1	A bill to be entitled
2	An act relating to the Beverage Law; amending s.
3	561.20, F.S.; deleting a provision prohibiting a
4	specified licensee from certain actions relating
5	alcoholic beverages to be sold or served at a catered
6	event; amending s. 561.221, F.S.; authorizing a craft
7	distillery to hold multiple vendor's licenses for the
8	sale of alcoholic beverages; authorizing certain
9	wineries and craft distilleries to transfer wine or
10	distilled spirits to its vendor's licensed premises;
11	requiring the Division of Alcoholic Beverages and
12	Tobacco of the Department of Business and Professional
13	Regulation to issue permits to a craft distillery to
14	conduct tastings and sales at specified events;
15	amending s. 561.24, F.S.; authorizing a craft
16	distillery to be licensed as a distributor under
17	certain circumstances; amending s. 561.42, F.S.;
18	prohibiting certain entities and persons from directly
19	or indirectly providing certain items or services to
20	any vendor; prohibiting a licensed vendor from
21	accepting certain items or services; authorizing the
22	Division of Alcoholic Beverages and Tobacco to impose
23	administrative sanctions for a violation of certain
24	limitations established in the Beverage Law;
25	prohibiting a vendor from displaying certain signs in
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26 the window or windows of his or her licensed premises; 27 authorizing certain entities and persons to give, 28 lend, furnish, or sell certain advertising material to 29 certain vendors; providing a definition for the term 30 "decalcomania"; providing exemptions relating to tied house evil for certain sales and purchases of 31 32 merchandise; providing conditions for the exemptions; 33 providing a definition for the term "merchandise"; prohibiting a manufacturer or importer of malt 34 beverages from soliciting or receiving any portion of 35 36 certain payments from its distributors; providing a 37 definition for the term "negotiated at arm's length"; specifying that a brand-naming rights agreement does 38 39 not obligate or place responsibility upon a distributor; providing civil penalties for violations 40 by manufacturers or importers of malt beverages or 41 42 vendors; providing applicability; prohibiting the 43 division from imposing certain civil penalties that are greater than the financial value of a brand-naming 44 rights agreement; amending s. 562.34, F.S.; conforming 45 provisions to changes made by the act; creating s. 46 562.65, F.S.; providing definitions; authorizing a 47 48 licensed vendor of alcoholic beverages to allow dogs 49 and cats in certain designated areas on their licensed 50 premises; providing conditions for dogs or cats to be

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51 allowed in a licensed premises; providing rulemaking; 52 amending s. 563.06, F.S.; revising limitations on the 53 size of malt beverage containers; repealing s. 564.05, F.S., relating to limitations on the size of 54 55 individual wine containers; amending s. 564.055, F.S.; 56 authorizing cider to be packaged, filled, refilled, or 57 sold in a growler under certain conditions; providing 58 requirements; providing penalties; revising limitations on the size of cider containers; amending 59 60 s. 564.09, F.S.; revising provisions that authorize a 61 restaurant to allow patrons to remove partially 62 consumed bottles of wine from a restaurant for offpremises consumption; amending s. 565.03, F.S.; 63 64 revising definitions; revising the requirements for the sale of branded products by a licensed craft 65 distillery to consumers; deleting a provision that 66 67 prohibits a craft distillery from selling more than six individual containers of a branded product to a 68 69 consumer; revising requirements relating to the shipping of distilled spirits to consumers by a craft 70 71 distillery; providing that it is unlawful to transfer 72 a certain distillery license, or ownership in a distillery license, to certain individuals or 73 entities; prohibiting a craft distillery from having 74 75 its ownership affiliated with certain other

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76 distilleries; authorizing a craft distillery to 77 transfer specified distilled spirits to its souvenir 78 gift shop; requiring a craft distillery to submit 79 certain excise taxes; amending s. 565.17, F.S.; 80 authorizing a craft distillery to conduct spirituous beverage tastings under certain circumstances; 81 82 providing an effective date. 83 84 Be It Enacted by the Legislature of the State of Florida: 85 Paragraph (a) of subsection (2) of section 86 Section 1. 87 561.20, Florida Statutes, is amended to read: Limitation upon number of licenses issued.-88 561.20 89 (2) (a) The limitation of the number of licenses as provided in this section does not prohibit the issuance of a 90 91 special license to: 92 1. Any bona fide hotel, motel, or motor court of not fewer 93 than 80 guest rooms in any county having a population of less 94 than 50,000 residents, and of not fewer than 100 guest rooms in 95 any county having a population of 50,000 residents or greater; 96 or any bona fide hotel or motel located in a historic structure, as defined in s. 561.01(21), with fewer than 100 quest rooms 97 which derives at least 51 percent of its gross revenue from the 98 rental of hotel or motel rooms, which is licensed as a public 99 100 lodging establishment by the Division of Hotels and Restaurants; Page 4 of 31

