

General Assembly

January Session, 2019

Committee Bill No. 647

LCO No. 6500

Referred to Committee on GENERAL LAW

Introduced by: (GL)

AN ACT STREAMLINING THE LIQUOR CONTROL ACT.

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

Section 1. Section 12-435 of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective January 1, 2020*):

3 Each distributor of alcoholic beverages shall pay a tax to the state on 4 all sales within the state of alcoholic beverages, except sales to licensed 5 distributors, sales of alcoholic beverages which, in the course of such sales, are actually transported to some point without the state and 6 7 except the first fifteen barrels of malt beverages [which are] produced 8 and consumed on the premises covered by a manufacturer's permit, at 9 the rates for the respective categories of alcoholic beverages listed 10 below:

(a) Beer, seven dollars and twenty cents for each barrel, three dollars
and sixty cents for each half barrel, one dollar and eighty cents for each
quarter barrel and twenty-four cents per wine gallon or fraction
thereof on quantities less than a quarter barrel;

15 (b) Liquor, five dollars and forty cents per wine gallon;

(c) Still wines containing not more than twenty-one per cent of
absolute alcohol, except as provided in subsections (g) and (h) of this
section, seventy-two cents per wine gallon;

(d) Still wines containing more than twenty-one per cent of absolutealcohol and sparkling wines, one dollar and eighty cents per winegallon;

(e) Alcohol in excess of 100 proof, five dollars and forty cents perproof gallon;

(f) Liquor coolers containing not more than seven per cent of alcoholby volume, two dollars and forty-six cents per wine gallon;

26 (g) Still wine containing not more than twenty-one per cent of 27 absolute alcohol, produced by a person who produces not more than 28 fifty-five thousand wine gallons of wine during the calendar year, 29 eighteen cents per wine gallon, provided such person presents to each 30 distributor of alcoholic beverages described in this section a certificate, 31 issued by the commissioner, stating that such person produces not 32 more than fifty-five thousand wine gallons of wine during the calendar 33 year. The commissioner is authorized to issue such certificates, 34 prescribe the procedures for obtaining such certificates and prescribe 35 their form: and

36 (h) Cider containing not more than seven per cent of absolute
37 alcohol shall be subject to the same rate as applies to beer, as provided
38 in subsection (a) of this section.

Sec. 2. Section 30-1 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2020*):

41 For the interpretation of this chapter, unless the context indicates a42 different meaning:

43 (1) "Airline" means any United States airline carrier, holding a 44 certificate of public convenience and necessity from the Civil Aeronautics Board under Section 401 of the Federal Aviation Act of
1958, as amended, or any foreign flag carrier, holding a permit under
Section 402 of such act.

(2) "Alcohol" means the product of distillation of any fermented
liquid, rectified either once or more often, whatever may be the origin
thereof, and includes synthetic ethyl alcohol which is considered
nonpotable.

52 (3) "Alcoholic liquor" or "alcoholic beverage" includes the four 53 varieties of liquor defined in subdivisions (2), (5), (18) and (19) of this 54 section (alcohol, beer, spirits and wine) and every liquid or solid, 55 patented or not, containing alcohol, spirits, wine or beer and capable of 56 being consumed by a human being for beverage purposes. Any liquid 57 or solid containing more than one of the four varieties so defined is 58 considered as belonging to that variety which has the higher 59 percentage of alcohol, according to the following order: Alcohol, 60 spirits, wine and beer, except as provided in subdivision (19) of this 61 section. The provisions of this chapter shall not apply to any liquid or 62 solid containing less than one-half of one per cent of alcohol by 63 volume.

(4) "Backer" means, except in cases where the permittee is himself
the proprietor, the proprietor of any business or club, incorporated or
unincorporated, engaged in the manufacture or sale of alcoholic liquor,
in which business a permittee is associated, whether as employee,
agent or part owner.

(5) "Beer" means any beverage obtained by the alcoholic
fermentation of an infusion or decoction of barley, malt and hops in
drinking water.

(6) (A) "Case price" means the price of a container of cardboard,
wood or other material, containing units of the same size [, brand, age
and proof] <u>and class</u> of alcoholic liquor, and (B) a case of alcoholic
liquor, other than beer, cordials, cocktails, wines and prepared mixed

76 drinks, shall be in the number and quantity, or fewer, with the 77 permission of the Commissioner of Consumer Protection, of units or 78 bottles as follows: (i) Six one thousand seven hundred fifty milliliter bottles; (ii) twelve one liter bottles; (iii) twelve seven hundred fifty 79 80 milliliter bottles; (iv) twenty-four three hundred seventy-five milliliter 81 bottles; (v) forty-eight two hundred milliliter bottles; (vi) sixty one 82 hundred milliliter bottles; or (vii) one hundred twenty fifty milliliter 83 bottles, except a case of fifty milliliter bottles may be in a number and 84 quantity as originally configured, packaged and sold by the 85 manufacturer or out-of-state shipper prior to shipment, provided such number of bottles does not exceed two hundred. The commissioner 86 87 shall not authorize fewer numbers or quantities of units or bottles as 88 specified in this subdivision for any one person or entity more than 89 four times in any calendar year. For the purposes of this subdivision, 90 "class" has the same meaning as defined in 27 CFR 5.22 for spirits, as 91 defined in 27 CFR 4.21 for wine, and as defined in 27 CFR 7.24 for beer.

92 (7) "Charitable organization" means any nonprofit organization organized for charitable purposes to which has been issued a ruling by 93 94 the Internal Revenue Service classifying it as an exempt organization 95 under Section 501(c)(3) of the Internal Revenue Code.

96 (8) "Club" means a club as defined in section 30-23.

97 (9) "Coliseum" means a coliseum as defined in section 30-33a.

98 (10) "Commission" means the Liquor Control Commission and 99 "department" means the Department of Consumer Protection.

- 100 (11) "Golf country club" means a golf country club as defined in 101 section 30-24a.
- 102 (12) "Mead" means fermented honey, with or without adjunct 103 ingredients or additions, regardless of alcohol content, regardless of 104 process, and regardless of being sparkling, carbonated or still.
- 105 [(12)] (13) "Minor" means any person under twenty-one years of age. LCO No. 6500

106 [(13)] (<u>14</u>) "Person" means natural person including partners but 107 shall not include corporations, limited liability companies, joint stock 108 companies or other associations of natural persons.

109 [(14)] (15) "Proprietor" shall include all owners of businesses or 110 clubs, included in subdivision (4) of this section, whether such owners 111 are individuals, partners, joint stock companies, fiduciaries, 112 stockholders of corporations or otherwise, but shall not include 113 persons or corporations who are merely creditors of such businesses or 114 clubs, whether as note holders, bond holders, landlords or franchisors.

[(15)] (<u>16</u>) "Dining room" means a room or rooms in premises operating under a hotel permit, hotel beer permit, restaurant permit, restaurant permit for beer, restaurant permit for wine and beer, railroad permit, or boat permit, where meals are customarily served, within the room or rooms, to any member of the public who has means of payment and proper demeanor.

[(16)] (<u>17</u>) "Restaurant" means a restaurant as defined in section 3022.

[(17)] (<u>18)</u> "Special sporting facility" means a special sporting facility
as defined in section 30-33b.

125 [(18)] (<u>19</u>) "Spirits" means any beverage that contains alcohol 126 obtained by distillation mixed with drinkable water and other 127 substances in solution, including brandy, rum, whiskey and gin.

[(19)] (20) "Wine" means any alcoholic beverage obtained by the fermentation of the natural sugar content of fruits, such as grapes or apples or other agricultural products, containing sugar, including fortified wines such as port, sherry and champagne.

132 [(20)] (21) "Nonprofit public television corporation" means a 133 nonprofit public television corporation as defined in section 30-37d.

