

Substitute Bill No. 6241

January Session, 2023

AN ACT CONCERNING FARM WINERY PERMITTEES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Subsection (c) of section 30-16 of the general statutes is
 repealed and the following is substituted in lieu thereof (*Effective from passage*):

4 (c) (1) A manufacturer permit for a farm winery shall be in all 5 respects the same as a manufacturer permit, except that the scope of 6 operations of the holder shall be limited to wine and brandies distilled 7 from grape products or other fruit products, including grappa and 8 eau-de-vie. As used in this section, "farm winery" means any place or 9 premises that is located on a farm in the state in which wine is 10 manufactured and sold.

11 (2) Such permit shall, at the single principal premises of the farm 12 winery, authorize (A) the sale in bulk by the holder thereof from the 13 premises where the products are manufactured pursuant to such 14 permit; (B) as to a manufacturer who produces one hundred thousand 15 gallons of wine or less per year, the sale and shipment by the holder 16 thereof to a retailer of wine manufactured by the farm winery 17 permittee in the original sealed containers of not more than fifteen 18 gallons per container; (C) the sale and shipment by the holder thereof 19 of wine manufactured by the farm winery permittee to persons outside

20 the state; (D) the offering and tasting of free samples of such wine or 21 brandy, dispensed out of bottles or containers having capacities of not 22 more than two gallons per bottle or container, to visitors and 23 prospective retail customers for consumption on the premises of the 24 farm winery permittee; (E) the sale at retail from the premises of sealed 25 bottles or other sealed containers of such wine or brandy for 26 consumption off the premises; (F) the sale at retail from the premises of 27 wine or brandy by the glass and bottle to visitors on the premises of 28 the farm winery permittee for consumption on the premises; and (G) 29 subject to the provisions of subdivision (3) of this subsection, the sale 30 and delivery or shipment of wine manufactured by the permittee 31 directly to a consumer in this state. Notwithstanding the provisions of 32 subparagraphs (D), (E) and (F) of this subdivision, a town may, by 33 ordinance or zoning regulation, prohibit any such offering, tasting or 34 selling at retail at premises within such town for which a manufacturer 35 permit for a farm winery has been issued.

36 (3) A permittee, when selling and shipping wine directly to a 37 consumer in this state, shall: (A) Ensure that the shipping labels on all 38 containers of wine shipped directly to a consumer in this state 39 conspicuously state the following: "CONTAINS ALCOHOL-SIGNATURE OF A PERSON AGE 21 OR OLDER REQUIRED FOR 40 41 DELIVERY"; (B) obtain the signature of a person age twenty-one or 42 older at the address prior to delivery, after requiring the signer to 43 demonstrate that [he or she] such signer is age twenty-one or older by 44 providing a valid motor vehicle operator's license or a valid identity 45 card described in section 1-1h; (C) not ship more than five gallons of 46 wine in any two-month period to any person in this state; (D) pay, to 47 the Department of Revenue Services, all sales taxes and alcoholic 48 beverage taxes due under chapters 219 and 220 on sales of wine to 49 consumers in this state, and file, with said department, all sales tax 50 returns and alcoholic beverage tax returns relating to such sales; (E) 51 report to the Department of Consumer Protection a separate and 52 complete record of all sales and shipments to consumers in the state, 53 on a ledger sheet or similar form which readily presents a

54 chronological account of such permittee's dealings with each such 55 consumer; (F) not ship to any address in the state where the sale of 56 alcoholic liquor is prohibited by local option pursuant to section 30-9; 57 and (G) hold an in-state transporter's permit pursuant to section 30-19f 58 or make any such shipment through the use of a person who holds 59 such an in-state transporter's permit.

(4) No licensed farm winery may sell any such wine or brandy not
manufactured by such winery, except a licensed farm winery may sell
from the premises (A) wine manufactured by another farm winery
located in this state, and (B) brandy manufactured from fruit harvested
in this state and distilled off the premises in this state.

65 (5) [The] (A) Except as provided in subparagraph (B) of this 66 subdivision, the farm winery permittee shall grow on the premises of the farm winery or on property under the same ownership and control 67 68 of said permittee or leased by the backer of a farm winery permit or by 69 said permittee within the farm winery's principal state an average crop 70 of fruit equal to not less than twenty-five per cent of the fruit used in 71 the manufacture of the farm winery permittee's wine. An average crop 72 shall be defined each year as the average yield of the farm winery 73 permittee's two largest annual crops out of the preceding five years, 74 except that during the first seven years from the date of issuance of a 75 farm winery permit, an average crop shall be defined as three tons of 76 grapes for each acre of vineyard farmed by the farm winery permittee. 77 Such seven-year period shall not begin anew if the property for which 78 the farm winery permit is held is transferred or sold during such 79 seven-year period. In the event the farm winery consists of more than 80 one property, the aggregate acreage of the farm winery shall not be 81 less than five acres.

82 (B) If a farm winery permittee sustains a total loss of the farm 83 winery permittee's crop of fruit, such farm winery permittee shall, not 84 later than December thirty-first of the year in which such farm winery 85 permittee sustains such total loss, certify to the Commissioner of 86 Agriculture, in a form and manner prescribed by the Commissioner of

Agriculture, that such farm winery permittee has sustained such total 87 88 loss. If the Commissioner of Agriculture determines, in the Commissioner of Agriculture's discretion, that such farm winery 89 90 permittee sustained such total loss through no fault of such farm 91 winery permittee, such farm winery permittee's crop of fruit for the 92 year in which such farm winery permittee sustained such total loss shall not be deemed to constitute part of, count toward or be used to 93 determine whether such farm winery permittee's crop of fruit satisfies 94 95 the average crop requirement established in subparagraph (A) of this 96 subdivision. For the purposes of this subparagraph, the Commissioner 97 of Agriculture shall, in the Commissioner of Agriculture's discretion, 98 determine whether a qualitative or quantitative reduction in crop yield suffered by a farm winery permittee constitutes a total loss. 99

100 (6) A holder of a manufacturer permit for a farm winery, when 101 advertising or offering wine for direct shipment to a consumer in this 102 state via the Internet or any other on-line computer network, shall 103 clearly and conspicuously state such liquor permit number in its 104 advertising.

105 (7) A holder of a manufacturer permit for a farm winery may sell 106 and offer free tastings of wine manufactured from such winery at a 107 farmers' market, as defined in section 22-6r, that is operated as a 108 nonprofit enterprise or association, provided such farmers' market invites such holder to sell wine at such farmers' market and such 109 holder has a farmers' market wine sales permit issued by the 110 111 Commissioner of Consumer Protection in accordance with the 112 provisions of subsection (a) of section 30-370.

(8) A holder of a manufacturer permit for a farm winery may, with the prior approval of the Department of Consumer Protection, sell wine, brandies, grappa and eau-de-vie manufactured by such farm winery permittee at not more than three retail outlets in addition to such farm winery permittee's permit premises, provided (A) each such retail outlet is located on land that is leased or owned by the backer of the farm winery permit and such farm winery permittee utilizes such

- 120 land to grow fruit or produce alcoholic beverages manufactured by the
- 121 <u>farm winery, and (B) no such retail outlet is located within a grocery</u>
- 122 store, as defined in section 30-20.
- 123 [(8)] (9) The annual fee for a manufacturer permit for a farm winery 124 shall be three hundred dollars.

This act shall take effect as follows and shall amend the following sections:

Section 1	from passage	30-16(c)

GL Joint Favorable Subst.