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101 provided, however, that a bona fide hotel or motel with no fewer 102 than 10 and no more than 25 quest rooms which is a historic 103 structure, as defined in s. 561.01(21), in a municipality that 104 on the effective date of this act has a population, according to 105 the University of Florida's Bureau of Economic and Business 106 Research Estimates of Population for 1998, of no fewer than 107 25,000 and no more than 35,000 residents and that is within a 108 constitutionally chartered county may be issued a special 109 license. This special license shall allow the sale and 110 consumption of alcoholic beverages only on the licensed premises of the hotel or motel. In addition, the hotel or motel must 111 112 derive at least 60 percent of its gross revenue from the rental of hotel or motel rooms and the sale of food and nonalcoholic 113 114 beverages; provided that this subparagraph shall supersede local 115 laws requiring a greater number of hotel rooms;

116 2. Any condominium accommodation of which no fewer than 117 100 condominium units are wholly rentable to transients and 118 which is licensed under chapter 509, except that the license 119 shall be issued only to the person or corporation that operates 120 the hotel or motel operation and not to the association of 121 condominium owners;

3. Any condominium accommodation of which no fewer than 50 condominium units are wholly rentable to transients, which is licensed under chapter 509, and which is located in any county having home rule under s. 10 or s. 11, Art. VIII of the State

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126 Constitution of 1885, as amended, and incorporated by reference 127 in s. 6(e), Art. VIII of the State Constitution, except that the 128 license shall be issued only to the person or corporation that 129 operates the hotel or motel operation and not to the association 130 of condominium owners;

131 4. A food service establishment that has 2,500 square feet 132 of service area, is equipped to serve meals to 150 persons at 133 one time, and derives at least 51 percent of its gross food and beverage revenue from the sale of food and nonalcoholic 134 135 beverages during the first 60-day operating period and each 12month operating period thereafter. A food service establishment 136 137 granted a special license on or after January 1, 1958, pursuant 138 to general or special law may not operate as a package store and 139 may not sell intoxicating beverages under such license after the 140 hours of serving or consumption of food have elapsed. Failure by a licensee to meet the required percentage of food and 141 142 nonalcoholic beverage gross revenues during the covered 143 operating period shall result in revocation of the license or 144 denial of the pending license application. A licensee whose 145 license is revoked or an applicant whose pending application is 146 denied, or any person required to qualify on the special license application, is ineligible to have any interest in a subsequent 147 application for such a license for a period of 120 days after 148 the date of the final denial or revocation; 149 150 5. Any caterer, deriving at least 51 percent of its gross

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151 food and beverage revenue from the sale of food and nonalcoholic 152 beverages at each catered event, licensed by the Division of 153 Hotels and Restaurants under chapter 509. This subparagraph does 154 not apply to a culinary education program, as defined in s. 155 381.0072(2), which is licensed as a public food service 156 establishment by the Division of Hotels and Restaurants and 157 provides catering services. Notwithstanding any law to the 158 contrary, a licensee under this subparagraph shall sell or serve 159 alcoholic beverages only for consumption on the premises of a 160 catered event at which the licensee is also providing prepared food, and shall prominently display its license at any catered 161 162 event at which the caterer is selling or serving alcoholic 163 beverages. A licensee under this subparagraph shall purchase all 164 alcoholic beverages it sells or serves at a catered event from a 165 vendor licensed under s. 563.02(1), s. 564.02(1), or licensed 166 under s. 565.02(1) subject to the limitation imposed in 167 subsection (1), as appropriate. A licensee under this 168 subparagraph may not store any alcoholic beverages to be sold or 169 served at a catered event. Any alcoholic beverages purchased by 170 a licensee under this subparagraph for a catered event that are 171 not used at that event must remain with the customer; provided 172 that if the vendor accepts unopened alcoholic beverages, the 173 licensee may return such alcoholic beverages to the vendor for a 174 credit or reimbursement. Regardless of the county or counties in 175 which the licensee operates, a licensee under this subparagraph

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176 shall pay the annual state license tax set forth in s. 177 565.02(1)(b). A licensee under this subparagraph must maintain 178 for a period of 3 years all records and receipts for each 179 catered event, including all contracts, customers' names, event 180 locations, event dates, food purchases and sales, alcoholic 181 beverage purchases and sales, nonalcoholic beverage purchases 182 and sales, and any other records required by the department by 183 rule to demonstrate compliance with the requirements of this 184 subparagraph. Notwithstanding any law to the contrary, any vendor licensed under s. 565.02(1) subject to the limitation 185 imposed in subsection (1), may, without any additional licensure 186 187 under this subparagraph, serve or sell alcoholic beverages for 188 consumption on the premises of a catered event at which prepared 189 food is provided by a caterer licensed under chapter 509. If a 190 licensee under this subparagraph also possesses any other 191 license under the Beverage Law, the license issued under this 192 subparagraph shall not authorize the holder to conduct 193 activities on the premises to which the other license or 194 licenses apply that would otherwise be prohibited by the terms 195 of that license or the Beverage Law. Nothing in this section 196 shall permit the licensee to conduct activities that are 197 otherwise prohibited by the Beverage Law or local law. The 198 Division of Alcoholic Beverages and Tobacco is hereby authorized to adopt rules to administer the license created in this 199 subparagraph, to include rules governing licensure, 200