134 Sec. 3. Section 30-16 of the general statutes is repealed and the

135 following is substituted in lieu thereof (*Effective January 1, 2020*):

136 (a) A manufacturer permit for spirits shall allow the manufacture of 137 [alcoholic liquor] spirits and the storage, bottling and wholesale 138 distribution and sale of [alcoholic liquor] spirits manufactured or 139 bottled to permittees in this state and without the state as may be 140 permitted by law; but no such permit shall be granted unless the place 141 or the plan of the place of manufacture has received the approval of 142 the Department of Consumer Protection. The holder of a manufacturer 143 permit who produces less than twenty-five thousand gallons of 144 [alcoholic liquor] spirits in a calendar year may sell at retail from the 145 premises sealed bottles or other sealed containers of [alcoholic liquor] 146 spirits manufactured on the premises for consumption off the 147 premises, provided such holder shall not sell to any one consumer 148 more than [one and one-half] three liters of [alcoholic liquor] spirits 149 per day nor more than five gallons of [alcoholic liquor] spirits in any 150 two-month period. Retail sales by a holder of a manufacturer permit 151 shall occur only on the days and times permitted under subsection (d) 152 of section 30-91. A holder of a manufacturer permit, alone or in 153 combination with any parent or subsidiary business or related or 154 affiliated party, who sells more than ten thousand gallons of [alcoholic 155 liquor] spirits in any calendar year may not sell [alcoholic liquor] 156 spirits at wholesale to retail permittees within this state. Such permit 157 shall also authorize the offering and tasting, on the premises of the 158 permittee, of free samples of spirits distilled on the premises. Such free 159 samples of spirits distilled on the premises may be offered for 160 consumption in combination with a nonalcoholic beverage. Tastings 161 shall not exceed two ounces per patron per day and shall not be 162 allowed on such premises on Sunday before eleven o'clock a.m. and 163 after eight o'clock p.m. and on any other day before ten o'clock a.m. 164 and after eight o'clock p.m. No tastings shall be offered to or allowed 165 to be consumed by any minor or intoxicated person. A holder of a 166 manufacturer permit may apply for and shall receive an out-of-state 167 shipper's permit for manufacturing plants and warehouse locations outside the state owned by such manufacturer or a subsidiary 168

169 corporation thereof, at least eighty-five per cent of the voting stock of 170 which is owned by such manufacturer, to bring into any of its plants or 171 warehouses in the state [alcoholic liquors] <u>spirits</u> for reprocessing, 172 repackaging, reshipment or sale either (1) within the state to 173 wholesaler permittees not owned or controlled by such manufacturer, 174 or (2) outside the state. The annual fee for a manufacturer permit shall 175 be one thousand eight hundred fifty dollars.

176 (b) A manufacturer permit for beer shall [be in all respects the same 177 as a manufacturer permit, except that the scope of operations of the 178 holder shall be limited to beer, but shall permit the storage of beer in 179 any part of the state. Such permit shall also authorize the offering and tasting, on the premises of the permittee, of free samples of beer 180 181 brewed on such premises and the selling at retail from the premises of 182 sealed bottles or other sealed containers of such beer for consumption 183 off the premises. The offering and tasting may be limited to visitors 184 who have attended a tour of the premises of the permittee] allow the 185 manufacture of beer and the storage, bottling and wholesale 186 distribution and sale of beer manufactured or bottled to permittees in this state and without the state as may be permitted by law, but no 187 such permit shall be granted unless the place or the plan of the place of 188 manufacture has received the approval of the Department of 189 190 Consumer Protection. A holder of a manufacturer permit for beer who 191 sells beer brewed on such premises at wholesale to retail permittees 192 within this state shall make such beer available to all holders of a 193 package store permit issued pursuant to section 30-20 and to all 194 holders of a grocery store beer permit held pursuant to said subsection 195 in the geographical region in which the holder of the manufacturer 196 permit for beer self-distributes, subject to reasonable limitations, as 197 determined by the Department of Consumer Protection. Such permit shall also allow (1) the retail sale of beer to be consumed on the 198 199 premises with or without the sale of food, (2) the selling at retail from 200 the premises of sealed bottles or other sealed containers of beer brewed 201 on such premises for consumption off the premises, and (3) the sale of sealed bottles or other sealed containers of beer brewed on such 202

203	premises to the holder of a wholesaler permit issued pursuant to		
204	subsection (b) of section 30-17, provided that the holder of a		
205	manufacturer permit for beer produces at least five thousand gallons		
206	of beer on the premises annually. Such selling at retail from the		
207	premises of sealed bottles or other sealed containers shall comply with		
208	the provisions of subsection (d) of section 30-91 and shall permit not		
209	more than [nine liters] six gallons of beer to be sold to any person on		
210	any day on which such sale is authorized under the provisions of		
211	subsection (d) of section 30-91. The annual fee for a manufacturer		
212	permit for beer shall be one thousand <u>four hundred seven</u> dollars.		

213 [(c) A manufacturer permit for cider not exceeding six per cent 214 alcohol by volume and apple wine not exceeding fifteen per cent 215 alcohol by volume shall allow (1) the manufacture, storage, bottling 216 and wholesale distribution and sale at retail of such cider and apple 217 wine to permittees and nonpermittees in this state as may be permitted 218 by law; but no such permit shall be issued unless the place or the plan 219 of the place of manufacture has received the approval of the 220 department; (2) the sale and shipment by the holder of such permit of 221 such cider and such apple wine to persons outside the state and to 222 consumers in this state in the same manner and subject to the same 223 conditions as such sale and shipment is permitted for wine by a farm 224 winery manufacturer permittee pursuant to subsection (e) of this 225 section; and (3) the offering and tasting, on the premises of the 226 permittee, of free samples of cider and apple wine manufactured on 227 such premises. Tastings shall not exceed two ounces per patron and 228 shall not be allowed on such premises on Sunday before eleven o'clock 229 a.m. and after eight o'clock p.m. and on any other day before ten 230 o'clock a.m. and after eight o'clock p.m. No tasting shall be offered to 231 or allowed to be consumed by any minor or intoxicated person. 232 Offerings and tastings may be limited to visitors who have attended a 233 tour of the premises of the permittee. The annual fee for a 234 manufacturer permit for cider shall be two hundred dollars.

235 (d) A manufacturer permit for apple brandy and eau-de-vie shall be

in all respects the same as a manufacturer permit, except that the scope
of operations of the holder shall be limited to apple brandy or eau-devie, or both. The annual fee for a manufacturer permit for apple
brandy and eau-de-vie shall be four hundred dollars.]

240 [(e)] (c) (1) A manufacturer permit for [a farm winery shall be in all 241 respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to wine and brandies distilled 242 243 from grape products or other fruit products, including grappa and 244 eau-de-vie. As used in this section, "farm winery" means any place or 245 premises that is located on a farm in the state in which wine is 246 manufactured and sold] wine, cider and mead shall allow the 247 manufacture of wine, cider not exceeding six per cent alcohol by 248 volume, apple wine not exceeding fifteen per cent alcohol by volume, 249 apple brandy, eau-de-vie and mead and the storage, bottling and 250 wholesale distribution and sale of wine, cider not exceeding six per 251 cent alcohol by volume, apple wine not exceeding fifteen per cent 252 alcohol by volume, apple brandy, eau-de-vie and mead manufactured 253 or bottled to permittees in this state and without the state as may be 254 permitted by law; but no such permit shall be granted unless the place 255 or the plan of the place of manufacture has received the approval of 256 the Department of Consumer Protection.

(2) Such permit shall, at [the] \underline{a} single principal premises, [of the 257 258 farm winery, authorize (A) the sale in bulk by the holder thereof from 259 the premises where the products are manufactured pursuant to such 260 permit; (B) as to a manufacturer who produces one hundred thousand 261 gallons of [wine] product pursuant to this permit or less per year, the 262 sale and shipment by the holder thereof to a retailer of [wine] product 263 pursuant to this permit manufactured by the [farm winery] permittee 264 in the original sealed containers of not more than fifteen gallons per 265 container; (C) the sale and shipment by the holder thereof of [wine] 266 product pursuant to this permit manufactured by the [farm winery] 267 permittee to persons outside the state; (D) the offering and tasting of 268 free samples of such [wine or brandy] product produced pursuant to

269 this permit, dispensed out of bottles or containers having capacities of 270 not more than two gallons per bottle or container, to visitors and 271 prospective retail customers for consumption on the premises of the 272 [farm winery] permittee; (E) the sale at retail from the premises of 273 sealed bottles or other sealed containers of such [wine or brandy] 274 product produced pursuant to this permit for consumption off the 275 premises; (F) the sale at retail from the premises of [wine or brandy] 276 product produced pursuant to this permit by the glass and bottle to 277 visitors on the premises of the [farm winery] permittee for 278 consumption on the premises; and (G) subject to the provisions of 279 subdivision (3) of this subsection, the sale and delivery or shipment of 280 [wine] product produced pursuant to this permit manufactured by the 281 permittee directly to a consumer in this state. Notwithstanding the 282 provisions of subparagraphs (D), (E) and (F) of this subdivision, a town may, by ordinance or zoning regulation, prohibit any such 283 284 offering, tasting or selling at retail at premises within such town for 285 which a manufacturer permit [for a farm winery] has been issued.

