# HOUSE OF REPRESENTATIVES STAFF ANALYSIS

**BILL #:** HB 6037 Individual Wine Containers

SPONSOR(S): Perez

TIED BILLS: IDEN./SIM. BILLS: SB 894

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF
1) Business & Professions Subcommittee	12 Y, 0 N	Thompson	Anstead
2) Commerce Committee			

# **SUMMARY ANALYSIS**

In Florida, the Beverage Law regulates the manufacture, distribution, and sale of wine, beer, and liquor by manufacturers, distributors, and vendors. The Division of Alcoholic Beverages and Tobacco in the Department of Business and Professional Regulation administers and enforces the Beverage Law.

Section 564.05, F.S., prohibits the sale of wine in an individual container that holds more than one gallon of wine. However, wine may be sold in a reusable container of 5.16 gallons. This applies to persons who sell wine by the bottle, or retail sales. Pursuant to the Beverage Law, only licensed vendors are authorized to sell alcoholic beverages at retail. Distributors and manufacturers may sell wine to other distributors and manufacturers in containers of any size.

The bill repeals s. 564.05, F.S., relating to limitations on the size of individual wine containers.

The bill does not appear to have a fiscal impact on state or local governments.

The bill provides an effective date of July 1, 2019.

This document does not reflect the intent or official position of the bill sponsor or House of Representatives. STORAGE NAME: h6037a.BPS

**DATE**: 3/6/2019

# **FULL ANALYSIS**

# I. SUBSTANTIVE ANALYSIS

#### A. EFFECT OF PROPOSED CHANGES:

# **Background**

# **Beverage Law**

In Florida, the Beverage Law<sup>1</sup> regulates the manufacture, distribution, and sale of wine, beer, and liquor by manufacturers, distributors, and vendors.<sup>2</sup> The Division of Alcoholic Beverages and Tobacco (Division) in the Department of Business and Professional Regulation (DBPR) administers and enforces the Beverage Law.<sup>3</sup>

"Alcoholic beverages" are defined in s. 561.01, F.S., as "distilled spirits and all beverages containing one-half of 1 percent or more alcohol by volume." "Malt beverages" are brewed alcoholic beverages containing malt.<sup>4</sup>

Section 561.14, F.S., specifies the license and registration classifications used in the Beverage Law.

- "Manufacturers" are those "licensed to manufacture alcoholic beverages and distribute the same at wholesale to licensed distributors and to no one else within the state, unless authorized by statute."
- "Distributors" are those "licensed to sell and distribute alcoholic beverages at wholesale to persons who are licensed to sell alcoholic beverages."
- "Importers" are those licensed to sell, or to cause to be sold, shipped, and invoiced, alcoholic beverages to licensed manufacturers or licensed distributors, and to no one else in this state.<sup>5</sup>
- "Vendors" are those "licensed to sell alcoholic beverages at retail only" and may not "purchase or acquire in any manner for the purpose of resale any alcoholic beverages from any person not licensed as a vendor, manufacturer, bottler, or distributor under the Beverage Law."

#### **Wine Containers**

Section 564.05, F.S., prohibits the sale of wine in an individual container that holds more than one gallon of wine. However, wine may be sold in a reusable container of 5.16 gallons. This applies to a person who sells wine by the bottle within the state. The size limitations appear to apply to vendors, and thus at retail sales only.

Distributors and manufacturers may sell wine to other distributors and manufacturers in containers of any size.

Any person who violates the prohibition commits a second-degree misdemeanor.<sup>6</sup>

# **Effect of the Bill**

The bill repeals s. 564.05, F.S., relating to limitations on the size of individual wine containers.

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<sup>&</sup>lt;sup>1</sup> Section 561.01(6), F.S., provides that the "The Beverage Law" means chs. 561, 562, 563, 564, 565, 567, and 568, F.S.

<sup>&</sup>lt;sup>2</sup> See s. 561.14, F.S.

<sup>&</sup>lt;sup>3</sup> S. 561.02, F.S.

<sup>&</sup>lt;sup>4</sup> S. 563.01, F.S.

<sup>&</sup>lt;sup>5</sup> S. 561.01(5), F.S.

<sup>&</sup>lt;sup>6</sup> Section 775.082, F.S., provides the penalty for a misdemeanor of the second degree is a term of imprisonment not exceeding 60 days. Section 775.083, F.S., provides the penalty for a misdemeanor of the second degree is a fine not to exceed \$500. **STORAGE NAME**: h6037a.BPS

	II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT
A.	FISCAL IMPACT ON STATE GOVERNMENT:
	1. Revenues: None.
	2. Expenditures: None.
B.	FISCAL IMPACT ON LOCAL GOVERNMENTS:
	1. Revenues: None.
	2. Expenditures: None.
C.	DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR: None.
D.	FISCAL COMMENTS: None.
	III. COMMENTS
A.	CONSTITUTIONAL ISSUES:
	Applicability of Municipality/County Mandates Provision:     Not Applicable. This bill does not appear to affect county or municipal governments.
	2. Other: None.
B.	RULE-MAKING AUTHORITY: The bill does not appear to create a need for rulemaking or rulemaking authority.
C.	DRAFTING ISSUES OR OTHER COMMENTS: None.

Repeals s. 564.05, F.S., relating to limitations on the size of individual wine containers.

Provides an effective date of July 1, 2019.

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IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

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**B. SECTION DIRECTORY:** 

Section 1

Section 2