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201 recordkeeping, and enforcement. The first \$300,000 in fees 202 collected by the division each fiscal year pursuant to this 203 subparagraph shall be deposited in the Department of Children 204 and Families' Operations and Maintenance Trust Fund to be used 205 only for alcohol and drug abuse education, treatment, and 206 prevention programs. The remainder of the fees collected shall 207 be deposited into the Hotel and Restaurant Trust Fund created 208 pursuant to s. 509.072; or

209 6. A culinary education program as defined in s.
210 381.0072(2) which is licensed as a public food service
211 establishment by the Division of Hotels and Restaurants.

212 This special license shall allow the sale and a. 213 consumption of alcoholic beverages on the licensed premises of 214 the culinary education program. The culinary education program 215 shall specify designated areas in the facility where the 216 alcoholic beverages may be consumed at the time of application. 217 Alcoholic beverages sold for consumption on the premises may be 218 consumed only in areas designated pursuant to s. 561.01(11) and 219 may not be removed from the designated area. Such license shall 220 be applicable only in and for designated areas used by the 221 culinary education program.

b. If the culinary education program provides catering services, this special license shall also allow the sale and consumption of alcoholic beverages on the premises of a catered event at which the licensee is also providing prepared food. A

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226 culinary education program that provides catering services is 227 not required to derive at least 51 percent of its gross revenue 228 from the sale of food and nonalcoholic beverages. 229 Notwithstanding any law to the contrary, a licensee that 230 provides catering services under this sub-subparagraph shall 231 prominently display its beverage license at any catered event at 232 which the caterer is selling or serving alcoholic beverages. 233 Regardless of the county or counties in which the licensee 234 operates, a licensee under this sub-subparagraph shall pay the annual state license tax set forth in s. 565.02(1)(b). A 235 236 licensee under this sub-subparagraph must maintain for a period 237 of 3 years all records required by the department by rule to 238 demonstrate compliance with the requirements of this sub-239 subparagraph.

с. 240 If a licensee under this subparagraph also possesses 241 any other license under the Beverage Law, the license issued 242 under this subparagraph does not authorize the holder to conduct 243 activities on the premises to which the other license or 244 licenses apply that would otherwise be prohibited by the terms 245 of that license or the Beverage Law. Nothing in this 246 subparagraph shall permit the licensee to conduct activities that are otherwise prohibited by the Beverage Law or local law. 247 Any culinary education program that holds a license to sell 248 alcoholic beverages shall comply with the age requirements set 249 forth in ss. 562.11(4), 562.111(2), and 562.13. 250

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251 d. The Division of Alcoholic Beverages and Tobacco may 252 adopt rules to administer the license created in this 253 subparagraph, to include rules governing licensure, 254 recordkeeping, and enforcement. 255 A license issued pursuant to this subparagraph does not e. 256 permit the licensee to sell alcoholic beverages by the package 257 for off-premises consumption. 258 259 However, any license heretofore issued to any such hotel, motel, 260 motor court, or restaurant or hereafter issued to any such 261 hotel, motel, or motor court, including a condominium 262 accommodation, under the general law shall not be moved to a new location, such license being valid only on the premises of such 263 264 hotel, motel, motor court, or restaurant. Licenses issued to 265 hotels, motels, motor courts, or restaurants under the general 266 law and held by such hotels, motels, motor courts, or 267 restaurants on May 24, 1947, shall be counted in the quota limitation contained in subsection (1). Any license issued for 268 269 any hotel, motel, or motor court under this law shall be issued 270 only to the owner of the hotel, motel, or motor court or, in the 271 event the hotel, motel, or motor court is leased, to the lessee 272 of the hotel, motel, or motor court; and the license shall remain in the name of the owner or lessee so long as the license 273 274 is in existence. Any special license now in existence heretofore 275 issued under this law cannot be renewed except in the name of