286 (3) A permittee, when selling and shipping [wine] a product 287 produced pursuant to this permit, directly to a consumer in this state, 288 shall: (A) Ensure that the shipping labels on all containers of [wine] 289 such products shipped directly to a consumer in this state 290 conspicuously state the following: "CONTAINS ALCOHOL-291 SIGNATURE OF A PERSON AGE 21 OR OLDER REQUIRED FOR 292 DELIVERY"; (B) obtain the signature of a person age twenty-one or 293 older at the address prior to delivery, after requiring the signer to 294 demonstrate that he or she is age twenty-one or older by providing a 295 valid motor vehicle operator's license or a valid identity card described 296 in section 1-1h; (C) not ship more than five gallons of [wine] product 297 produced pursuant to this permit in any two-month period to any 298 person in this state; (D) pay, to the Department of Revenue Services, all 299 sales taxes and alcoholic beverage taxes due under chapters 219 and 300 220 on sales of [wine] products produced pursuant to this permit to 301 consumers in this state, and file, with said department, all sales tax 302 returns and alcoholic beverage tax returns relating to such sales; (E)

303 report to the Department of Consumer Protection a separate and 304 complete record of all sales and shipments to consumers in the state, 305 on a ledger sheet or similar form which readily presents a 306 chronological account of such permittee's dealings with each such 307 consumer; (F) not ship to any address in the state where the sale of 308 alcoholic liquor is prohibited by local option pursuant to section 30-9; 309 and (G) hold an in-state transporter's permit pursuant to section 30-19f 310 or make any such shipment through the use of a person who holds 311 such an in-state transporter's permit.

312 (4) No [licensed farm winery] holder of a wine, cider and mead 313 permit may sell any such [wine or brandy] product not manufactured 314 by such [winery] permit holder, except [a licensed farm winery] such 315 permittee may sell from the premises (A) wine, cider not exceeding six 316 per cent alcohol by volume, apple wine not exceeding fifteen per cent 317 alcohol by volume, apple brandy and eau-de-vie and mead manufactured by another [farm winery] such permit holder located in 318 319 this state, and (B) brandy manufactured from fruit harvested in this 320 state and distilled off the premises in this state.

321 [(5) The farm winery permittee shall grow on the premises of the 322 farm winery or on property under the same ownership and control of 323 said permittee or leased by the backer of a farm winery permit or by 324 said permittee within the farm winery's principal state an average crop 325 of fruit equal to not less than twenty-five per cent of the fruit used in 326 the manufacture of the farm winery permittee's wine. An average crop 327 shall be defined each year as the average yield of the farm winery 328 permittee's two largest annual crops out of the preceding five years, 329 except that during the first seven years from the date of issuance of a 330 farm winery permit, an average crop shall be defined as three tons of 331 grapes for each acre of vineyard farmed by the farm winery permittee. 332 Such seven-year period shall not begin anew if the property for which 333 the farm winery permit is held is transferred or sold during such 334 seven-year period. In the event the farm winery consists of more than 335 one property, the aggregate acreage of the farm winery shall not be

336 less than five acres.]

[(6)] (5) A holder of a [manufacturer] permit [for a farm winery]
<u>issued pursuant to this subsection</u>, when advertising or offering [wine]
<u>products</u> for direct shipment to a consumer in this state via the Internet
or any other on-line computer network, shall clearly and
conspicuously state such liquor permit number in its advertising.

342 [(7)] (6) A holder of a [manufacturer] wine, cider and mead permit 343 [for a farm winery] issued pursuant to this subsection may sell and 344 offer free tastings of [wine] products produced pursuant to such 345 permit manufactured [from] by such [winery] permit holder at a 346 farmers' market, as defined in section 22-6r, that is operated as a 347 nonprofit enterprise or association, provided such farmers' market 348 invites such holder to sell [wine] such products at such farmers' 349 market and such holder has a farmers' market [wine sales] permit 350 issued by the Commissioner of Consumer Protection in accordance 351 with the provisions of subsection (a) of section 30-370, as amended by 352 this act.

353 [(8)] (7) The annual fee for a [manufacturer] wine, cider and mead
354 permit [for a farm winery] shall be [three] two hundred dollars.

[(f) (1) A manufacturer permit for a farm brewery shall be in all respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to the production of not more than seventy-five thousand gallons of beer in a calendar year. As used in this section, "farm brewery" means any place or premises that is located on a farm in the state in which beer is manufactured and sold.

361 (2) Such permit shall, at the single principal premises of the farm 362 brewery, authorize (A) the sale of sealed bottles or other sealed 363 containers of beer brewed on such premises to the holder of a 364 wholesaler permit issued pursuant to section 30-17; (B) the offering 365 and tasting of free samples of beer manufactured by the farm brewery 366 permittee, dispensed out of bottles or other sealed containers to

367 visitors and prospective retail customers for consumption on the 368 premises of the farm brewery permittee; (C) the sale at retail from the 369 premises of not more than nine liters of such beer to any person per 370 day, in sealed bottles or other sealed containers, for consumption off 371 the premises; and (D) the sale at retail from the premises of beer by the 372 glass and bottle to visitors on the premises of the farm brewery 373 permittee for consumption on the premises. Notwithstanding the 374 provisions of subparagraphs (A) to (D), inclusive, of this subdivision, a 375 town may, by ordinance or zoning regulation, prohibit any such 376 offering, tasting or selling at retail at premises within such town for 377 which a manufacturer permit for a farm brewery has been issued.

378 (3) The farm brewery permittee shall use not less than twenty-five 379 per cent of a combination of hops, barley, cereal grains, honey, flowers 380 or other fermentables grown or malted within the state of Connecticut 381 in the manufacture of the farm brewery permittee's beer for the first 382 year of issuance for any such permit and not less than fifty per cent of 383 such hops, barley, cereal grains, honey, flowers or other fermentables 384 in the manufacture of the farm brewery permittee's beer for the second 385 and any subsequent year of issuance for any such permit. Any such 386 beer may be advertised and sold by the farm brewery permittee as 387 "Connecticut Craft Beer".

(4) A holder of a manufacturer permit for a farm brewery may sell
beer manufactured from such brewery at a farmers' market, as defined
in section 22-6r, that is operated as a nonprofit enterprise or
association, provided such farmers' market invites such holder to sell
beer at such farmers' market and such holder has a farmers' market
beer sales permit issued by the Commissioner of Consumer Protection
in accordance with the provisions of subsection (a) of section 30-37r.

(5) The annual fee for a manufacturer permit for a farm breweryshall be three hundred dollars.

397 (g) A manufacturer permit for a brew pub shall allow: (1) The398 manufacture, storage and bottling of beer, (2) the retail sale of alcoholic

399 liquor to be consumed on the premises with or without the sale of 400 food, (3) the selling at retail from the premises of sealed bottles or 401 other sealed containers of beer brewed on such premises for 402 consumption off the premises, and (4) the sale of sealed bottles or other 403 sealed containers of beer brewed on such premises to the holder of a wholesaler permit issued pursuant to subsection (b) of section 30-17, 404 405 provided that the holder of a manufacturer permit for a brew pub 406 produces at least five thousand gallons of beer on the premises 407 annually. Such selling at retail from the premises of sealed bottles or 408 other sealed containers shall comply with the provisions of subsection 409 (d) of section 30-91 and shall permit not more than nine liters of beer to 410 be sold to any person on any day on which such sale is authorized 411 under the provisions of subsection (d) of section 30-91. The annual fee 412 for a manufacturer permit for a brew pub shall be three hundred 413 dollars.

414 (h) A manufacturer permit for beer and brew pub shall be in all 415 respects the same as a manufacturer permit for beer, as defined in 416 subsection (b) of this section, and shall allow those additional permissible uses specified in the manufacturer permit for a brew pub, 417 418 as defined in subsection (g) of this section, provided the holder of a 419 manufacturer permit for beer and brew pub produces at least five 420 thousand gallons of beer on the premises annually. The annual fee for 421 a manufacturer permit for beer and brew pub shall be one thousand 422 five hundred dollars.

423 (i) (1) A manufacturer permit for a farm distillery shall be in all 424 respects the same as a manufacturer permit, except that the scope of 425 operations of the holder shall be limited to the production of not more 426 than ten thousand gallons per calendar year of distilled alcohol or 427 spirits including, but not limited to, whiskey, gin, vodka and rum. As 428 used in this section, "farm distillery" means any place or premises that 429 is located on a farm in the state in which distilled spirits or alcohol are 430 manufactured and sold.

431 (2) Such permit shall, at the single principal premises of the farm 432 distillery, authorize (A) the sale in bulk by the holder thereof from the 433 premises where the products are manufactured pursuant to such 434 permit; (B) the sale and shipment by the holder thereof to a retailer of 435 distilled alcohol or spirits manufactured by the farm distillery 436 permittee in the original sealed containers of not more than fifteen 437 gallons per container; (C) the offering and tasting of free samples of 438 such distilled alcohol or spirits, in amounts not to exceed two ounces 439 per day per person, to visitors and prospective retail customers for 440 consumption on the premises of the farm distillery permittee; and (D) 441 the sale at retail from the premises of sealed bottles or other sealed 442 containers, in amounts not to exceed four and one-half liters per 443 customer per day, of such distilled alcohol or spirits for consumption 444 off the premises. Notwithstanding the provisions of subparagraphs (C) 445 and (D) of this subdivision, a town may, by ordinance or zoning 446 regulation, prohibit any such offering, tasting or selling at retail at 447 premises within such town for which a manufacturer permit for a farm 448 distillery has been issued.

