means a licensed distillery that produces <u>250,000</u> 75,000 or fewer gallons per calendar year of distilled spirits on its premises and <u>is designated as a craft</u> <u>distillery by has notified</u> the division <u>upon notification</u> in writing of its decision to qualify as a craft distillery.

48 (2) (c) A craft distillery licensed under this section may 49 sell to consumers, at its souvenir gift shop, branded products 50 distilled and bottled on its premises in this state in factory-51 sealed containers approved for sale that are filled at the 52 distillery for off-premises consumption. Such sales are 53 authorized only on private property owned or leased by the 54 distillery which is contiguous to the licensed distillery 55 premises and at one other approved sales room located in the 56 same county as the distillery's production building which shall 57 be an extension of the craft distillery's licensed premises in 58 this state and included on the sketch or diagram defining the 59 licensed premises submitted with the distillery's license application. All sketch or diagram revisions by the distillery 60 61 shall require local zoning approval and the division's approval 62 verifying that the souvenir gift shop location and all areas 63 used and operated by the licensed distillery are is owned or 64 leased by the distillery and on property contiguous to the 65 distillery's production building in this state or within the 66 extended licensed premises.

A craft distillery <u>licensed under this section</u> may not
sell any factory-sealed individual containers of spirits except



in face-to-face sales transactions \underline{at} the craft distillery's 69 70 licensed premises with consumers who are making a purchase of no more than: 71 72 a. Two individual containers of each branded product; 73 b. Three individual containers of a single branded product 74 and up to one individual container of a second branded product; 75 or 76 c. Four individual containers of a single branded product. 77 2. Each container sold in face-to-face transactions with consumers must comply with the container limits in s. 565.10_{-7} 78 79 per calendar year for the consumer's personal use and not for 80 resale and who are present at the distillery's licensed premises 81 in this state. 82 3. A craft distillery licensed under this section must 83 report to the division within 5 days after it reaches the production limitations provided in paragraph (1)(b). Any retail 84 85 sales to consumers at the craft distillery's licensed premises 86 are prohibited beginning the day after it reaches the production 87 limitation unless it has been issued a vendor's license at each craft distillery and additional sales room authorized in s. 88 89 561.221. Notwithstanding any of the provisions of this section 90 or s. 561.221, a craft distillery which holds a vendor's license 91 may retain and renew such license, if such craft distillery exceeds the production limitation in paragraph (1)(b). 92 93 94 95 And the title is amended as follows: 96 Delete lines 6 - 23 97 and insert:

COMMITTEE AMENDMENT

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98 by a designated Florida Craft Distillery is not 99 prohibited under specified laws; requiring the 100 Division of Alcoholic Beverages and Tobacco to issue 101 permits to a designated Florida Craft Distilleries to 102 conduct certain tastings and sales; requiring such 103 distilleries to pay entry fees and have a 104 representative present during certain events; 105 authorizing the transfer of wine and distilled spirits 106 to vendors by specified wineries and distilleries 107 under certain circumstances; requiring the division to 108 approve certain storage areas; requiring wineries and 109 distilleries to report all such transfers to the 110 division and to include them in monthly excise tax 111 payments; amending s. 565.03, F.S.; redefining the 112 term "craft distillery"; specifying authorized 113 products for sale by craft distilleries; providing 114 limitations on retail sales by craft distilleries to 115 consumers; permitting craft distilleries to retain and 116 renew a vendor's license under specified 117 circumstances;

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