1

2 3

4

5 6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26 27

28

HB 0665 2003 CS CHAMBER ACTION The Committee on Business Regulation recommends the following: Committee Substitute Remove the entire bill and insert: A bill to be entitled An act relating to the Beverage Law; amending s. 561.32, F.S., relating to transfer of certain licenses to sell alcoholic beverages; providing exception to waiver of certain transfer fees when a described transfer is within a specified period; amending s. 561.221, F.S.; revising provisions for limited permits issued by the Division of Alcoholic Beverages and Tobacco for wine tastings and sales at certain events; amending s. 561.57, F.S.; revising provisions limiting vehicles used in making deliveries of alcoholic beverages; amending s. 599.004, F.S.; allowing a Florida Farm Winery to lease its premises to a vendor; allowing sales to occur only on the premises of the winery; providing an effective date. Be It Enacted by the Legislature of the State of Florida: Section 1. Subsection (5) of section 561.32, Florida Statutes, is amended to read:

Page 1 of 6 CODING: Words stricken are deletions; words underlined are additions. HB 0665

29 561.32 Transfer of licenses; change of officers or 30 directors; transfer of interest.--

31 (4)(a) Except as provided in paragraph (b), a license 32 issued under s. 561.20(1) shall not be transferable in any 33 manner, either directly or indirectly, including by any change 34 in stock, partnership shares, or other form of ownership of any 35 entity holding the license, except by probate or guardianship proceedings, for a period of 3 years from the date of original 36 37 issuance. Any attempted assignment, sale, or transfer of 38 interest in such license either directly or indirectly in 39 violation of this provision is hereby declared void, and the 40 license shall be deemed abandoned and shall revert to the state 41 to be issued in the manner provided by law for issuance of new 42 licenses.

43 (b) A license issued under s. 561.20(1) may be transferred 44 as provided by law within the 3-year period only upon payment to 45 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 46 47 county in which the license is valid. However, if the county is 48 only authorized for the issuance of liquor licenses for package 49 sales only, the transfer fee shall be in an amount equal to 15 50 times the annual license fee specified in s. 565.02(1)(a). Subsequent to any such transfer, the transferee shall be subject 51 52 to the provisions of the beverage laws with respect to the 53 requirement for initial issuance of a license. Any change of 54 ownership in any manner, either directly or indirectly, 55 including any change in stock, partnership shares, or other form 56 of ownership of any entity holding the license shall be

Page 2 of 6

CODING: Words stricken are deletions; words underlined are additions.

2003 CS

2003 CS

HB 0665

57 considered a transfer and subject to the fees set forth in this 58 paragraph. The transfer fees provided for in this paragraph 59 shall be in addition to any other transfer fee provided for by 60 this section. The funds collected pursuant to this paragraph 61 shall be deposited in the Alcoholic Beverages and Tobacco Trust 62 Fund and shall be used by the division to defray the costs of 63 operation.

The division shall waive the transfer fee and the 64 (5) 65 delinquent penalties, but not the license renewal fee, when the 66 transfer of an interest in an alcoholic beverage license occurs 67 by operation of law because of a death, judicial proceedings, 68 court appointment of a fiduciary, foreclosure or forced judicial 69 sale, bankruptcy proceedings, or seizure of a license by a 70 government agency. The waiver provided for in this subsection 71 shall not apply to transfers due to a foreclosure or forced 72 judicial sale made within the 3-year period set forth in 73 subsection (4).

74 Section 2. Subsection (1) of section 561.221, Florida75 Statutes, is amended to read:

76 561.221 Licensing of manufacturers and distributors as 77 vendors and of vendors as manufacturers; conditions and 78 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

Page 3 of 6

CODING: Words stricken are deletions; words underlined are additions.

HB 0665

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
<u>tastings</u> 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.

97 (c) The Division of Alcoholic Beverages and Tobacco shall 98 issue permits to vendors to conduct tastings and sales of wine 99 at Florida fairs, trade shows, expositions, and festivals. The 100 permit is limited to the length of the event.

Section 3. Subsection (2) of section 561.57, FloridaStatutes, is amended to read:

103 561.57 Deliveries by licensees.--

104 Manufacturers and distributors may make deliveries to (2) 105 other manufacturers and distributors in vehicles that are owned 106 or leased by the licensee or by common carrier. Distributors may 107 make deliveries to vendors in vehicles that are owned or leased 108 by the licensee or by common carrier. Vendors may make 109 deliveries to consumers in vehicles which are owned or leased by 110 the licensee or by common carrier. However, a vendor that holds 111 a manufacturer's or distributor's license in the same entity as

112 the vendor or in a subsidiary or affiliated entity may not make

Page 4 of 6

CODING: Words stricken are deletions; words underlined are additions.

2003 CS

HB 0665

113 any deliveries to consumers Deliveries made by a manufacturer, 114 distributor, or vendor away from his or her place of business 115 may be made only in vehicles which are owned or leased by the 116 licensee. By acceptance of an alcoholic beverage license and the 117 use of such vehicles that are owned or leased by the licensee, 118 the licensee agrees that such vehicle shall always be subject to 119 be inspected and searched without a search warrant, for the purpose of ascertaining that all provisions of the alcoholic 120 121 beverage laws are complied with, by authorized employees of the 122 division and also by sheriffs, deputy sheriffs, and police 123 officers during business hours or other times the vehicle is being used to transport or deliver alcoholic beverages. 124

Section 4. Subsection (1) of section 599.004, Florida Statutes, is amended to read:

127 599.004 Florida Farm Winery Program; registration; logo;128 fees.--

129 The Florida Farm Winery Program is established within (1)130 the Department of Agriculture and Consumer Services. Under this 131 program, a winery may qualify as a tourist attraction only if it 132 is registered with and certified by the department as a Florida Farm Winery. Notwithstanding any other provision of the Beverage 133 134 Law, a Florida Farm Winery may lease a portion of its premises 135 to a vendor. A winery may not claim to be certified unless it 136 has received written approval from the department.

137 (a) To qualify as a certified Florida Farm Winery, a138 winery shall meet the following standards:

Produce or sell less than 250,000 gallons of wine
 annually.

Page 5 of 6

CODING: Words stricken are deletions; words underlined are additions.

2003 CS

2003 CS

HB 0665

141 Maintain a minimum of 10 acres of owned or managed 2. 142 vineyards in Florida. 143 3. Be open to the public for tours, tastings, and sales at 144 least 30 hours each week. Sales may occur only on the premises 145 of the Florida Farm Winery. 4. Make annual application to the department for 146 147 recognition as a Florida Farm Winery, on forms provided by the 148 department. 149 5. Pay an annual application and registration fee of \$100. 150 (b) To maintain certification and recognition as a Florida 151 Farm Winery, a winery must comply with the qualifications 152 provided in this section. The Commissioner of Agriculture is 153 authorized to officially recognize a certified Florida Farm 154 Winery as a state tourist attraction.

155

Section 5. This act shall take effect upon becoming a law.