(3) No licensed farm distillery may sell any such distilled alcohol orspirits not manufactured by such distillery.

451 (4) The farm distillery permittee shall grow on the premises of the farm distillery or on property under the same ownership and control 452 453 of said permittee or leased by the backer of a farm distillery permit or 454 by said permittee within the farm distillery's principal state an average 455 crop of fruit or crops equal to not less than twenty-five per cent of the 456 fruit or crops used in the manufacture of the farm distillery permittee's 457 distilled alcohol or spirits. An average crop shall be defined each year 458 as the average yield of the farm distillery permittee's two largest 459 annual crops out of the preceding five years. In the event the farm 460 distillery consists of more than one property, the aggregate acreage of 461 the farm distillery shall not be less than five acres.

462 (5) The annual fee for a manufacturer permit for a farm distillery

463 shall be three hundred dollars.]

464 Sec. 4. Section 30-37p of the general statutes is repealed and the 465 following is substituted in lieu thereof (*Effective January 1, 2020*):

466 (a) A gift basket retailer permit shall allow the retail sale of wine or 467 beer manufactured in Connecticut by the holder of a manufacturer 468 permit for beer or a wine, cider and mead permit included in a gift 469 basket sold at retail by the permit holder. Such wine or beer shall not 470 be consumed on the premises. Such permit holder shall be located in 471 this state and such wine or beer shall only be purchased by such 472 permit holder from the holder of a package store permit issued 473 pursuant to section 30-20 or the holder of a manufacturer permit [for a 474 farm winery] issued pursuant to subsection [(e)] (c) of section 30-16, as 475 amended by this act.

476 (b) The holder of a gift basket retailer permit may sell gift baskets 477 which may include (1) a maximum of four bottles of wine per basket or 478 a maximum of seventy-two ounces of beer per basket, (2) food items, 479 (3) nonalcoholic beverages, (4) concentrates used in the preparation of 480 mixed alcoholic beverages, (5) wine-making kits and beer-making kits 481 and products related to [wine-making] such kits, (6) ice in any form, 482 (7) articles of clothing imprinted with advertising related to the 483 alcoholic liquor industry or the permittee's gift basket business, (8) 484 flowers, plants and garden-related items, (9) drinking glasses, bottle 485 opening devices and literature related to wine or beer, or (10) gift 486 certificates. The sale of such gift baskets shall only take place during 487 the times permitted for the sale of alcoholic liquor in places operating 488 under package store permits pursuant to section 30-91. The holder of a 489 gift basket retailer permit shall not sell such gift baskets on premises 490 operating under any other permit issued pursuant to this title. Nothing 491 in this section shall prohibit the holder of a package store permit 492 issued pursuant to section 30-20 from selling any item permitted for 493 sale by such permittee pursuant to said section.

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(c) The annual fee for a gift basket retailer permit shall be two

495 hundred dollars.

496 Sec. 5. Section 30-37q of the general statutes is repealed and the 497 following is substituted in lieu thereof (*Effective January 1, 2020*):

498 (a) A gift basket retailer permit issued in accordance with section 30-499 37p shall allow the sale and delivery or shipment of gift baskets 500 containing wine or beer directly to a consumer in this state, subject to 501 the provisions of section 30-37p and this section, or to a consumer 502 outside of this state, subject to all applicable laws of the jurisdiction in 503 which such consumer outside of this state is located. Such permittee, 504 when selling and shipping gift baskets containing wine <u>or beer</u> directly 505 to a consumer in this state, shall: (1) Ensure that the shipping labels on 506 all gift baskets containing wine or beer shipped directly to a consumer 507 in this state conspicuously state the following: "CONTAINS 508 ALCOHOL-SIGNATURE OF A PERSON AGE 21 OR OLDER 509 REQUIRED FOR DELIVERY"; (2) obtain the signature of a person age 510 twenty-one or older at the address prior to delivery, after requiring the 511 signer to demonstrate that he or she is age twenty-one or older by 512 providing a valid motor vehicle operator's license or a valid identity 513 card described in section 1-1h; (3) obtain a seller's permit pursuant to 514 chapter 219 and pay to the Department of Revenue Services all sales 515 taxes as required under said chapter 219 on sales of gift baskets; (4) 516 report to the Department of Consumer Protection a separate and 517 complete record of all sales and shipments to consumers in the state, 518 on a ledger sheet or similar form which readily presents a 519 chronological account of such permittee's dealings with each such 520 consumer; (5) permit the Department of Consumer Protection and the 521 Department of Revenue Services, separately or jointly, to perform an 522 audit of the permittee's records upon request; and (6) not ship to any 523 address in the state where the sale of alcoholic liquor is prohibited by 524 local option pursuant to section 30-9.

525 (b) A holder of a gift basket retailer permit, when advertising or 526 offering wine <u>or beer</u> for direct shipment to a consumer in this or another state via the Internet or any other on-line computer network,shall clearly and conspicuously state its gift basket retailer permitnumber in its advertising.

(c) The Department of Consumer Protection, in consultation with
the Department of Revenue Services, may adopt regulations, in
accordance with the provisions of chapter 54, to assure compliance
with the provisions of subsection (a) of this section.

534 Sec. 6. Section 30-63 of the general statutes is repealed and the 535 following is substituted in lieu thereof (*Effective January 1, 2020*):

536 (a) No holder of any manufacturer, wholesaler or out-of-state 537 shipper's permit shall ship, transport or deliver within this state, or sell 538 or offer for sale, any alcoholic liquors, except for beer manufactured by 539 a permittee in this state and sold for consumption only on the 540 permittee's premises, unless the name of the brand, trade name or 541 other distinctive characteristic by which such alcoholic liquors are 542 bought and sold, the name and address of the manufacturer thereof 543 and the name and address of each wholesaler permittee who is 544 authorized by the manufacturer or his authorized representative to sell 545 such alcoholic liquors are registered with the Department of Consumer 546 Protection and until such brand, trade name or other distinctive 547 characteristic has been approved by the department. Such registration 548 shall be valid for a period of three years. The fee for such registration, 549 or renewal thereof, shall be two hundred dollars for out-of-state 550 shippers and fifteen dollars for Connecticut manufacturers for each 551 brand so registered, payable by the manufacturer or such 552 manufacturer's authorized representative when such liquors are 553 manufactured in the United States and by the importer or such 554 importer's authorized representative when such liquors are imported 555 into the United States. The department shall not approve the brand 556 registration of any fortified wine, as defined in section 12-433, which is 557 labeled, packaged or canned so as to appear to be a wine or liquor 558 cooler, as defined in section 12-433.

559 (b) No manufacturer, wholesaler or out-of-state shipper permittee 560 shall discriminate in any manner in price discounts between one 561 permittee and another on sales or purchases of alcoholic liquors 562 bearing the same brand or trade name and of like age, size and quality, 563 nor shall such manufacturer, wholesaler or out-of-state shipper 564 permittee allow in any form any discount, rebate, free goods, 565 allowance or other inducement for the purpose of making sales or 566 purchases. Nothing in this subsection shall be construed to prohibit 567 beer manufacturers, beer wholesalers or beer out-of-state shipper 568 permittees from differentiating in the manner in which their products 569 are packaged on the basis of on-site or off-site consumption.

570 (c) For alcoholic liquor other than beer, each manufacturer, 571 wholesaler and out-of-state shipper permittee shall post with the 572 department, on a monthly basis, the bottle, can and case price of any 573 brand of goods offered for sale in Connecticut, which price when so 574 posted shall be the controlling price for such manufacturer, wholesaler 575 or out-of-state permittee for the month following such posting. On and 576 after July 1, 2005, for beer, each manufacturer, wholesaler and out-of-577 state shipper permittee shall post with the department, on a monthly 578 basis, the bottle, can and case price, and the price per keg or barrel or 579 fractional unit thereof for any brand of goods offered for sale in 580 Connecticut which price when so posted shall be the controlling price 581 for such brand of goods offered for sale in this state for the month 582 following such posting. Such manufacturer, wholesaler and out-of-583 state shipper permittee may also post additional prices for such bottle, 584 can, case, keg or barrel or fractional unit thereof for a specified portion 585 of the following month which prices when so posted shall be the 586 controlling prices for such bottle, can, case, keg or barrel or fractional 587 unit thereof for such specified portion of the following month. Notice 588 of all manufacturer, wholesaler and out-of-state shipper permittee 589 prices shall be given to permittee purchasers by direct mail, Internet 590 web site or advertising in a trade publication having circulation among 591 the retail permittees except a wholesaler permittee may give such 592 notice by hand delivery. Price postings with the department setting

593 forth wholesale prices to retailers shall be available for inspection 594 during regular business hours at the offices of the department by 595 manufacturers and wholesalers until three o'clock p.m. of the first 596 business day after the last day for posting prices. A manufacturer or 597 wholesaler may amend such manufacturer's or wholesaler's posted 598 price for any month to meet a lower price posted by another 599 manufacturer or wholesaler with respect to alcoholic liquor bearing the 600 same brand or trade name and of like age, vintage, quality and unit 601 container size; provided that any such amended price posting shall be 602 filed before three o'clock p.m. of the fourth business day after the last 603 day for posting prices; and provided further such amended posting 604 shall not set forth prices lower than those being met. Any 605 manufacturer or wholesaler posting an amended price shall, at the 606 time of posting, identify in writing the specific posting being met. On 607 and after July 1, 2005, all wholesaler postings, other than for beer, for 608 the following month shall be provided to retail permittees not later 609 than the twenty-seventh day of the month prior to such posting. All 610 wholesaler postings for beer shall be provided to retail permittees not 611 later than the twentieth day of the month prior to such posting.

