1	H.13
2	Representative Walz of Barre City moves that the House concur in the
3	Senate proposal of amendment and that the House propose to the Senate that
4	the bill be further amended by striking out Secs. 46-47 and their respective
5	reader assistance headings in their entireties and inserting in lieu thereof Secs.
6	46–51 and their respective reader assistance headings to read as follows:
7	* * * Retail Licenses and Permits * * *
8	Sec. 46. 7 V.S.A. § 223 is amended to read:
9	§ 223. THIRD-CLASS LICENSES
10	(a)(1) The Board of Liquor and Lottery may grant to a person who operates
11	a hotel, restaurant, club, boat, or railroad dining car, or who holds a
12	manufacturer's or rectifier's license, a third-class license if:
13	(1) the person files an application accompanied by the fee provided in
14	section 204 of this title for the premises in which the business of the hotel,
15	restaurant, club, or manufacturer or rectifier is carried on or for the boat or
16	railroad dining car-;
17	(2) the local control commissioners have approved the application; and
18	(2)(3) The the applicant shall satisfy satisfies the Board that:
19	(A) the applicant is the bona fide owner or lessee of the premises,
20	boat, or railroad dining car;

I	(B) except in the case of clubs, the premises, boat, or railroad dining
2	car has adequate and sanitary space and equipment for preparing and serving
3	meals to the public; and
4	(C) that it the premises, boat, or railroad dining car is operated for the
5	purpose covered by the license.
6	* * *
7	(d)(1) Except as otherwise provided in subdivision subdivisions (2) and (3)
8	of this subsection and section 271 of this title, a person who holds a third-class
9	license shall purchase from the Board of Liquor and Lottery all spirits and
10	fortified wines dispensed in accordance with the provisions of the third-class
11	license and this title.
12	(2) For a third-class license issued for a dining car or boat, the licensee
13	may procure outside the State of Vermont spirits and fortified wines that are
14	sold pursuant to the license.
15	(3) For a third-class license that is issued to a licensed manufacturer or
16	rectifier of spirits or fortified wines, the licensee shall not be required to
17	purchase from the Board of Liquor and Lottery spirits and fortified wines that
18	it has manufactured or rectified before selling them pursuant to its third-class
19	license.
20	* * *

1	* * * Tasting and Event Permits * * *
2	Sec. 47. 7 V.S.A. § 252 is amended to read:
3	§ 252. SPECIAL EVENT PERMITS
4	* * *
5	(c)(1) A licensed manufacturer or rectifier may be issued no not more than
6	104 10 special event permits during a for the same physical location in a
7	<u>calendar</u> year.
8	(2) Each manufacturer or rectifier planning to attend a single special
9	event pursuant to this section may be listed on a single permit for the special
10	event. However, each attendance at a special event shall count toward the
11	manufacturer's or rectifier's annual limit of 104 special event permits.
12	Sec. 48. 7 V.S.A. § 253 is amended to read:
13	§ 253. FESTIVAL PERMITS
14	* * *
15	(b) A festival permit holder shall be permitted to conduct an event that is
16	open to the public at which malt beverages, vinous beverages, fortified wines,
17	spirits, or any combination of the four are served.
18	(c)(1) A festival permit holder shall require individuals attending the
19	festival to pay an entry fee of at least \$5.00.
20	(2) Alcoholic beverages served pursuant to a festival permit shall be
21	served in compliance with the following limitations:

1	(A) Malt beverages shall be served to individuals attending the
2	festival in amounts equal to not more than 12 ounces at one time and not more
3	than 60 ounces total at any one festival.
4	(B) Vinous beverages shall be served to individuals attending the
5	festival in amounts equal to not more than five ounces at one time and not
6	more than 25 ounces total at any one festival.
7	(C) Fortified wines shall be served to individuals attending the
8	festival in amounts equal to not more than three ounces at one time and not
9	more than 15 ounces total at any one festival.
10	(D) Spirits shall be served to individuals attending the festival in
11	amounts equal to not more than one ounce at one time and not more than
12	five ounces total at any one festival.
13	(E) For festivals at which a combination of malt beverages, vinous
14	beverages, fortified wines, and spirits are served, an individual shall not be
15	served a combined total of more than six standard drinks. As used in this
16	subdivision (E), a "standard drink" means an alcoholic beverage containing
17	0.6 fluid ounces or 14 grams of pure ethyl alcohol.
18	(3) A festival permit holder shall ensure that the festival complies with
19	all applicable requirements of this title and the rules of the Board.
20	(d)(1) A festival permit holder may purchase invoiced volumes of malt or
21	vinous beverages directly from a manufacturer or packager licensed in