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276 the owner of the hotel, motel, motor court, or restaurant or, in 277 the event the hotel, motel, motor court, or restaurant is 278 leased, in the name of the lessee of the hotel, motel, motor 279 court, or restaurant in which the license is located and must 280 remain in the name of the owner or lessee so long as the license 281 is in existence. Any license issued under this section shall be 282 marked "Special," and nothing herein provided shall limit, 283 restrict, or prevent the issuance of a special license for any 284 restaurant or motel which shall hereafter meet the requirements 285 of the law existing immediately prior to the effective date of this act, if construction of such restaurant has commenced prior 286 287 to the effective date of this act and is completed within 30 288 days thereafter, or if an application is on file for such 289 special license at the time this act takes effect; and any such 290 licenses issued under this proviso may be annually renewed as 291 now provided by law. Nothing herein prevents an application for 292 transfer of a license to a bona fide purchaser of any hotel, 293 motel, motor court, or restaurant by the purchaser of such facility or the transfer of such license pursuant to law. 294

295 Section 2. Subsection (1) of section 561.221, Florida 296 Statutes, is amended to read:

297 561.221 Licensing of manufacturers and distributors as 298 vendors and of vendors as manufacturers; conditions and 299 limitations.-

300

(1) (a) Nothing contained in s. 561.22, s. 561.42, or any

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301 other provision of the Beverage Law prohibits the ownership, 302 management, operation, or control of not more than three 303 vendor's licenses for the sale of alcoholic beverages by a 304 manufacturer of wine who is licensed and engaged in the manufacture of wine in this state or by a craft distillery, as 305 306 defined in s. 565.03, even if such manufacturer or distillery is 307 also licensed as a distributor; provided that no such vendor's 308 license shall be owned, managed, operated, or controlled by any 309 licensed manufacturer of wine or a craft distillery unless the 310 licensed premises of the vendor are situated on property contiguous to the manufacturing premises of the licensed 311 312 manufacturer of wine or the craft distillery. It is not a violation of the Beverage Law for a craft distillery that is 313 314 also licensed as a vendor under this section to transfer 315 distilled spirits directly from the craft distillery or from its 316 storage areas approved by the division to the areas designated 317 on the sketch or diagram submitted to the division. 318 The Division of Alcoholic Beverages and Tobacco shall (b) 319 issue permits to a certified Florida Farm Winery or a craft 320 distillery to conduct tastings tasting and sales of wine 321 produced by certified Florida Farm Wineries or of distilled

322 <u>spirits produced by craft distilleries</u> at Florida fairs, trade 323 shows, expositions, and festivals. The certified Florida Farm 324 Winery <u>or craft distillery</u> shall pay all entry fees and shall 325 have a winery or distillery representative present during the

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326 event. The permit is limited to the length of the event. 327 Section 3. Subsection (9) is added to section 561.24, 328 Florida Statutes, to read: 329 561.24 Licensing manufacturers as distributors or registered exporters prohibited; procedure for issuance and 330 331 renewal of distributors' licenses and exporters' registrations.-332 (9) This section does not apply to a craft distillery, as 333 defined in s. 565.03, at which 60 percent of the distilled 334 spirits produced are made with agricultural products from this 335 state and is open to the public for tours, tastings, and sales 336 at least 30 hours each week. 337 Section 4. Present subsection (13) of section 561.42, 338 Florida Statutes, is renumbered as subsection (14), subsections 339 (1), (8), (11), (12), and paragraph (b) of present subsection 340 (14) of that section are amended, and new subsections (13) and 341 (16) are added to that section, to read: 342 561.42 Tied house evil; financial aid and assistance to 343 vendor by manufacturer, distributor, importer, primary American 344 source of supply, brand owner or registrant, or any broker, 345 sales agent, or sales person thereof, prohibited; procedure for 346 enforcement; exception.-347 A No manufacturer, distributor, importer, primary (1) American source of supply, or brand owner or registrant of any 348 of the beverages herein referred to, whether licensed or 349 350 operating in this state or out-of-state, nor any broker, sales

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351 agent, or sales person thereof, may not shall have any financial 352 interest, directly or indirectly, in the establishment or 353 business of any vendor licensed under the Beverage Law; nor may 354 shall such manufacturer, distributor, importer, primary American 355 source of supply, brand owner or brand registrant, or any 356 broker, sales agent, or sales person thereof, directly or 357 indirectly assist any vendor by furnishing, supplying, selling, 358 renting, lending, buying for, or giving to any vendor any vehicles, equipment, furniture, fixtures, signs, supplies, 359 360 credit, fees, slotting fees of any kind, advertising or 361 cooperative advertising, services, any gifts or loans of money 362 or property of any description, or by the giving of any rebates 363 of any kind whatsoever. A No licensed vendor may not shall 364 accept, directly or indirectly, any vehicles, equipment, 365 furniture, fixtures, signs, supplies, credit, fees, slotting 366 fees of any kind, advertising or cooperative advertising, 367 services, gifts any gift or loans loan of money or property of 368 any description, or any rebates of any kind whatsoever from any 369 such manufacturer, distributor, importer, primary American 370 source of supply, brand owner or brand registrant, or any 371 broker, sales agent, or sales person thereof; provided, however, that this does not apply to any bottles, barrels, or other 372 containers necessary for the legitimate transportation of such 373 374 beverages or to advertising materials and does not apply to the 375 extension of credit, for liquors sold, made strictly in

