## **General Regulations**

For purposes of these Regulations, "license" shall have the same meaning as defined in 3 V.S.A. § 801(b)(3), including "the whole or part of any [Department of Liquor Control (DLC) or Liquor Control Board] permit, certificate, approval, registration, charter, or similar form of permission required by law"; "licensed premises" shall mean any location subject to a license; and "licensee" shall mean any individual or entity holding a license.

1. The Liquor Control Board may establish a schedule of penalties for specifically enumerated violations, which may be imposed by the Department, allowing for the licensee to waive a hearing and accept the stated penalty(s). Licensees may decline to accept the stated penalty(s) and ask for a hearing before the Board.

2. It shall be unlawful for any common or contract carrier, <u>or any individual or entity operating</u> <u>transportation facilities in this state or otherwise transporting goods for hire-or anyone holding a 1<sup>st</sup></u> <u>class, and/or 3<sup>rd</sup>-class license</u> individual, partnership, corporation or association operating transportation facilities in this state, or who otherwise transports for hire, to receive or cause to be imported into this state any spirituous liquor unless such liquors are consigned for delivery to the Vermont Liquor Control Board, or malt or vinous beverages unless consigned for delivery to a wholesale dealer holding a wholesale dealer's license issued by the Liquor Control Board. Provided, h H</u>owever, that it shall be lawful to accept individual consignments of <u>malt or</u> vinous beverages for transportation into and delivery within the state to an individual only when such <u>malt or</u> vinous beverages are sold and shipped pursuant to <u>Title</u> 7 V.S.A.<u>Section §§</u> 66, <u>68 or other applicable provision of law</u>.

3. <u>A licensee shall not permit or suffer</u> **F**<u>t</u>he possession or consumption of any alcoholic beverages on **a**<u>its</u> licensed <u>or permitted</u> premise of a higher alcoholic content than that <u>permitted allowed</u> by the license granted for said premises<u>-is prohibited</u>.

4. A licensee shall not possess or allow the consumption of malt, vinous beverages or spirituous liquors other than those purchased on invoice from a bottler's or wholesale dealer or on invoice from the Vermont Liquor Control Board, or on invoice from a <u>\_holder of a Dd</u>irect\_to\_<u>rRe</u>tail <u>Ss</u>hippers <u>Llicensee</u>.

5. Requests for catering must be made by <u>first class licensees or first class licensees or</u> first <u>& and</u> third class licensees also holding a catering license, <u>and-or a commercial caterers commercial caterers-license</u>, at least five-days prior to the date of the catered party. The five-day requirement may be shortened, but not less than one-day prior to the occasion, at the discretion of the local control commissioners.

a. Pre-approval of certain locations may be granted annually at the time of renewal by the dDepartment. Events with more than 200 people shall notify the dDepartment by fax or e-mail at least 24 hours in advance of the event.

6. No-Only third class licensees or permitte not holding a 3<sup>rd</sup> class license from the Department of Liquor <u>Control</u> person holding a first or second class license, wholesale dealer's or bottler's license, or certificate of approval for malt or vinous beverages, may possess, sell or furnish any malt or vinous beverages containing an alcoholic content greater than 16% greater than 16% of 17% or higher. Cooking wines, which contain an alcohol content greater than 16% greater than 16% of 17% or higher and 1.5% of sodium, are not considered beverages and are therefore not governed under these regulations. 7. Licensees and licensee employees, permittees or employees of any licensed establishment and/or permitted locations shall allow at any time, a member of the Liquor Control Board, the Commissioner, Commissioner of Taxes, and/or any of their assistants or Investigators to examine the licensed premises as well as all records, papers, stock, or merchandise or equipment in reference to his or herthe operation of the license or permit, and shall keep-retain such recordsitems for inspection. as the Board or the Commissioner of Taxes may require. All licensees shall keep on their licensed premises for a period of two years a complete record covering the operation of their license, including all invoices covering the purchase of alcoholic beverages and/or tobacco, and all financial records including but not limited to daily receipts for the sale of alcohol and/or tobacco. Wholesale dealers must keep records of their sales. If any person licensee has more than one licensed location, they the licensee may keep all of their - records in one centralized business location in the State of Vermont and the Department shall be notified in writing, in advance, of the name, street address, and telephone number of such designated location. However, the licensee shall retain all Ftraining certificates and records however, which are on preprinted Department forms, shall be kept on the licensed premises location where the employee individual in question works.-in question serves his or her employment.