(d) Monthly price schedules on a nonuniform case shall contain the
bottle price for each item contained in the nonuniform case, the unit
price and the case price. The bottle price posted in a nonuniform case
shall be equal to the bottle price posted for the same month in a case
containing the one class and brand of alcoholic liquor.

617 Sec. 7. Section 30-68*l* of the general statutes is repealed and the 618 following is substituted in lieu thereof (*Effective January 1, 2020*):

619 (a) No wholesaler permittee shall sell to any purchaser holding a 620 permit for the sale of alcoholic liquor for on or off premises 621 consumption at a price which is below such wholesaler permittee's 622 cost. For the purposes of this section, "cost" means: (1) On domestic 623 alcoholic liquor bottled in the state, the total of (A) the cost of all 624 ingredients, (B) all transportation charges from the point of origin to 625 the point of destination, (C) all applicable federal and state taxes, and 626 (D) the cost of containers, labels, caps, closures and all bottling charges 627 and labor; (2) on imported alcoholic liquor bottled in the state, the total 628 of (A) the invoice price from the supplier, (B) all other ingredients, (C) 629 the cost of duties, (D) all applicable federal and state taxes, (E) 630 insurance, (F) ocean freight and brokerage charges, (G) all 631 transportation charges, and (H) the cost of containers, labels, caps, 632 closures and all bottling charges and labor; (3) on domestic alcoholic 633 liquors not bottled in this state, the total of (A) the posted price from 634 the supplier to the wholesaler, (B) the cost of shipping or delivery 635 charges to the wholesaler's place of business which were paid by the 636 wholesaler in addition to the posted price, and (C) all applicable 637 federal and state taxes paid by the wholesaler in addition to the posted 638 price; (4) on imported alcoholic liquor not bottled in the state, the total 639 of (A) the posted price from the supplier, (B) the cost of duties, 640 insurance, ocean freight and brokerage charges and transportation 641 charges paid by the wholesaler in addition to the posted price, and (C) 642 all applicable federal and state taxes paid by the wholesaler in addition 643 to the posted price. The provisions of this section shall not apply to 644 sales of wine.

645 (b) Subject to prior approval from the manufacturer or out-of-state 646 shipper, a wholesaler may package and sell to a retail licensee a 647 nonuniform case, containing bottles only of one class of alcoholic 648 liquor, if the wholesaler holds the exclusive rights to all bottles in such 649 nonuniform case. Wholesalers who do not hold exclusive rights to a 650 given brand trademark may also sell to a retail licensee a nonuniform 651 case containing bottles only of one class of alcoholic liquor, provided 652 all of the bottles in such nonuniform case are available to all 653 nonexclusive wholesalers who also have rights to the given brand 654 trademarks.

655 Sec. 8. Section 30-16a of the general statutes is repealed and the 656 following is substituted in lieu thereof (*Effective January 1, 2020*):

657 (a) The Commissioner of Consumer Protection shall issue an off-site 658 [farm winery sales and] wine, cider and mead tasting permit to a 659 holder of a [manufacturer] wine, cider and mead permit [for a farm 660 winery] upon the holder's submission of proof to the commissioner 661 that the holder is in compliance with the requirements of subsection 662 [(e)] (c) of section 30-16, as amended by this act. An off-site [farm 663 winery sales and] tasting permit shall authorize the sale and offering of 664 free samples of [wine] products manufactured [from the farm winery] 665 by such permittee during a total of not more than seven events or 666 functions per year held pursuant to a temporary liquor permit issued pursuant to section 30-35, a charitable organization permit issued 667 668 pursuant to section 30-37b or a nonprofit corporation permit issued 669 pursuant to section 30-37h, at locations outside the [manufacturer] 670 permit [for a farm winery] holder's permit premises, provided such 671 holder: (1) Notifies the Department of Consumer Protection, on a form 672 prescribed by the Commissioner of Consumer Protection, not less than 673 five business days prior to the date of the event or function, of the date, 674 hours and location of each event or function, (2) sells only wine, cider 675 and mead by the bottle at the event or function, and (3) is present, or 676 has an authorized representative present, at the time of the sale of any 677 [bottle of wine] such bottles or the offering of a free sample of [wine] 678 products from the [farm winery] permit holder at the event or 679 function. An off-site [farm winery sales and] wine, cider and mead 680 tasting permit shall be valid for a period of one year from the date of 681 issuance. The annual fee for such permit shall be two hundred fifty 682 dollars. There shall be a one-hundred-dollar nonrefundable filing fee 683 for any such permit.

(b) Any town or municipality may, by ordinance or zoning
regulation, prohibit the sale or offering of free samples [of wine] by the
holder of [an off-site farm winery sales and] <u>a wine, cider and mead</u>
tasting permit at an event or function held in such town or
municipality.

689 Sec. 9. Section 30-19f of the general statutes is repealed and the

690 following is substituted in lieu thereof (*Effective January 1, 2020*):

(a) An in-state transporter's permit for alcoholic liquor shall allow
the commercial transportation of any alcoholic liquor as permitted by
law. The annual fee for an in-state transporter's liquor permit shall be
one thousand two hundred fifty dollars.

695 (b) No person, corporation, trust, partnership, incorporated or 696 unincorporated association, and any other legal entity except: (1) The 697 holder of an out-of-state shipper's permit issued pursuant to section 698 30-18 or 30-19; (2) the holder of a manufacturer's permit issued 699 pursuant to section 30-16, as amended by this act, other than the 700 holder of a manufacturer's permit for [a farm winery] wine, cider and 701 mead; and (3) the holder of a wholesaler's permit issued pursuant to 702 section 30-17 shall transport any alcoholic beverages imported into this 703 state unless such person holds an in-state transporter's permit and the 704 tax imposed on such alcoholic liquor by section 12-435, as amended by 705 this act, has been paid and, if applicable, the tax imposed on the sale of 706 such alcoholic liquor pursuant to chapter 219 has been paid.

707 (c) An in-state transporter, when shipping or delivering wine 708 directly to a consumer in this state, shall: (1) Ensure that the shipping 709 labels on all containers of wine shipped directly to a consumer in this state conspicuously state the following: "CONTAINS ALCOHOL-710 711 SIGNATURE OF A PERSON AGE 21 OR OLDER REQUIRED FOR 712 DELIVERY"; (2) obtain the signature of a person age twenty-one or 713 older at the address prior to delivery, after requiring the signer to 714 demonstrate that he or she is age twenty-one or older by providing a 715 valid motor vehicle operator's license or a valid identity card described 716 in section 1-1h; and (3) not ship to any address in the state where the 717 sale of alcoholic liquor is prohibited by local option pursuant to section 718 30-9.

(d) Any person convicted of violating subsections (a), (b) and (c) ofthis section shall be fined not more than two thousand dollars for each

721 offense.

Sec. 10. Section 30-37j of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2020*):

(a) A caterer liquor permit shall allow a person regularly engaged in
the business of providing food and beverages to others for service at
private gatherings or at special events to sell and serve alcoholic liquor
for on-premises consumption at any activity, event or function for
which such person has been hired. The annual fee for a caterer liquor
permit shall be four hundred forty dollars.

730 (b) The holder of a caterer liquor permit shall, on a form prescribed 731 by the Department of Consumer Protection or electronically, notify the 732 department, in writing, of the date, location and hours of each event at 733 which alcohol is served under such permit at least one business day in 734 advance of such event. If the holder of a caterer liquor permit is unable 735 to provide the written notice required under this section due to exigent 736 circumstances, such holder may provide notice to the department by 737 telephone of the date, location and hours of each event at which 738 alcohol is served under such permit.