1	Vermont, or a manufacturer or packager that holds a federal Basic Permit or
2	Brewers Notice or evidence of licensure in a foreign country that is satisfactory
3	to the Board.
4	(2) The invoiced volumes of malt or vinous beverages may be
5	transported to the site and sold by the glass to the public by the permit holder
6	or its employees and volunteers only during the event.
7	(e)(e) A festival permit holder shall be subject to the provisions of this title,
8	including section 214 of this title, and the rules of the Board regarding the sale
9	of the alcoholic beverages and shall pay the tax on the malt or vinous
10	beverages pursuant to section 421 of this title.
11	(d) (f) A person shall be granted no not more than four 10 festival permits
12	per year, and each permit shall be valid for no not more than four consecutive
13	days.
14	* * * Manufacturing and Distribution of Alcohol * * *
15	Sec. 49. 7 V.S.A. § 271 is amended to read:
16	§ 271. MANUFACTURER'S OR RECTIFIER'S LICENSE
17	(a)(1) The Board of Liquor and Lottery may grant a manufacturer's or
18	rectifier's license upon application and payment of the fee provided in section
19	204 of this title that permits the license holder to operate a facility that
20	manufacture manufactures or rectify rectifies:
21	(1)(A) malt beverages;

1	(2)(B) vinous beverages and fortified wines; or
2	(3)(C) spirits and fortified wines.
3	(2) A manufacturer or rectifier shall obtain a separate license for each
4	facility at which it manufactures or rectifies alcoholic beverages.
5	* * *
6	(d)(1) The Board of Liquor and Lottery may grant to a licensed
7	manufacturer or rectifier a first-class license or a first-and a third-class license,
8	or both, permitting the licensee to sell alcoholic beverages to the public at an
9	establishment located at the manufacturer's premises or rectifier's licensed
10	facility, provided the manufacturer or rectifier owns or has direct control over
11	that establishment.
12	(2) For a A licensed manufacturer of malt beverages, the premises of the
13	manufacturer may include may operate up to two licensed establishments
14	pursuant to this subsection that are located at the licensed manufacturing
15	facility or on the property that is owned by the licensee and is contiguous real
16	estate of with the license holder parcel of land on which the licensed
17	manufacturing facility is located, provided the manufacturer owns or has direct
18	control over both establishments.
19	(3) Notwithstanding subdivisions (1) and (2) of this subsection, a
20	manufacturer or rectifier that, on July 1, 2019, is operating at a location
21	separate from its licensed manufacturing facility an establishment for which it

1	was granted a first-class license or a third-class license, or both, before July 1,
2	2019 may continue to operate that establishment, and the local control
3	commissioners and the Board may annually renew the licenses in effect for
4	that establishment on July 1, 2019.
5	(e) The Board of Liquor and Lottery may grant a licensed manufacturer of
6	malt beverages a second-class license permitting the licensee to sell alcoholic
7	beverages to the public anywhere on the manufacturer's premises of the
8	licensed manufacturing facility.
9	(f)(1) A licensed manufacturer or rectifier may serve alcoholic beverages
10	with or without charge at an event held on the premises of the licensee at the
11	licensed manufacturing or rectifying facility or at a location on the property
12	that is owned by the licensee and is contiguous real estate of the licensee with
13	the parcel of land on which the licensed facility is located, provided the
14	licensee at least five days before the event gives the Division written notice of
15	the event, including details required by the Division.
16	* * *
17	Sec. 50. 7 V.S.A. § 271 is amended to read:
18	§ 271. MANUFACTURER'S OR RECTIFIER'S LICENSE
19	* * *
20	(d)(1) The Board of Liquor and Lottery may grant to a licensed
21	manufacturer or rectifier a first-class license or a third-class license, or both,

permitting the licensee to sell alcoholic beverages to the public at an
establishment located at the manufacturer's or rectifier's licensed facility,
provided the manufacturer or rectifier owns or has direct control over that
establishment.

- (2) A licensed manufacturer of malt beverages may operate up to two licensed establishments pursuant to this subsection that are located at the licensed manufacturing facility or on property that is owned by the licensee and is contiguous with the parcel of land on which the licensed manufacturing facility is located, provided the manufacturer owns or has direct control over both establishments.
- (3) Notwithstanding subdivisions (1) and (2) of this subsection, a manufacturer or rectifier that, on July 1, 2019, is operating at a location separate from its licensed manufacturing facility an establishment for which it was granted a first-class license or a third-class license, or both, before July 1, 2019 may continue to operate that establishment, and the local control commissioners and the Board may annually renew the licenses in effect for that establishment on July 1, 2019. [Repealed.]

18 \*\*\*

1	* * * Effective Dates * * *
2	Sec. 51. EFFECTIVE DATES
3	(a) Sec. 47 (special event permits) and Sec. 50 (repeal of manufacturer
4	grandfather provision) shall take effect on July 1, 2020.
5	(b) All remaining sections shall take effect on July 1, 2019.