a. No licensee, or licensee employee of a licensed establishment or any individual performing work or services for a licensee on a licensed premises shall interfere with, nor permit any other individual patron to interfere with, provide false written or verbal information to, or fail to cooperate with a Liquor Control Investigator or other Vermont Law Enforcement Officer in the performance of their duties.

b. A licensee <u>or permittee</u>, <u>licensee</u> employee <u>of a licensee or permittee</u>, or any<u>one individual</u> performing work or services for a licensee on a licensed premises, related to the liquor licenses <u>or permits</u> held, shall provide a liquor investigator or a law enforcement officer with such bonafide identification as is acceptable under Vermont law when requested.

8. No Licensed establishment and/or Department authorized location\_licensee shall keep within or in connection with the licensed premises any illegal implement, machine or device of any kind or nature by the use or operation of which there is an element of chance for the winning or losing of money or other things of value, nor permit said premises to be used for illegal gambling purposes.

9. Gambling on licensed premises: With the exception of Service Clubsclubs whose officers and members consist solely of veterans of the armed forces of the United States, Aany licensee wishing to conduct game(s) of chance on licensed premises must first obtain a permit from the Vermont Department of Liquor Control using the prescribed form or format. Licensees applying for and/or receiving a permit shall be subject to financial disclosure to the Department for the purpose of verifying the disbursement of proceeds in accordance with applicable Vermont statutes and/or regulations.

10. No first or third class liquor license shall be issued to a person an individual or entity who is not first licensed with the Vermont Department of Taxes to collect the Vermont Rooms and Meals tax. Suspension of first or third class liquor licenses may result by action of the Liquor Control Board, after notice and hearing, upon certification to the Board by the Vermont Department of Taxes that the licensee has failed to collect the Vermont Rooms and Meals tax, has failed to pay over to the Vermont Department of Taxes the Vermont Rooms and Meals tax collected, or is not licensed with the Vermont Department of Taxes to collect the Vermont Rooms and Meals tax. <u>A licensee A licensee and licensee employees or permitted location</u> must allow the Commissioner of Taxes or any of his/her assistants or investigators on the licensed premise at all times to examine records covering the operation of the

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licensee's business.<del>must allow the cCommissioner of tTaxes or any of their his/her assistants or investigators on the licensed premise at all times to examine records covering the operation of the licensee's business.</del>

11. All licenses and permits shall be framed under a clear protective covering and be displayed in a public location public location conspicuous place on the licensed premises described therein... so that they may be read by the public.

12. <u>No licensee or licensee employee shall sell or furnish</u> alcoholic beverages <u>shall be sold or</u> furnished by a licensee, <u>permittee</u> or his or her employees to a <u>person</u> any individual who is less than twenty-one years of age, nor shall a licensee, <u>or permittee</u> or his or her the licensee employees permit <u>or suffer</u> alcoholic beverages to be consumed upon the licensed premises by <u>a personany individual</u> who is less than twenty-one years of age.

a. A student aged eighteen or older who is enrolled in a post-secondary education culinary arts program, accredited by a commission recognized by the U.S. Department of Education, shall be exempt from the provisions of this regulation while attending classes that require the possession or consumption of alcoholic beverages.

13. For persons individuals of questionable age, all alcohol-liquor and tobacco licensees, or permittees, or and their employees shall demand that such person-individual exhibit a valid operator's license, valid non-driver identification card, or enhanced driver's license, which has been issued by this state or another state or foreign jurisdiction, a valid United States military identification card, a valid passport card or valid passport all of which bear the person's photograph and signature, name, date of birth, and expiration date.

14. No <u>licensee shall permit an person individual</u> under eighteen years of age-<u>shall be permitted</u> to be involved in the preparation, sale or service of alcoholic beverages for on-premise consumption, -or to entertain on a paid or voluntary basis within or in connection with <u>any licensed premises</u>. <del>the</del> <u>establishment of any licensee or at a permitted location</u> holding a first and/or first and third or fourth class license to sell alcoholic beverages; <u>nNo-person individual</u> under the age of sixteen shall be allowed to sell tobacco on the premises of any licensee.

a. Hotels, restaurants, cabarets and clubs holding a first and/or first and third class license to sell

alcoholic beverages may, with permission of the Liquor Control Board after written request to the Board, allow a person between sixteen and eighteen years of age to entertain on their licensed premises on a paid or voluntary basis, when accompanied by an adult who is a parent, close relative, or guardian. Such request must be made to the Board ten days prior to the date of the entertainment.