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376 compliance with the provisions of this section. A brand owner is 377 a person who is not a manufacturer, distributor, importer, 378 primary American source of supply, brand registrant, or broker, 379 sales agent, or sales person thereof, but who directly or 380 indirectly owns or controls any brand, brand name, or label of 381 alcoholic beverage. Nothing in this section shall prohibit the 382 ownership by vendors of any brand, brand name, or label of 383 alcoholic beverage.

(8) The division may adopt rules and require reports to
enforce, and may impose administrative sanctions for any
violation of, the limitations established <u>under the Beverage Law</u>
<u>on vehicles, equipment, furniture, fixtures, signs, supplies,</u>
<u>credit, fees, advertising or cooperative advertising, services,</u>
<u>gifts or loans of money or property in this section on credits,</u>
coupons, and other forms of assistance.

391 (11) A vendor may display in the interior of his or her 392 licensed premises, including the window or windows thereof, 393 neon, electric, or other signs, including window painting and 394 decalcomanias applied to the surface of the interior or exterior 395 of such windows; signs that require a power source; $_{ au}$ and 396 posters, placards, and other advertising material advertising 397 the brand or brands of alcoholic beverages sold by him or her, whether visible or not from the outside of the licensed 398 premises, but a no vendor may not shall display in the window or 399 400 windows of his or her licensed premises more than one neon,

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401 electric, or similar sign <u>that requires a power source</u>, 402 advertising the product of any one <u>brand of alcoholic beverage</u> 403 manufacturer.

404 (12) Any manufacturer, distributor, importer, primary 405 American source of supply, or brand owner or registrant, or any 406 broker, sales agent, or sales person thereof, may give, lend, 407 furnish, or sell to a vendor who sells the products of such 408 manufacturer, distributor, importer, primary American source of supply, or brand owner or registrant any of the following: neon, 409 410 or electric, or similar signs requiring a power source; signs, window painting and decalcomanias applied to the surface of the 411 interior or exterior of windows; or $_{ { { { { } { { } } } } } }$ posters, placards, and 412 413 other advertising material herein authorized to be used or 414 displayed by the vendor in the interior of his or her licensed 415 premises. As used in subsection (11) and this subsection, the 416 term "decalcomania" means a picture, design, print, engraving, 417 or label made to be transferred onto a glass surface. 418 (13) Any manufacturer, distributor, importer, primary 419 American source of supply, or brand owner or registrant, or any 420 broker, sales agent, or sales person thereof, who regularly 421 sells merchandise to vendors, or any vendor who purchases

422 <u>merchandise from such a manufacturer, distributor, importer,</u>

423 primary American source of supply, or brand owner or registrant,

424 or any broker, sales agent, or sales person thereof, does not

425 violate subsection (1) if:

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426	(a) Such sale or purchase is not less than the fair market
427	value of the merchandise.
428	(b) Such sale or purchase is not combined with any sale or
429	purchase of alcoholic beverages.
430	(c) Such sale or purchase is separately itemized from the
431	sale or purchase of alcoholic beverages.
432	(d) Both the seller and purchaser maintain records of any
433	such sale or purchase, including the price and any conditions
434	associated with such sale or purchase of the merchandise.
435	
436	For purposes of this subsection, the term "merchandise" means
437	commodities, supplies, fixtures, furniture, or equipment. The
438	term does not include alcoholic beverages or a motor vehicle or
439	trailer requiring registration under chapter 320.
440	(15) (14) The division shall adopt reasonable rules
441	governing promotional displays and advertising. Such rules may
442	not conflict with or be more stringent than the federal
443	regulations pertaining to such promotional displays and
444	advertising furnished to vendors by distributors, manufacturers,
445	importers, primary American sources of supply, or brand owners
446	or registrants, or any sales agent or sales person thereof;
447	however:
448	(b) Without limitation in total dollar value of such items
449	provided to a vendor, a manufacturer, distributor, importer,
450	brand owner, or brand registrant of malt beverage, or any sales
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451 agent or sales person thereof, may rent, loan without charge for 452 an indefinite duration, or sell durable retailer advertising 453 specialties such as clocks, pool table lights, and the like, 454 which bear advertising matter. If sold, such items may not be sold at a price less than the actual cost to the industry member 455 456 who initially purchased the items. 457 (16) (a) Notwithstanding any other provision of this 458 section, a manufacturer or importer of malt beverages and a 459 vendor may enter into a written agreement for brand-naming 460 rights and associated cooperative advertising, negotiated at 461 arm's length for no more than fair market value if: 462 The vendor operates places of business where 1. 463 consumption on the premises is permitted, the premises are 464 located within a theme park complex consisting of at least 25 465 contiguous acres owned and controlled by the same business 466 entity, and the complex contains permanent exhibitions and a 467 variety of recreational activities and has a minimum of 1 468 million visitors annually through a controlled entrance to and 469 exit from the theme park complex. 470 2. Such agreement does not involve, either in whole or in 471 part, the sale or distribution of malt beverages between the 472 manufacturer or importer, or the manufacturer's or importer's distributor, and a vendor. 473 474 The vendor, as a result of such agreement, does not 3. 475 give preferential treatment to the alcoholic beverage brand or