739 (c) Notwithstanding the provisions of subsection (a) of section 30-48, 740 as amended by this act, a backer or holder of a caterer liquor permit 741 may be a backer or holder of any other permit issued under the 742 provisions of this chapter, [including, but not limited to, a 743 manufacturer permit for a brew pub issued under subsection (g) of 744 section 30-16 or a manufacturer permit for beer and brew pub issued under subsection (h) of section 30-16,] except that a backer or holder of 745 746 a caterer liquor permit may not be a backer or holder of any other 747 manufacturer permit issued under section 30-16, as amended by this 748 act, or a wholesaler permit issued under section 30-17.

(d) The holder of a caterer liquor permit and any other permit
issued under the provisions of this chapter that prohibits the offpremises consumption of alcoholic liquor shall be exempt from such
prohibition for the purposes of conducting such holder's catering
business only.

(e) The holder of a caterer liquor permit shall be exempt from the provisions of sections 30-38, 30-52 and 30-54 and from the requirements to affix and maintain a placard, as provided in subdivision (3) of subsection (b) of section 30-39.

Sec. 11. Section 30-37*l* of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2020*):

760 (a) A wine festival permit shall allow the holder of a manufacturer 761 permit for [a farm winery] wine, cider and mead, issued pursuant to 762 section 30-16, as amended by this act, to participate in a wine festival 763 organized and sponsored by an association that promotes the 764 manufacturing and selling of [farm] wine in this state or such 765 association's not-for-profit subsidiary. Such association or such 766 association's not-for-profit subsidiary shall not organize and sponsor 767 more than two such wine festivals in any calendar year. The 768 Commissioner of Consumer Protection shall allow only two such wine 769 festivals in any calendar year, regardless of the number of such [farm 770 winery] permittees or such organizing and sponsoring associations or 771 not-for-profit subsidiaries participating in such wine festivals.

772 (b) A wine festival permit shall authorize: (1) The sale and shipment 773 of wine manufactured by the [farm winery] permittee and sold at such 774 wine festival to persons outside the state; (2) the offering and tasting of 775 free samples of wine to visitors and prospective retail customers for 776 consumption on the grounds of the wine festival; (3) the sale at retail of 777 sealed bottles or other sealed containers of wine for consumption off 778 the grounds of the wine festival; and (4) the sale at retail of wine by the 779 glass or receptacle, provided the glass or receptacle is embossed or 780 otherwise permanently labeled with the name and date of the wine 781 festival.

(c) No farm winery permittee may sell, offer or give to any personor entity wine not manufactured by such farm winery.

784 (d) Only two wine festival permits may be issued per calendar year

pursuant to this section by the Commissioner of Consumer Protection
to each holder of a manufacturer permit for [a farm winery] wine,
<u>cider and mead</u>. A wine festival permit shall not be effective for more
than three consecutive days per calendar year. The fee for a wine
festival permit shall be seventy-five dollars.

Sec. 12. Section 30-62c of the general statutes is repealed and thefollowing is substituted in lieu thereof (*Effective January 1, 2020*):

(a) The holder of an alcoholic liquor permit issued by the
Department of Consumer Protection pursuant to subsections (b) to
[(h)] (e), inclusive, of section 30-16, <u>as amended by this act</u>, or an agent
of such permit holder, shall furnish potable water without charge to
any person on the permit premises requesting such water or shall offer
nonalcoholic beverages for sale to such person.

798 (b) A permittee or such permittee's agent shall not be required to 799 furnish such water or offer nonalcoholic beverages for sale during the 800 hours and days that the sale or dispensing of alcoholic liquor is 801 prohibited pursuant to subsection (a) of section 30-91, as amended by 802 this act. Such potable water shall meet all federal and state 803 requirements concerning purity of drinking water and shall be 804 supplied in a receptacle suitable to permit the individual consumption 805 of not less than six ounces per serving.

(c) The Department of Consumer Protection may, in its discretion,
suspend, revoke or refuse to grant or renew an alcoholic liquor permit
pursuant to subsection (a) of section 30-47 if the department has
reasonable cause to believe a permittee has violated any provision of
this section.

811 Sec. 13. Section 30-370 of the general statutes is repealed and the 812 following is substituted in lieu thereof (*Effective January 1, 2020*):

(a) The Commissioner of Consumer Protection shall issue a farmers'
market wine sales permit to a holder of a manufacturer permit for [a

815 farm winery] wine, cider and mead upon submission of proof to the 816 commissioner that such holder is in compliance with the requirements 817 of subsection [(e)] (c) of section 30-16, as amended by this act. Such 818 permit shall authorize the sale of [wine] products manufactured from such [farm winery] permittee during an unlimited number of 819 appearances at a farmers' market at not more than ten farmers' market 820 821 locations per year provided such holder: (1) Has an invitation from 822 such farmers' market to sell [wine] such products at such farmers' 823 market, (2) only sells [wine] such products by the bottle at such 824 farmers' markets, and (3) is present, or has an authorized 825 representative present, at the time of sale of any such [bottle of wine] 826 product from such [farm winery] permit holder at such farmers' market. Any such [farmers' market wine sales] permit shall be valid for 827 828 a period of one year from the date of issuance. The annual fee for [a 829 farmers' market wine sales] such permit shall be two hundred fifty 830 dollars. There shall be a one-hundred-dollar, nonrefundable filing fee 831 for any such permit.

(b) Any town or municipality may, by ordinance or zoning
regulation, prohibit the sale of [wine] <u>such products</u> by the holder of [a
farmers' market wine sales] <u>such</u> permit at a farmers' market held in
such town or municipality.

836 Sec. 14. Section 30-48 of the general statutes is repealed and the 837 following is substituted in lieu thereof (*Effective January 1, 2020*):

838 (a) No backer or permittee of one permit class shall be a backer or 839 permittee of any other permit class except in the case of any class of 840 airport, railroad, airline and boat permits, and except that: (1) A backer 841 of a hotel or restaurant permit may be a backer of both such classes; (2) 842 a holder or backer of a [manufacturer permit for a brew pub, a] 843 restaurant permit or a cafe permit may be a holder or backer of any 844 other or all of such classes; (3) a holder or backer of a restaurant permit 845 may be a holder or backer of a bowling establishment permit; (4) a 846 backer of a restaurant permit may be a backer of a coliseum permit or a

847 coliseum concession permit, or both, when such restaurant is within a 848 coliseum; (5) a backer of a hotel permit may be a backer of a coliseum 849 permit or a coliseum concession permit, or both; (6) a backer of a 850 coliseum permit may be a backer of a coliseum concession permit; (7) a 851 backer of a coliseum concession permit may be a backer of a coliseum 852 permit; (8) a backer of a grocery store beer permit may be a backer of a 853 package store permit if such was the case on or before May 1, 1996; (9) 854 a backer of a university permit may be a backer of a nonprofit theater 855 permit; (10) subject to the discretion of the department, a backer of a 856 permit provided for in section 30-33b, may be a backer of any other 857 retail on-premise consumption permit, including those permits 858 provided for in section 30-33b; (11) a backer of a nonprofit theater 859 permit may be a holder or backer of a hotel permit; (12) a holder or 860 backer of a restaurant permit may be a holder or backer of a special 861 outing facility permit; (13) a backer of a concession permit may be a 862 backer of a coliseum permit or a coliseum concession permit, or both; 863 (14) a holder of an out-of-state winery shipper's permit for wine may be a holder of an in-state transporter's permit or an out-of-state entity 864 865 wine festival permit issued pursuant to section 30-37m, or of both such 866 permits; (15) a holder of an out-of-state shipper's permit for alcoholic 867 liquor other than beer may be a holder of an in-state transporter's 868 permit; <u>and</u> (16) a holder of a manufacturer permit for [a farm winery] 869 wine, cider and mead may be a holder of an in-state transporter's 870 permit, a wine festival permit issued pursuant to section 30-37l, as 871 amended by this act, a farmers' market wine sales permit issued 872 pursuant to subsection (a) of section 30-370, as amended by this act, an 873 off-site [farm winery sales and] tasting permit issued pursuant to 874 section 30-16a, as amended by this act, or of any combination of such 875 permits. [; and (17) a holder of a manufacturer permit for beer, 876 manufacturer permit for a brew pub, manufacturer permit for beer and 877 brew pub or manufacturer permit for a farm brewery may be a holder 878 of a farmers' market beer sales permit issued pursuant to section 30-879 37r. Any person may be a permittee of more than one permit.] A 880 person may be a permittee under a permit provided for in section 30881 33b and a backer of any other retail on-premise consumption permit, 882 including those permits provided for in section 30-33b. The operator of 883 a racing or jai alai exhibition with pari-mutuel betting licensed by the 884 Department of Consumer Protection may be a backer of any permit 885 provided for in section 30-33b. No holder of a manufacturer permit for 886 a brew pub and no spouse or child of such holder may be a holder or 887 backer of more than three restaurant permits or cafe permits.