15. No <u>second class licensee shall permit an person individual</u> under sixteen years of age <del>shall be</del> permitted to sell alcoholic beverages or tobacco on a paid or voluntary basis within or in connection with the second class licenseestablishment of any licensee holding a second class license.

16. No licensee, <u>permittee</u>, or <u>licensee</u> employee <u>of a licensee or permittee</u>, or any<u>one individual</u> involved in the sale, <u>preparation preparation</u> or furnishing of alcoholic beverages, <u>or sale of tobacco</u> <u>products or sale of tobacco products</u> and/or the enforcement on the premises of the laws, rules and regulations of this State pertaining to the sale or furnishing of alcoholic beverages, <u>or sale of tobacco</u> Formatted: Indent: Left: 0", Space After: 10 pt

products, shall consume or display the effects of alcohol or any illegal substance while in the performance of their duties.

17. No <u>licensee shall sell or furnish</u> alcoholic beverages shall be sold or furnished to a person any individual displaying signs of intoxication from alcoholic beverages or other drugs / substances. No <u>licensee shall allow</u> alcoholic beverages tomay be consumed on the licensed premises by any personindividual displaying such signs of intoxication. No person <u>No licensee shall allow any individual</u> displaying such signs of intoxication. No person <u>No licensee shall allow any individual</u> displaying such signs of intoxication. No person <u>No licensee shall allow any individual</u> displaying such signs of intoxication <u>shall be allowed</u> to stay on the licensed premises, except under direct personal supervision by a licensee or <u>licensee employeehis or her employees</u> in a segregated nonpublic area when the patron's immediate departure could be expected to pose a risk of bodily injury to the patron or any other <u>personindividual</u>.

a. Licensees or his or her-licensees' employees shall not serve alcoholic beverages to a personany individual whom it would be reasonable to expect would be under the influence as a result of the amount of alcohol served to that person. Under the influence, in this sectionRegulation, shall mean that degree of intoxication that would render it unsafe or illegal for the patron to undertake normal and expected activities upon leaving the licensed premises.

18. Licensees shall store all alcoholic beverages on the licensed premises unless otherwise authorized in writing by the Liquor Control Board.

19. No holder of a first or second class license-licensee that sells or distributes malt or vinous beverages to the public-or permitted location. may accept free malt or vinous beverages, services, monetary payments or other things of value from a manufacturer, holder of a certificate of approval, bottler, wholesale dealer, or holder of a solicitor's permit, nor purchase malt or vinous beverages below the uniform price charged by the bottler or wholesale dealer. The Liquor Control Board is empowered to define the terms "things of value" as contained herein; "things of value" exclude brand-identified items that are primarily valuable for advertising purposes and are approved by the Liquor Control Board.

20. If a license is issued to a partnership and the partnership is dissolved, the remaining partner may continue to operate under the same license until its expiration. If a new partnership is formed, a new license must be issued and the former license surrendered.

21. Any person or persons individual having a direct or vested financial interest in the business of the licensee must be disclosed on the license application. The licensee must notify the Department no less than <u>15 520</u> days before any intended changes in the ownership of and /or financial interest of any person or entity in the licensed entity can occur. Any such changes not approved by the Department, may place the license in jeopardy and/or may result in administrative penalties after a Board hearing.

a. Corporations and associations which hold liquor licenses Licensees shall have prior approval from the Liquor Control Board of any change of directors, officers, members, managers, or affiliates, and of any change in shares which that causes the holdings of any new or existing shareholder, including the holdings of that shareholder's immediate family, to equal ten percent or more of the a corporation's or association's voting shares. Notices shall be given in writing to the Liquor Control Board not later than twenty 20 days prior to any change. The Board will consider changes in the same way that new licenses are considered. If changes, other than changes caused by the death of a joint tenant, are concluded without obtaining prior Board approval, in writing, the license shall be subject to suspension or revocation.