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476	brands of the manufacturer or importer with whom the vendor has
477	entered into such agreement.
478	4. Such agreement does not limit, either directly or
479	indirectly, the sale of alcoholic beverages of another
480	manufacturer or importer, or distributor.
481	5. Within 10 days after execution of such agreement, the
482	vendor files with the division a description of the agreement
483	which includes the location, dates, and the name of the
484	manufacturer or importer that entered into the agreement.
485	
486	As used in this paragraph, the term "negotiated at arm's length"
487	means the negotiation of a business transaction by independent
488	parties acting in each party's own individual self-interest and
489	conducted as if the parties were strangers, so that no conflict
490	of interest may arise.
491	(b) A manufacturer or importer of malt beverages which is
492	a party to a brand-naming rights agreement may not, either
493	directly or indirectly, solicit or receive from any of its
494	distributors any portion of the payment due from the
495	manufacturer or importer of malt beverages to the vendor
496	pursuant to such agreement. Such agreement exists solely between
497	the manufacturer and the vendor and does not, directly or
498	indirectly, in any way obligate or place responsibility,
499	financial or otherwise, upon a distributor.
500	(c) Notwithstanding s. 561.29(3) and (4), a manufacturer

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501 of malt beverages, an importer of malt beverages, or a vendor 502 who violates this subsection is subject to: 503 1. A civil penalty of not more than \$25,000, for a first 504 violation. 505 2. A civil penalty of not more than \$100,000 for a second 506 violation occurring within 36 months after the date of the first 507 violation. 508 3. At the discretion of the division, in lieu of or in 509 addition to a civil penalty imposed under subparagraph 2., 510 suspension or revocation of the alcoholic beverage license for a 511 third or subsequent violation occurring within 36 months after 512 the date of the first violation. 513 514 A violation occurring more than 36 months after a first 515 violation is deemed a first violation under this paragraph. When 516 imposing a civil penalty within the ranges provided in 517 subparagraphs 1. and 2., the division may not impose a civil 518 penalty in an amount greater than the financial value of the 519 brand-naming rights agreement. Section 5. Subsection (6) of section 562.34, Florida 520 521 Statutes, is amended to read: 522 562.34 Containers; seizure and forfeiture.-Notwithstanding the provisions of this section, it 523 (6) 524 shall not be unlawful for any person to have in her or his 525 possession, custody, or control a growler as described in s.

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563.06(7) or s. 564.055(1)(b), either full or empty, or to 526 527 transport such growler. 528 Section 6. Section 562.65, Florida Statutes, is created to 529 read: 530 562.65 Licensed premises of vendors; dogs and cats allowed 531 in designated areas.-532 (1) As used in this section, the term: 533 (a) "Division" means the Division of Alcoholic Beverages 534 and Tobacco of the Department of Business and Professional 535 Regulation. 536 (b) "Dog" means a dog that is domesticated and kept as a 537 household pet. (c) "Cat" means a cat that is domesticated and kept as a 538 household pet. 539 (d) "Licensed premises" has the same meaning as provided 540 541 in s. 561.01(11). 542 (e) "Vendor" means a person who is licensed under the 543 Beverage Law to sell or serve alcoholic beverages for 544 consumption on the premises. The term includes a winery 545 qualifying as a certified Florida Farm Winery under s. 599.004. 546 (2) A vendor may allow dogs or cats in designated areas, including certain indoor areas, of the licensed premises under 547 548 the following conditions: 549 (a) No more than 10 percent of the gross revenue of the 550 vendor's business may be from the sale of food consumed on the