888 (b) No permittee or backer thereof and no employee or agent of 889 such permittee or backer shall borrow money or receive credit in any 890 form for a period in excess of thirty days, directly or indirectly, from 891 any manufacturer permittee, or backer thereof, or from any wholesaler 892 permittee, or backer thereof, of alcoholic liquor or from any member of 893 the family of such manufacturer permittee or backer thereof or from 894 any stockholder in a corporation manufacturing or wholesaling such 895 liquor, and no manufacturer permittee or backer thereof or wholesaler 896 permittee or backer thereof or member of the family of either of such 897 permittees or of any such backer, and no stockholder of a corporation 898 manufacturing or wholesaling such liquor shall lend money or 899 otherwise extend credit, directly or indirectly, to any such permittee or 900 backer thereof or to the employee or agent of any such permittee or 901 backer. A wholesaler permittee or backer, or a manufacturer permittee 902 or backer, that has not received payment in full from a retailer 903 permittee or backer within thirty days after the date such credit was 904 extended to such retailer or backer or to an employee or agent of any 905 such retailer or backer, shall give a written notice of obligation to such 906 retailer within the five days following the expiration of the thirty-day 907 period of credit. The notice of obligation shall state: The amount due; 908 the date credit was extended; the date the thirty-day period ended, and 909 that the retailer is in violation of this section. A retailer who disputes 910 the accuracy of the "notice of obligation" shall, within the ten days 911 following the expiration of the thirty-day period of credit, give a 912 written response to notice of obligation to the department and give a 913 copy to the wholesaler or manufacturer who sent the notice. The 914 response shall state the retailer's basis for dispute and the amount, if

915 any, admitted to be owed for more than thirty days; the copy 916 forwarded to the wholesaler or manufacturer shall be accompanied by 917 the amount admitted to be due, if any, and such payment shall be 918 made and received without prejudice to the rights of either party in 919 any civil action. Upon receipt of the retailer's response, the chairman of 920 the commission or such chairman's designee shall conduct an informal 921 hearing with the parties being given equal opportunity to appear and 922 be heard. If the chairman or such chairman's designee determines that 923 the notice of obligation is accurate, the department shall forthwith 924 issue an order directing the wholesaler or manufacturer to promptly give all manufacturers and wholesalers engaged in the business of 925 926 selling alcoholic liquor to retailers in this state, a "notice of 927 delinquency". The notice of delinquency shall identify the delinquent 928 retailer, and state the amount due and the date of the expiration of the 929 thirty-day credit period. No wholesaler or manufacturer receiving a 930 notice of delinquency shall extend credit by the sale of alcoholic liquor 931 or otherwise to such delinquent retailer until after the manufacturer or 932 wholesaler has received a "notice of satisfaction" from the sender of the 933 notice of delinquency. If the chairman or such chairman's designee 934 determines that the notice of obligation is inaccurate, the department 935 shall forthwith issue an order prohibiting a notice of delinquency. The 936 party for whom the determination by the chairman or such chairman's 937 designee was adverse, shall promptly pay to the department a part of 938 the cost of the proceedings as determined by the chairman or such 939 chairman's designee, which shall not be less than fifty dollars. The 940 department may suspend or revoke the permit of any permittee who, 941 in bad faith, gives an incorrect notice of obligation, an incorrect 942 response to notice of obligation, or an unauthorized notice of 943 delinquency. If the department does not receive a response to the 944 notice of obligation within such ten-day period, the delinquency shall 945 be deemed to be admitted and the wholesaler or manufacturer who 946 sent the notice of obligation shall, within the three days following the 947 expiration of such ten-day period, give a notice of delinquency to the 948 department and to all wholesalers and manufacturers engaged in the

949 business of selling alcoholic liquor to retailers in this state. A notice of 950 delinquency identifying a retailer who does not file a response within 951 such ten-day period shall have the same effect as a notice of 952 delinquency given by order of the chairman or such chairman's 953 designee. A wholesaler permittee or manufacturer permittee that has 954 given a notice of delinquency and that receives full payment for the 955 credit extended, shall, within three days after the date of full payment, 956 give a notice of satisfaction to the department and to all wholesalers 957 and manufacturers to whom a notice of delinquency was sent. The 958 prohibition against extension of credit to such retailer shall be void 959 upon such full payment. The department may revoke or suspend any 960 permit for a violation of this section. An appeal from an order of 961 revocation or suspension issued in accordance with this section may be 962 taken in accordance with section 30-60.

963 (c) If there is a proposed change or change in ownership of a retail 964 permit premises, no application for a permit shall be approved until 965 the applicant files with the department an affidavit executed by the 966 seller of the retail permit premises stating that all obligations of the 967 predecessor permittee for the purchase of alcoholic liquor at such 968 permit premises have been paid or that such applicant did not receive 969 direct or indirect consideration from the predecessor permittee. If a 970 wholesaler permittee alleges the applicant received direct or indirect 971 consideration from the predecessor permittee or that there remain 972 outstanding liquor obligations, such wholesaler permittee may file 973 with the department an affidavit, along with supporting 974 documentation to establish receipt of such consideration or 975 outstanding liquor obligations. The Commissioner of Consumer 976 Protection, in the commissioner's sole discretion, shall determine 977 whether a hearing is warranted on such allegations. The commissioner 978 may waive the requirement of such seller's affidavit upon finding that 979 (1) the predecessor permittee abandoned the premises prior to the 980 filing of the application, and (2) such permittee did not receive any 981 consideration, direct or indirect, for such permittee's abandonment. 982 For the purposes of this subsection, "consideration" means the receipt 983 of legal tender or goods or services for the purchase of alcoholic liquor
984 remaining on the premises of the predecessor permittee, for which bills
985 remain unpaid.

(d) A permittee may file a designation of an authorized agent with
the department to issue or receive all notices or documents provided
for in this section. The permittee shall be responsible for the issuance
or receipt of such notices or documents by the agent.

(e) The period of credit permitted under this section shall be
calculated as the time elapsing between the date of receipt of the
alcoholic liquors by the purchaser and the date of full legal discharge
of the purchaser through the payment of cash or its equivalent from all
indebtedness arising from the transaction except that, if the last day for
payment falls on a Saturday, Sunday or legal holiday, the last day for
payment shall then be the next business day.

997 Sec. 15. Section 30-91 of the general statutes is repealed and the 998 following is substituted in lieu thereof (*Effective January 1, 2020*):

999 (a) The sale or the dispensing or consumption or the presence in 1000 glasses or other receptacles suitable to permit the consumption of 1001 alcoholic liquor by an individual in places operating under hotel 1002 permits, restaurant permits, cafe permits, restaurant permits for 1003 catering establishments, bowling establishment permits, racquetball 1004 facility permits, club permits, coliseum permits, coliseum concession 1005 permits, special sporting facility restaurant permits, special sporting 1006 facility employee recreational permits, special sporting facility guest 1007 permits, special sporting facility concession permits, special sporting 1008 facility bar permits, golf country club permits, nonprofit public 1009 museum permits, university permits, airport restaurant permits, 1010 airport bar permits, airport airline club permits, tavern permits, a 1011 manufacturer permit for a brew pub, manufacturer permits for beer 1012 and brew pubs, casino permits, caterer liquor permits and charitable 1013 organization permits shall be unlawful on: (1) Monday, Tuesday, 1014 Wednesday, Thursday and Friday between the hours of one o'clock 1015 a.m. and nine o'clock a.m.; (2) Saturday between the hours of two 1016 o'clock a.m. and nine o'clock a.m.; (3) Sunday between the hours of 1017 two o'clock a.m. and ten o'clock a.m.; (4) Christmas, except (A) for 1018 alcoholic liquor that is served where food is also available during the 1019 hours otherwise permitted by this section for the day on which 1020 Christmas falls, and (B) by casino permittees at casinos, as defined in 1021 section 30-37k; and (5) January first between the hours of three o'clock 1022 a.m. and nine o'clock a.m., except that on any Sunday that is January 1023 first the prohibitions of this section shall be between the hours of three 1024 o'clock a.m. and ten o'clock a.m.

1025 (b) Any town may, by vote of a town meeting or by ordinance, 1026 reduce the number of hours during which sales under subsection (a) of 1027 this section, except sales pursuant to an airport restaurant permit, 1028 airport bar permit or airport airline club permit, shall be permissible. 1029 In all cases when a town, either by vote of a town meeting or by 1030 ordinance, has acted on the sale of alcoholic liquor or the reduction of 1031 the number of hours when such sale is permissible, such action shall 1032 become effective on the first day of the month succeeding such action 1033 and no further action shall be taken until at least one year has elapsed 1034 since the previous action was taken.