22. Holders of a first class license <u>First class licensees</u> shall purchase on invoice, malt and vinous beverages from holders of a bottler's or Vermont wholesale dealer's license issued by the Liquor Control Board, or from holders of a <u>Ddirect-to-retailer shipping license for vinous beverages to-retailer</u> <u>shipping license for vinous beverages</u> <u>Retailers Vinous Shipping License</u> issued by the Liquor Control Board, <u>such purchase to be consumed for consumption</u> only on the licensed premises, <u>except as allowed</u> by 7 V.S.A. § 222(1) or other applicable provision of law.

23. Holders of a sSecond class licensees shall purchase on invoice, malt and vinous beverages only from holders of a bottler's or wholesale dealer's license issued by the Liquor Control Board, or from holders of a Ddirect-to-retailer shipping license for vinous beverages irect-to-retailer shipping license for vinous beverages irect-to-retailer shipping license for vinous beverages to Retailers Vinous Shipping License issued by the Liquor Control Board, for consumption off the licensed premises. A second class licensee that sells kegs must keep copies of their keg logs for 90 days.

24. Holders of a tThird class licenses shall purchase on invoice, spirituous liquors only from the Liquor Control Board. Said liquor must be consumed on the licensed premises.

25. Each applicant for a first or second-class license shall submit<u>such an an-application in duplicate</u> on prescribed forms to the <u>eCommissioners</u> of the town or city where the licensee is to operate. Upon being satisfied that the conditions precedent to the granting of the first or second class licenses as provided in <u>Vermont Statutes Annotated</u>, <u>Title</u> 7, <u>V.S.A.</u> <u>Section</u> 222, have been fully met by the applicant, the commissioners will endorse their recommendation on the back of the applications and transmit such application <u>tsuch application</u> both copies to the Board for suitable action thereon, before any license may be granted. When an application is forwarded to the Liquor Control Board, it shall indicate it has the approval of the majority of the full membership of the-<u>L</u>ocal <u>eC</u>ontrol <u>eCommissioners</u>.

26. No first class <u>license</u> application for a hotel<sub>x</sub>, cabaret or restaurant may be issued until the applicant has on the premises a food license issued by the Vermont State Board of Health.

27. If the Local Control Commissioners suspend a first class, or first and third class or second class license, the municipality shall immediately notify the Liquor Control Board, giving the reason as well as the effective date and length of time of the suspension.

28. Holders of <u>fFirst or irst or</u> second\_class license<u>e</u>s shall not sell malt or vinous beverages at a price lower than the price in effect at the time of purchase from the wholesale dealer<u>or holders of a direct-</u> to--retail shipping license. -or holders of a Ddirect -to-rRetail Sshippping License. Holders of a third <u>class license shall not sell liquor at a price lower than the price in effect at the time of purchase from the</u> <u>Liquor Control Board</u>.

29. All licensees and permittees shall have present on the licensed premises at all times when open for business a responsible employee, agent or principal. Every licensee and <u>licensee</u> employee involved in the sale or service of alcoholic beverages or the sale of tobacco products must be able to read, write, and speak the English language with sufficient facility to be able to understand and comply with Vermont's Liquor and Tobacco Laws and Regulations.

30. Licensees moving from one location to another may move their entire stock of alcoholic beverages with prior approval from the Liquor Control Board.

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31. If a <u>Any</u> licensee <u>that</u> closes out or sells <u>his or her its</u> business, <u>they</u> shall forthwith surrender <u>theirits</u> first, second, <u>and/or third class</u> licenses to the office of the Department of Liquor Control in Montpelier. <u>They-Such licensee</u> may sell all unopened alcoholic beverages <u>they haveremaining</u> in stock only to another licensee of the same class, and an invoice covering same shall accompany the sale and a copy shall be sent to the Liquor Control Board. <u>All sales under this regulation shall be made within fifteen 15</u> days after such surrender or closing.

32. All <u>licensees shall keep their</u> licensed premises must at all times be kept in a safe and sanitary condition and <u>in complyiance</u> with State Board of Health <u>statutes and</u> regulations.

33. Licensees-<u>and permittees</u> must comply with the Vermont Department of Labor, and the Vermont Department of Public Safety, <u>rulesstatutes</u> and regulations.