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551 licensed premises. Ice may not be considered food. 552 Dogs must be kept on a leash at all times. (b) 553 (C) Dogs or cats must be under reasonable control at all 554 times. 555 (d) Dogs or cats may not be on tables, bar tops, or other 556 furnishings. (e) 557 Dogs or cats may not be in any area of the licensed 558 premises where food is stored or prepared. 559 Dog or cat waste must be removed immediately and the (f) 560 area sanitized. 561 (q) Individuals may be held liable if they fail to follow 562 paragraphs (b) - (f) when that failure causes injury to another. 563 The division may adopt reasonable rules to administer (3) 564 this section. 565 Section 7. Subsection (6) of section 563.06, Florida 566 Statutes, is amended to read: 567 563.06 Malt beverages; imprint on individual container; 568 size of containers; exemptions.-569 (6) With the exception of growlers as described in 570 subsection (7), all malt beverages packaged in individual 571 containers sold or offered for sale by vendors at retail in this 572 state shall be in individual containers containing no more than 32 ounces of such malt beverages; however, nothing contained in 573 574 this section shall affect malt beverages packaged in bulk, in 575 keqs, or in barrels or in any individual container containing

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576 either 2 liters or 1 gallon or more of such malt beverage 577 regardless of individual container type. 578 Section 8. Section 564.05, Florida Statutes, is repealed. Section 9. Section 564.055, Florida Statutes, is amended 579 580 to read: 581 564.055 Cider containers and growlers.-582 (1) Notwithstanding any other law to the contrary, cider, 583 as defined in s. 564.06(4), may be: 584 (a) Sold by vendors at retail in any size individual 585 container containing no more than 32 ounces of cider. 586 (b) Packaged, filled, refilled, or sold in a growler that 587 holds 32, 64, or 128 ounces of such cider, if it is filled at 588 the point of sale. 589 1. Cider packaged in a growler may be filled or refilled 590 by a licensed manufacturer of wine holding a vendor's license 591 under s. 561.221(1)(a), or any person authorized to fill or 592 refill a malt beverage growler under s. 563.06(7)(a)1.-3. 593 2. The growler must include an imprint or label that 594 provides information specifying the name of the manufacturer, 595 the brand, and the anticipated percent of alcohol by volume of 596 the cider. The package must have an unbroken seal or be 597 incapable of being immediately consumed. 3. A licensee authorized to fill or refill growlers may 598 599 not use growlers for the purpose of distribution or sale outside of the licensed manufacturing premises or licensed vendor 600

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601 premises.

602 4. A person, firm, or corporation, including its agents, 603 officers, or employees, that violates this subsection commits a 604 misdemeanor of the first degree, punishable as provided in s. 605 775.082 or s. 775.083, and the license held by the person, firm, 606 or corporation, if any, is subject to revocation or suspension 607 by the division. A person, firm, or corporation, including its agents, officers, or employees, that violates subparagraph 2. is 608 609 subject to a fine by the division of up to \$250.

610 (2) ; however, This section does not prohibit cider from 611 being packaged and sold in bulk, in kegs or barrels, or in any 612 individual container that contains <u>either 2 liters or</u> 1 gallon 613 or more of cider, regardless of container type.

614 Section 10. Section 564.09, Florida Statutes, is amended 615 to read:

564.09 Restaurants; off-premises consumption of wine.-616 617 Notwithstanding any other provision of law, a restaurant 618 licensed to sell wine on the premises may permit a patron to 619 remove one unsealed bottle of wine for consumption off the premises if the patron has purchased a full course meal 620 621 consisting of a salad or vegetable, entree, a beverage, and 622 bread and consumed a portion of the bottle of wine with such meal on the restaurant premises. A partially consumed bottle of 623 624 wine that is to be removed from the premises must be securely 625 resealed by the licensee or its employees before removal from

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626 the premises. The partially consumed bottle of wine shall be 627 placed in a bag or other container that is secured in such a 628 manner that it is visibly apparent if the container has been 629 subsequently opened or tampered with, and a dated receipt for 630 the bottle of wine and full course meal shall be provided by the 631 licensee and attached to the container. If transported in a 632 motor vehicle, the container with the resealed bottle of wine 633 must be placed in a locked glove compartment, a locked trunk, or 634 the area behind the last upright seat of a motor vehicle that is 635 not equipped with a trunk.

636 Section 11. Paragraphs (a) and (b) of subsection (1) and 637 subsections (2) and (5) of section 565.03, Florida Statutes, are 638 amended to read:

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

642

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

(a) "Branded product" means any distilled spirits product
manufactured on site, or manufactured on site and blended on
<u>site with other distilled spirits</u>, which requires a federal
certificate and label approval by the Federal Alcohol
Administration Act or federal regulations.

(b) "Craft distillery" means a licensed distillery that
produces 250,000 75,000 or fewer gallons per calendar year of
distilled spirits on its premises, of which 60 percent of the

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651 <u>distillery's blended spirits produced shall be made from state</u> 652 <u>agricultural products</u>, and <u>is designated as a craft distiller by</u> 653 <u>has notified</u> the division <u>upon notification</u> in writing of its 654 decision to qualify as a craft distillery.

