CS/HB 263

1	A bill to be entitled
2	An act relating to craft distilleries; amending s.
3	565.03, F.S.; defining the term "branded product";
4	revising the limitation on the number of containers
5	that may be sold to consumers by craft distilleries;
6	applying such limitation to individual containers for
7	each branded product; prohibiting a craft distillery
8	from shipping or arranging to ship any of its
9	distilled spirits to consumers; limiting sale and
10	delivery of distilled spirits; revising a restriction
11	on certain craft distillery ownership; providing an
12	effective date.
13	
14	Be It Enacted by the Legislature of the State of Florida:
15	
16	Section 1. Paragraphs (a) and (b) of subsection (1) of
17	section 565.03, Florida Statutes, are redesignated as paragraphs
18	(b) and (c), respectively, a new paragraph (a) is added to that
19	subsection, and paragraph (c) of subsection (2) of that section
20	is amended, to read:
21	565.03 License fees; manufacturers, distributors, brokers,
22	sales agents, and importers of alcoholic beverages; vendor
23	licenses and fees; craft distilleries
24	(1) As used in this section, the term:
25	(a) "Branded product" means any distilled spirits product
26	manufactured on site which requires a federal certificate and
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(2)

# 27 <u>label approval by the Federal Alcohol Administration Act or</u> 28 federal regulations.

29

30 (C) A craft distillery licensed under this section may 31 sell to consumers, at its souvenir gift shop, branded products 32 spirits distilled on its premises in this state in factory-33 sealed containers that are filled at the distillery for off-34 premises consumption. Such sales are authorized only on private 35 property contiguous to the licensed distillery premises in this 36 state and included on the sketch or diagram defining the 37 licensed premises submitted with the distillery's license 38 application. All sketch or diagram revisions by the distillery 39 shall require the division's approval verifying that the souvenir gift shop location operated by the licensed distillery 40 is owned or leased by the distillery and on property contiguous 41 42 to the distillery's production building in this state. A craft distillery or licensed distillery may not sell any factory-43 44 sealed individual containers of spirits except in face-to-face 45 sales transactions with consumers who are making a purchase of 46 two or fewer individual containers of each branded product, 47 which that comply with the container limits in s. 565.10, per 48 calendar year for the consumer's personal use and not for resale and who are present at the distillery's licensed premises in 49 50 this state.

A craft distillery must report to the division within 5
 days after it reaches the production limitations provided in

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53 paragraph (1) (b) (1) (a). Any retail sales to consumers at the 54 craft distillery's licensed premises are prohibited beginning 55 the day after it reaches the production limitation.

56 2. A craft distillery may not only ship or  $\tau$  arrange to 57 ship, or deliver any of its distilled spirits to consumers and 58 may sell and deliver only to consumers within the state in a 59 face-to-face transaction at the distillery property. However, a craft distiller licensed under this section may ship, arrange to 60 ship, or deliver such spirits to manufacturers of distilled 61 62 spirits, wholesale distributors of distilled spirits, state or 63 federal bonded warehouses, and exporters.

64 3. Except as provided in subparagraph 4., it is unlawful 65 to transfer a distillery license for a distillery that produces 66 75,000 or fewer gallons per calendar year of distilled spirits 67 on its premises or any ownership interest in such license to an 68 individual or entity that has a direct or indirect ownership 69 interest in any distillery licensed in this state; another 70 state, territory, or country; or by the United States government 71 to manufacture, blend, or rectify distilled spirits for beverage 72 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 <u>each of</u> its premises <u>in this state or in another</u>
state, territory, or country.

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Section 2. This act shall take effect July 1, 2015.

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