34. <u>No-A licensee shall not lock the D</u>doors of <u>its</u> licensed <u>premisesestablishments, or permitted</u> <u>locations</u> where alcoholic beverages are <u>stored</u>, sold, <u>furnished</u> <u>andor</u> consumed <u>shall not be locked</u> if any <u>persons-individual</u> other than the <u>on duty</u> licensee <u>or permittee</u> and <u>or the</u> on duty <u>licensee</u> employees are on the licensed premises.

a. Notwithstanding <u>the above</u>, licensed <u>Cclubs, as defined by 7 V.S.A. § 2(7), ("Clubs"</u>) may choose to have their doors locked or unlocked.

35. <u>All licensees shall ensure that Lighting in any their licensed premises or permitted location shall be is</u> of such degree that <u>athe Department</u> Investigator, <del>or</del> and the Licensee <u>or permittee</u> and his or her and <u>licensee</u> employees, shall be able to read the identification cards of the patrons and observe-customers all individuals wherever alcohol is served.

36. It shall be the duty of all licensees or permittees and/or their employees to All licensees shall control the conduct of all individuals on their licensed premises their patrons at all times. All licensees must ensure the safety of individuals entering, leaving, or remaining on the licensed premises. All licensees or permittees must ensure the safety of customers individuals entering, leaving, or remaining on the licensed premises. All licensees or permittees must ensure the safety of customers individuals entering, leaving, or remaining on the licensed premises/permitted location. No licensee shall permit or suffer any disturbances, brawls, fighting or illegal activity-shall be permitted or suffered upon any the licensed premises; nor shall a licensee permit or suffer such premises to be conducted in such a manner as to render said-such premises or the streets, sidewalks, parking lots or highways adjacent thereto a public nuisance.

a. The Board may find, that a licensee <u>or permittee</u> suffered a disturbance, brawl, fight or illegal activity upon <u>its licensed the licensed</u> premises or upon the streets, sidewalks, parking lots or highways adjacent thereto if any individual engaged in such conduct had been allowed to stay on the licensed premises <u>or permitted location</u> while displaying signs of intoxication from alcohol, drugs or other substances, and/or if it would be reasonable to expect that such <u>personindividual</u> would be intoxicated as a result of the amount of alcohol served to that <u>personindividual</u>. Under such facts, the Board may conclude that any such <u>personindividual</u>'s conduct should have been anticipated.

37. Except as otherwise authorized by law or Liquor Control Board regulation, no <u>licensee may serve</u> malt beverages may be drawn or served otherwise than in glasses, mugs, pitchers, or other containers, of a maximum capacity of thirty two ounces, nor <u>serve</u> more than four fluid ounces of spirituous liquor may be available to any individual customer at one time or <u>used</u> in the making of a single mixed drink, and<u>nor serve</u> more than two of the above containers may be served to any individual customer at one time.

38. Licensees <u>or permittees</u> of the first class dispensing <u>draft beer or ale any alcoholic beverage from a</u> <u>draft system</u>, shall display <u>beer</u> tap signs, clearly visible to the patrons, disclosing the brands of <u>beer or</u> <u>alealcoholic beverages</u>, <u>which that</u> are being dispensed. Such signs shall be displayed on the tap of the dispensing apparatus.

39. In the event the Board shall suspend or revoke any license, a copy of the notice of such suspension or revocation shall be furnished to the Local Control Commissioners.

a. <u>Alcohol-Liquor</u> licensees under suspension shall not sell, serve, allow the consumption of, make orders for, or receive deliveries of alcoholic beverages upon the <u>licensed</u> premises.

b. Tobacco licensees under suspension shall not sell, serve, allow the consumption of, make orders for, or receive deliveries of tobacco products upon the <u>licensed</u> premises

40. No licensee <u>or licensee employees</u> <del>, permittee, or his or her licensee employees</del> shall serve to any customer any brand of malt beverages, vinous beverages or spirituous liquor other than that actually ordered.

41. <u>In any licensed establishment (First, Second, or Fourth Class) no-No licensee shall use a container</u> <u>may be used</u> under <u>beer</u> any alcoholic beverage taps to catch drippings. The drip pan shall be connected to a plumbed drain to discard the waste in a sanitary manner. <u>No container may be used under beer</u> taps to catch drippings. A drain shall be provided to care for the waste.