(2) (a) A distillery or a craft 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:

659 1. A distillery engaged in the business of manufacturing660 distilled spirits: \$4,000.

661 2. A craft distillery engaged in the business of662 manufacturing distilled spirits: \$1,000.

3. A person engaged in the business of rectifying andblending spirituous liquors and nothing else: \$4,000.

(b) <u>A licensed distillery or craft distillery may</u> 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 that is
not licensed as a vendor under s. 561.221 may sell to consumers
under its craft distillery license, at its souvenir gift shop,
up to 75,000 gallons per calendar year of branded products
distilled on its premises in this state in factory-sealed
containers that are filled at the distillery for off-premises

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676 consumption by consumers. Such sales are authorized only on 677 private property owned or leased by the craft distillery that is 678 contiguous to the craft distillery's licensed distillery 679 premises approved by the division in this state and included on 680 the sketch or diagram defining the licensed premises submitted 681 with the distillery's license application. All sketch or diagram 682 revisions by the distillery shall require the division's 683 approval verifying that the souvenir gift shop location operated 684 by the licensed distillery is owned or leased by the distillery 685 and on property contiguous to the distillery's production 686 building in this state.

687 1. A craft distillery may not sell under its craft distillery license, other than under permits issued to the craft 688 689 distillery for fairs, trade shows, expositions, and festivals 690 pursuant to s. 561.221, any factory-sealed individual containers 691 of spirits to consumers in this state except in face-to-face 692 sales transactions with such consumers at the craft distillery's 693 licensed premises. Such containers must be in compliance with 694 the container limits in s. 565.10 who are making a purchase of 695 no more than six individual containers of each branded product. 696 Each container sold in face-to-face transactions with 2 697 consumers must comply with the container limits in s. 565.10, 698 per calendar year for the consumer's personal use and not for 699 resale and who are present at the distillery's licensed premises in this state. 700

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701 <u>2.3.</u> A craft distillery <u>licensed under this section</u> must 702 report to the division within 5 days after it reaches the 703 production limitations provided in paragraph (1) (b). Any retail 704 sales <u>under its craft distillery license</u> to consumers at the 705 craft distillery's licensed premises are prohibited beginning 706 the day after it reaches the production limitation.

707 3.4. A craft distillery that has not been issued a 708 vendor's license under s. 561.221 may not ship or arrange to 709 ship any of its distilled spirits to consumers in this state and 710 may sell and deliver only to consumers within the state in a 711 face-to-face transaction at the distillery property. However, a 712 craft distillery distiller licensed under this section may ship, 713 arrange to ship, or deliver such spirits to manufacturers of 714 distilled spirits, wholesale distributors of distilled spirits, 715 state or federal bonded warehouses, and exporters, or consumers 716 located outside of the state; however, all such shipments must 717 comply with the laws where such products are scheduled to be 718 delivered for personal or commercial use.

719 <u>4.5.</u> Except as provided in subparagraph <u>5.6.</u>, it is 720 unlawful to transfer a distillery license for a distillery that 721 produces <u>250,000</u> 75,000 or fewer gallons per calendar year of 722 distilled spirits on its premises or any ownership interest in 723 such license to an individual or entity that has a direct or 724 indirect ownership interest in any distillery licensed in this 725 state; another state, territory, or country; or by the United

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726 States government to manufacture, blend, or rectify distilled 727 spirits for beverage purposes.

<u>5.6.</u> A craft distillery shall not have its ownership
affiliated with another distillery, unless such distillery
produces <u>250,000</u> 75,000 or fewer gallons per calendar year of
distilled spirits on each of its premises in this state or in
another state, territory, or country.

6. A craft distillery may transfer up to 75,000 gallons
per calendar year of distilled spirits that it manufactures from
its federal bonded space, nonbonded space at its licensed
premises, or storage areas to its souvenir gift shop.

(5) A craft distillery <u>transferring distilled spirits to</u>
<u>its retail areas pursuant to s. 561.221(1)(a)</u> making sales under
paragraph (2)(c) is responsible for submitting any excise taxes
<u>due to the state on distilled spirits</u> on beverages under the
Beverage Law <u>with in</u> its monthly report to the division with any
tax payments due to the state.

743 Section 12. Section 565.17, Florida Statutes, is amended 744 to read:

565.17 Beverage tastings by distributors, craft
distilleries, and vendors.-A licensed distributor of spirituous
beverages, <u>a craft distillery</u>, as defined in s. 565.03, or any
vendor, is authorized to conduct spirituous beverage tastings
upon any licensed premises authorized to sell spirituous
beverages by package or for consumption on premises without

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751 being in violation of s. 561.42, provided that the conduct of 752 the spirituous beverage tasting shall be limited to and directed 753 toward the general public of the age of legal consumption.

Section 13. This act shall take effect July 1, 2019.

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