| 1   | Introduced by Committee on Government Operations and Military Affairs   |
|---|---|
| 2   | Date:   |
| 3   | Subject: Alcoholic beverages; lottery; miscellaneous amendments   |
| 4   | Statement of purpose of bill as introduced: This bill proposes to authorize   |
| 5   | retail establishments to acquire special venue serving permits; allow a   |
| 6   | sampling event permit holder to purchase invoiced volumes of alcoholic  |
| 7   | beverages from wholesale dealers; increase the limit on special event permits   |
| 8   | that may be acquired by an individual licensee from 10 to 20; amend   |
| 9   | provisions related to the annual report concerning the State Lottery; extend the  |
| 10  | effective date for required liquor liability insurance to July 1, 2026; and to  |
| 11  | establish a retail master license for parent corporations that are formed for   |
| 12  | purposes of merging licensed retail dealers or manufacturers.   |
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| 13<br>14  | An act relating to miscellaneous amendments to the laws governing alcoholic beverages and the Board of Liquor and Lottery   |
|   |   |
| 14  | alcoholic beverages and the Board of Liquor and Lottery   |
| <ul><li>14</li><li>15</li></ul>                       | alcoholic beverages and the Board of Liquor and Lottery  It is hereby enacted by the General Assembly of the State of Vermont:  |
| <ul><li>14</li><li>15</li><li>16</li></ul>            | alcoholic beverages and the Board of Liquor and Lottery  It is hereby enacted by the General Assembly of the State of Vermont:  * * * Special Venue Serving Permit; Retail Establishments * * *   |
| <ul><li>14</li><li>15</li><li>16</li><li>17</li></ul> | alcoholic beverages and the Board of Liquor and Lottery  It is hereby enacted by the General Assembly of the State of Vermont:  * * * Special Venue Serving Permit; Retail Establishments * * *  Sec. 1. 7 V.S.A. § 2 is amended to read: |

| 1  | (38) "Special venue serving permit" means a permit granted by the                 |
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| 2  | Division of Liquor Control permitting an art gallery, bookstore retail            |
| 3  | establishment, public library, or museum to conduct an event at which malt or     |
| 4  | vinous beverages, or both, are served by the glass to the public. As used in this |
| 5  | section, "art gallery" means a fixed establishment whose primary purpose is to    |
| 6  | exhibit or offer for sale works of art; "bookstore" means a fixed establishment   |
| 7  | whose primary purpose is to offer books for sale; "public library" has the same   |
| 8  | meaning as in 22 V.S.A. § 101; and "museum" has the same meaning as in            |
| 9  | 27 V.S.A. § 1151.   |
| 10 | * * *   |
| 11 | Sec. 2. 7 V.S.A. § 254 is amended to read:  |
| 12 | § 254. SPECIAL VENUE SERVING PERMITS  |
| 13 | (a) The Division of Liquor Control may grant an art gallery, bookstore            |
| 14 | retail establishment, public library, or museum a special venue serving permit    |
| 15 | if the applicant has:   |
| 16 | * * *   |
| 17 |   |
| 18 | (c) A permit holder shall be subject to the provisions of this title and the      |
| 19 | rules of the Board regarding the service of alcoholic beverages. A permit         |
| 20 | holder shall be authorized to serve, but not sell, alcoholic beverages for        |
| 21 | consumption on the permitted premises.  |

| 1  | * * *  |
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| 2  | (e) The Division shall not issue a special venue serving permit to a retail    |
| 3  | establishment that is licensed as a dealer in firearms pursuant to 18 U.S.C. § |
| 4  | <u>923.</u>  |
| 5  | (f) An art gallery, retail establishment, public library, or museum may be     |
| 6  | issued not more than 12 special venue serving permits in a calendar year.      |
| 7  | * * * Sampling Event Permits * * *   |
| 8  | Sec. 3. 7 V.S.A. § 253 is amended to read:                                     |
| 9  | § 253. SAMPLING EVENT PERMITS  |
| 10 | * * *  |
| 11 | (e)(1) A sampling event permit holder may purchase invoiced volumes of         |
| 12 | malt beverages, vinous beverages, or ready-to-drink spirits beverages directly |
| 13 | from a manufacturer, wholesale dealer, or packager licensed in Vermont or a    |
| 14 | manufacturer, wholesale dealer, or packager that holds a federal Basic Permit  |
| 15 | or Brewers Notice or evidence of licensure in a foreign country that is        |
| 16 | satisfactory to the Board.   |
| 17 | * * *  |
| 18 | * * * Special Event Permits * * *  |
| 19 | Sec. 4. 7 V.S.A. § 252 is amended to read:                                     |
| 20 | § 252. SPECIAL EVENT PERMITS   |
| 21 | * * *  |

| 1  | (c) A licensed manufacturer or rectifier may be issued not more than $\frac{10}{20}$ |
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| 2  | special event permits for the same physical location in a calendar year.             |
| 3  | * * * Liquor and Lottery Annual Report * * *   |
| 4  | Sec. 5. 31 V.S.A. § 657 is amended to read:  |
| 5  | § 657. REPORT OF THE BOARD DEPARTMENT  |
| 6  | The Board Department of Liquor and Lottery shall make an annual report to            |
| 7  | the Governor and to the General Assembly on or before the 10th day of                |
| 8  | January March in each year. The report shall include an account of the               |
| 9  | Board's actions and the receipts derived under the provisions of this chapter,       |
| 10 | the practical effects of the application of the proceeds of the Lottery, and any     |
| 11 | recommendation for legislation that the Board deems advisable.                       |
| 12 | * * * Extension of Liquor Liability Insurance Requirement * * *                      |
| 13 | Sec. 6. 2023 Acts and Resolves No. 17, Sec. 4 is amended to read:                    |
| 14 | Sec. 4. EFFECTIVE DATES  |
| 15 | (a) This section and Secs. 1 and 3 shall take effect on July 1, 2023.                |
| 16 | (b) Sec. 2 shall take effect on July 1, <del>2024</del> <u>2026</u> .                |
| 17 | *** Merger of Licensed Entities; License ***   |
| 18 | Sec. 7. 7 V.S.A. § 204 is amended to read:   |
| 19 | § 204. APPLICATION AND RENEWAL FEES FOR LICENSES AND                                 |
| 20 | PERMITS; DISPOSITION OF FEES   |

| 1  | (a) The following fees shall be paid when applying for a new license or           |
|----|---|
| 2  | permit or to renew a license or permit:   |
| 3  | * * *   |
| 4  | (25) For a retail master license, \$x.xx.   |
| 5  | * * *   |
| 6  | Sec. 8. 7 V.S.A. § 231 is added to read:  |
| 7  | § 231. RETAIL MASTER LICENSE  |
| 8  | The Division of Liquor Control may grant a retail master license a person         |
| 9  | that acts as the parent corporation for licensed retail dealers or manufacturers  |
| 10 | that have merged. The holder of a retail master license may provide unified       |
| 11 | payroll and administrative services for the licensed retail dealers or            |
| 12 | manufacturers. The Division may apply to the holder of a retail master license    |
| 13 | any duties or liability for licensee conduct that belong to the subsidiary        |
| 14 | licensees. The Board of Liquor and Lottery may adopt rules to ensure that the     |
| 15 | holder of a master retail license and the licensed retail dealers or manufacturer |
| 16 | continue to comply with the provisions of this title.                             |
| 17 | * * * Effective Date * * *  |
| 18 | Sec. 9. EFFECTIVE DATE  |
| 19 | This act shall take effect on July 1, 2024.                                       |