42. <u>No licensee shall allow There is to be no</u> consumption of alcoholic beverages in any open area, on or in connection with licensed premises, without first obtaining an outside consumption permit from the local control commissioners and approval by the Liquor Control Board. <u>Licensees shall control and</u> define such area with a physical barrier, unless the area is segregated from the general public and used for a private group event open to invited attendees only such as a wedding or banquet. Such area is to be controlled and defined by a physical barrier. For catered areas at an <u>all outside events that is attended by 200 people or more, the Department may require a licensee to place</u> a double barrier shall be placed no less than six feet inside of the outer boundary of the defined area to prevent attendees from handing alcoholic beverages to <u>persons any individual</u> outside of the <u>outside consumption</u> licensed licensed area.

43.Except as otherwise authorized by law or <u>by the by the by the Liquor</u> Control Board, regulation, licensees or <u>permittees</u> shall not reuse, refill or tamper with any bottle of alcoholic beverages nor shall such licensee or <u>permittee</u> adulterate, dilute, fortify, or cause any substitution of any nature to be made in or to the contents of any bottle of alcoholic beverages.

44. The holder of a<u>A</u> first class license<u>e</u> or first and third class license<u>e</u> must be able to show that they are at all times operating the food and liquor business connected with the licensed premises; the licensee shall not lease, sub-lease or let out the food or liquor business on a percentage basis or any other agreement, except as provided in <del>Vermont Statutes Annotated, T.</del> 7 <u>V.S.A.</u> §, section 222 (4). With the prior approval of the Board, a <u>eC</u>lub may let out its food business on a percentage or concession basis, provided the <u>eC</u>lub retains general supervision and control of the conduct of such food business.

45. All <u>licensee</u> employees of a licensed establishment must be hired by the licensee and paid on a fixed salary or hourly basis. All employees must have the required withholdings deducted from their wages and the required reporting of such withholdings must be made to the Vermont Department of Labor. A first, second and/or third class license<u>ed establishment</u> shall not contract out any work, labor or services

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directly or indirectly related to the preparation, sale or service of alcoholic beverages... or enforcement of liquor laws and regulations. All such duties shall be performed by persons individuals who are employees in fact and by law.

46. The holder of a<u>A</u> second-class license<u>e</u> shall not lease, sub-lease, or let out <u>his or herthe licensee's</u> business on a percentage basis or any other type of agreement.

47. <u>LSecond class licensees of the second class</u> shall not sell or furnish malt or vinous beverages for consumption on the licensed premises nor allow any <u>person-individual</u> to consume alcoholic beverages on the licensed premises <u>except during a permitted wine/beer tasting eventas authorized by 7 V.S.A. §</u> <u>67 or other applicable provision of law</u>. <u>No-Second class licensees shall not sell or furnish any</u> malt or vinous beverages <u>shall be sold by a second class licensee</u> in other than the original container unless otherwise authorized in writing by the Liquor Control Board. For purposes of this regulation, a container shall be construed to mean a bottle, can, keg or other receptacle containing malt or vinous beverage, and shall not be construed to mean six pack rings, cardboard boxes, or other packaging material holding such containers. Also, it must be refilled into a sealed sanitary container <u>limited to 32 ounces or 64</u> <u>ounces for off-premises consumption.\_limited to not more than</u> <u>64 ounces for sale</u>. The Liquor Control Board will provide written guidelines for the implementation of this regulation as follows:

\*Retailers will notify the DLC of their intent to participate in the growler program.

\*Manufacturers may elect to participate in the retailer growler program by written authorization to their wholesale dealer with a copy sent to DLC.

\*Products will be filled to go for immediate sale and no pre-filling.

\*Clean growlers will be provided by the retailer for each sale.

\* Labels will contain the name of the retailer, product, alcohol by volume, name of manufacturer, and best if consumed in 72 hours.

\*Growlers will be filled from a direct sealed draught system.