1035 (c) Notwithstanding any provisions of subsections (a) and (b) of this section, such sale or dispensing or consumption or presence in glasses 1036 1037 in places operating under a bowling establishment permit shall be 1038 unlawful before eleven a.m. on any day, except in that portion of the 1039 permit premises which is located in a separate room or rooms entry to 1040 which, from the bowling lane area of the establishment, is by means of 1041 a door or doors which shall remain closed at all times except to permit 1042 entrance and egress to and from the lane area. Any alcoholic liquor 1043 sold or dispensed in a place operating under a bowling establishment 1044 permit shall be served in containers such as, but not limited to, plastic 1045 or glass. Any town may, by vote of a town meeting or by ordinance, 1046 reduce the number of hours during which sales under this subsection 1047 shall be permissible.

1048 (d) The sale or dispensing of alcoholic liquor in places operating 1049 under package store permits, drug store permits, manufacturer 1050 permits for beer, manufacturer permits for beer and brew pubs, 1051 manufacturer permits for a farm brewery, manufacturer permits for 1052 farm distilleries or grocery store beer permits shall be unlawful on 1053 Thanksgiving Day, New Year's Day or Christmas; and such sale or 1054 dispensing of alcoholic liquor in places operating under package store 1055 permits, drug store permits, manufacturer permits for beer, 1056 manufacturer permits for beer and brew pubs, manufacturer permits 1057 for a farm brewery, manufacturer permits for farm distilleries and 1058 grocery store beer permits shall be unlawful on Sunday before ten 1059 o'clock a.m. and after six o'clock p.m. and on any other day before eight o'clock a.m. and after ten o'clock p.m. It shall be unlawful for the 1060 1061 holder of a manufacturer permit for a brew pub to sell beer for 1062 consumption off the premises on the days or hours prohibited by this 1063 subsection. Any town may, by a vote of a town meeting or by 1064 ordinance, reduce the number of hours during which such sale shall be 1065 permissible.

(e) (1) In the case of any premises operating under a tavern permit,
wherein, under the provisions of this section, the sale of alcoholic
liquor is forbidden on certain days or hours of the day, or during the
period when a tavern permit is suspended, it shall likewise be
unlawful to keep such premises open to, or permit it to be occupied by,
the public on such days or hours.

1072 (2) In the case of any premises operating under a cafe permit, it shall 1073 be unlawful to keep such premises open to, or permit such premises to 1074 be occupied by, the public between the hours of one o'clock a.m. and 1075 six o'clock a.m. on Monday, Tuesday, Wednesday, Thursday and 1076 Friday and between the hours of two o'clock a.m. and six o'clock a.m. 1077 on Saturday and Sunday or during any period of time when such 1078 permit is suspended, provided the sale or the dispensing or 1079 consumption of alcohol on such premises operating under such cafe 1080 permit shall be prohibited beyond the hours authorized for the sale or 1081 dispensing or consumption of alcohol for such premises under this1082 section.

1083 (3) Notwithstanding any provision of this chapter, in the case of any 1084 premises operating under a tavern or cafe permit, it shall be lawful for 1085 such premises to be open to, or be occupied by, the public when such 1086 premises is being used as a site for film, television, video or digital production eligible for a film production tax credit pursuant to section 1087 1088 12-217jj, provided the sale or the dispensing or consumption of alcohol 1089 on such premises operating under such tavern or cafe permit shall be 1090 prohibited beyond the hours authorized for the sale or the dispensing 1091 or consumption of alcohol for such premises under this section.

1092 (f) The retail sale of wine and the tasting of free samples of wine, 1093 cider not exceeding six per cent alcohol by volume, apple wine not 1094 exceeding fifteen per cent alcohol by volume, apple brandy, eau-de-vie 1095 and mead by visitors and prospective retail customers of a permittee holding a manufacturer permit for [a farm winery] wine, cider and 1096 1097 mead on the premises of such permittee shall be unlawful on Sunday 1098 before ten o'clock a.m. and after ten o'clock p.m. and on any other day 1099 before eight o'clock a.m. and after ten o'clock p.m. Any town may, by 1100 vote of a town meeting or by ordinance, reduce the number of hours 1101 during which sales and the tasting of free samples of [wine] products 1102 under this subsection shall be permissible.

1103 (g) Notwithstanding any provision of subsection (a) of this section, 1104 food or nonalcoholic beverages may be sold, dispensed or consumed 1105 in places operating under an airport restaurant permit, an airport bar 1106 permit or an airport airline club permit, at any time, as allowed by 1107 agreement between the Connecticut Airport Authority and its lessees 1108 or concessionaires. In the case of premises operating under an airport 1109 airline club permit, the sale, dispensing or consumption or the 1110 presence in glasses or other receptacles suitable to permit the 1111 consumption of alcoholic liquor by an individual shall be unlawful on: 1112 (1) Monday, Tuesday, Wednesday, Thursday and Friday between the

hours of one o'clock a.m. and six o'clock a.m., (2) Saturday and Sunday
between the hours of two o'clock a.m. and six o'clock a.m., (3)
Christmas, except for alcoholic liquor that is served where food is also
available during the hours otherwise permitted by this section for the
day on which Christmas falls, and (4) January first between the hours
of three o'clock a.m. and six o'clock a.m.

(h) The sale or the dispensing or consumption or the presence in
glasses or other receptacles suitable to permit the consumption of
alcoholic liquor by an individual in places operating under a nonprofit
golf tournament permit shall be unlawful on any day prior to nine
o'clock a.m. and after ten o'clock p.m.

1124 (i) The tasting of free samples of beer by visitors of a permittee 1125 holding a manufacturing permit for beer on the premises of such 1126 permittee shall be unlawful on Sunday before eleven o'clock a.m. and 1127 after eight o'clock p.m. and on any other day before ten o'clock a.m. 1128 and after eight o'clock p.m. Nothing in this section shall be construed 1129 to limit the right of a holder of such permit to conduct manufacturing 1130 operations at any time. Any town may, by vote of a town meeting or 1131 ordinance, reduce the number of hours during which the tasting and 1132 free samples of beer under this subsection shall be permissible.

(j) Nothing in this section shall be construed to require anypermittee to continue the sale or dispensing of alcoholic liquor untilthe closing hour established under this section.

1136 (k) The retail sale of wine and the tasting of free samples of wine by 1137 visitors and prospective retail customers of a permittee holding a wine 1138 festival permit or an out-of-state entity wine festival permit issued 1139 pursuant to section 30-37l or 30-37m shall be unlawful on Sunday 1140 before eleven o'clock a.m. and after eight o'clock p.m., and on any 1141 other day before ten o'clock a.m. and after eight o'clock p.m. Any town 1142 may, by vote of a town meeting or by ordinance, reduce the number of 1143 hours during which the retail sale of wine and the tasting of free 1144 samples of wine pursuant to this subsection shall be permissible.

1145 (l) The sale of wine at a farmers' market by a permittee holding a 1146 farmers' market wine sales permit pursuant to subsection (a) of section 1147 30-370, as amended by this act, shall be unlawful on any day before 1148 eight o'clock a.m. and after ten o'clock p.m., provided such permittee shall not sell such wine at a farmers' market at any time during such 1149 1150 hours that the farmers' market is not open to the public. Any town 1151 may, by vote of a town meeting or by ordinance, reduce the number of 1152 hours during which sales of wine under this subsection shall be 1153 permissible.

1154 (m) Notwithstanding any provision of subsection (a) of this section, 1155 it shall be lawful for casino permittees at casinos, as defined in section 1156 30-37k, to allow the presence of alcoholic liquor in glasses or other 1157 receptacles suitable to permit the consumption thereof by an 1158 individual at any time on its gaming facility, as defined in subsection 1159 (a) of section 30-37k, provided such alcoholic liquor shall not be served 1160 to a patron of such casino during the hours specified in subsection (a) 1161 of this section. For purposes of this section, "receptacles suitable to 1162 permit the consumption of alcoholic liquor" shall not include bottles of 1163 distilled spirits or bottles of wine.

Sec. 16. Section 30-37r of the general statutes is repealed. (*EffectiveJanuary 1, 2020*)

This act shall take effect as follows and shall amend the following sections:				
Section 1	January 1, 2020	12-435		
Sec. 2	January 1, 2020	30-1		
Sec. 3	January 1, 2020	30-16		
Sec. 4	January 1, 2020	30-37p		
Sec. 5	January 1, 2020	30-37q		
Sec. 6	January 1, 2020	30-63		
Sec. 7	January 1, 2020	30-681		
Sec. 8	January 1, 2020	30-16a		
Sec. 9	January 1, 2020	30-19f		
Sec. 10	January 1, 2020	30-37j		

Sec. 11	January 1, 2020	30-371
Sec. 12	January 1, 2020	30-62c
Sec. 13	January 1, 2020	30-370
Sec. 14	January 1, 2020	30-48
Sec. 15	January 1, 2020	30-91
Sec. 16	January 1, 2020	Repealer section

Statement of Purpose:

To streamline the Liquor Control Act.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: SEN. WITKOS, 8th Dist.; SEN. SOMERS, 18th Dist. REP. CONLEY, 40th Dist.; REP. GRESKO, 121st Dist.

S.B. 647