48. No licensee, a or his or her or licensee agent or employee shall carry a stock of alcoholic beverages in a vehicle for the purpose of soliciting orders to be filled directly from such stock. The intent and purpose of the foregoing is that no licensee shall engage in the business of peddling alcoholic beverages from vehicles. No first, second, third or fourth-class licensee, licensee agent or employee, agent of a licensee or agent for the Vermont Department of Liquor Control shall make deliveries of alcoholic beverages.

49. First class or first and third class licensees shall not offer alcohol beverages at reduced prices for any period of time during daily legal hours. This <u>Regulation</u> shall not be construed to regulate prices charged for group events to its attendees only, such as banquets, nor to prohibit cover charges or price adjustments during times when live entertainment is presented on the licensed premises, nor to prohibit lower alcohol beverage prices for a full <u>business</u> day.

a. <u>No-No</u> Licensees or permittee or their or licensee employee employees shall not offer, or permit or suffer on the licensed premises games, contests, or promotions, which encourage the <u>rapid or excessive</u> consumption of alcoholic beverages... nor <u>No Licensee or licensee employee</u> shall they furnish alcoholic beverages to anyone <u>individual</u> for no charge.

50. Each applicant for a license-or permit other than a first or second -class license shall file with the

**<u>bB</u>**oard an application signed by the applicant on prescribed forms.

a. Misrepresentation of a material fact on any Department of Liquor Control forms or in other written communication with the Department shall be grounds for non-issuance, suspension or revocation of the liquor license, after notice and hearing.

51. The holder of a cabaret license must be prepared and able to demonstrate with suitable records that the gross receipts from the cabaret's sale of food, is less in amount or volume than the cabaret's sales of alcoholic beverages and the gross receipts from entertainment and dancing. Such receipts shall be based on notations made contemporaneously with such sales and receipts.

51. 52. Any licensee that is serving alcoholic beverages for on premise consumption Each first class, and first and third class, fourth class/farmers market class licensee shall post in a prominent place where alcoholic beverages is are served, a sign with the words, "Do You Have a Designated Driver?".

52. No licensee shall display, distribute, or furnish any materials, signs, or postings of any kind that advertise alcoholic beverages free of charge, or anything that would lead any consumer to believe he or she can receive an alcoholic beverage for free. For any licensee promoting food and alcoholic beverage combination specials, the licensee shall, during the promotion period, enter the sale of the alcoholic beverage as a separate full price sale and must add all applicable tax. All receipts must specifically outline the separate alcohol purchase at full price. No person, Partnership or Corporation licensee shall display, distribute, or furnish any materials, signs, or postings, of any kind, that advertise alcohol beverage for free. For any Licensee promoting food and alcoholic beverage combination specials, the licensee shall, during the promotion period, enter the sale of the alcoholic beverage and receive an alcohol purchase at full price. No person, Partnership or Corporation licensee shall display, distribute, or furnish any materials, signs, or postings, of any kind, that advertise alcohol beverage for free. For any Licensee promoting food and alcoholic beverage combination specials, the licensee shall, during the promotion period, enter the sale of the alcoholic beverage as a separate full price sale and must add all applicable tax. All receipts must specifically outline the separate alcohol purchase at full price.

53. Each manufacturer and distributor licensed by the Vermont Department of Taxes authorizing them to sell break open tickets shall maintain records and books relating to the sale and distribution of break-open tickets and to any other expenditure required by the Commissioner of Liquor Control. A licensee shall make its records and books available to the Commissioner of Taxes for auditing.

(a) On forms provided by the Vermont Department of Liquor Control, each licensed manufacturer and distributor shall file electronically with the Commissioner of Liquor Control on a quarterly basis and no later than 25 days after the end of the quarter, the following information on all break-open tickets sold or distributed during the quarter reporting period:

(1) The names of nonprofit organizations to which boxes of break-open tickets were sold.

(2) The number of boxes of break-open tickets sold to each nonprofit organization.

(3) The ticket denomination for each box sold.

(4) The serial number of each box sold.

(5) The manufacturer of each box sold

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(6) The manufacturer's product ID for each box sold.

(7) The game "name" or description for each box sold.

(8) The number of break-open tickets contained in each box sold.

(9)The ideal gross receipts of each box sold.

(10) The ideal net profit of each box sold.

(11) The "percentage payout" or the percentage of ideal gross receipts paid to the winners of each box sold.

(b) Records and reports filed under this will be shared with the Department of Taxes.

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