

General Assembly

January Session, 2025

## Committee Bill No. 5361

LCO No. **4613** 

Referred to Committee on GENERAL LAW

Introduced by: (GL)

## AN ACT CONCERNING THE SOURCE OF THE FRUIT USED BY FARM WINERY PERMITTEES TO MANUFACTURE WINE.

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 repealed and the following is substituted in lieu thereof (*Effective July 1*, 2025):

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

10 (2) Such permit shall, at the single principal premises of the farm 11 winery, authorize: (A) The sale in bulk by the holder thereof from the 12 premises where the products are manufactured pursuant to such 13 permit; (B) as to a manufacturer who produces one hundred thousand 14 gallons of wine or less per year, the sale and shipment by the holder 15 thereof to a retailer of wine manufactured by the farm winery permittee

in the original sealed containers of not more than fifteen gallons per 16 17 container; (C) the sale and shipment by the holder thereof of wine 18 manufactured by the farm winery permittee to persons outside the state; 19 (D) the offering and tasting of free samples of such wine or brandy, 20 dispensed out of bottles or containers having capacities of not more than 21 two gallons per bottle or container, to visitors and prospective retail 22 customers for consumption on the premises of the farm winery 23 permittee; (E) the sale at retail from the premises of sealed bottles or 24 other sealed containers of such wine or brandy for consumption off the 25 premises; (F) the sale at retail from the premises of wine or brandy by 26 the glass and bottle to visitors on the premises of the farm winery 27 permittee for consumption on the premises; and (G) subject to the 28 provisions of subdivision (3) of this subsection, the sale and delivery or 29 shipment of wine manufactured by the permittee directly to a consumer 30 in this state. Notwithstanding the provisions of subparagraphs (D), (E) 31 and (F) of this subdivision, a town may, by ordinance or zoning 32 regulation, prohibit any such offering, tasting or selling at retail at 33 premises within such town for which a manufacturer permit for a farm 34 winery has been issued.

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

50 Protection a separate and complete record of all sales and shipments to 51 consumers in the state, on a ledger sheet or similar form which readily 52 presents a chronological account of such permittee's dealings with each 53 such consumer; (F) not ship to any address in the state where the sale of 54 alcoholic liquor is prohibited by local option pursuant to section 30-9; 55 and (G) hold an in-state transporter's permit pursuant to section 30-19f 56 or make any such shipment through the use of a person who holds such 57 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.

63 (5) (A) Except as provided in subparagraph (B) of this subdivision, 64 the farm winery permittee shall grow on the premises of the farm 65 winery or on property under the same ownership and control of said 66 permittee or leased by the backer of a farm winery permit or by said 67 permittee within the farm winery's principal state an average crop of 68 fruit equal to not less than [twenty-five] twenty per cent of the fruit used 69 in the manufacture of the farm winery permittee's wine. An average 70 crop shall be defined each year as the average yield of the farm winery 71 permittee's two largest annual crops out of the preceding five years, 72 except that during the first seven years from the date of issuance of a 73 farm winery permit, an average crop shall be defined as three tons of 74 grapes for each acre of vineyard farmed by the farm winery permittee. 75 Such seven-year period shall not begin anew if the property for which 76 the farm winery permit is held is transferred or sold during such seven-77 year period. In the event the farm winery consists of more than one 78 property, the aggregate acreage of the farm winery shall not be less than 79 five acres.

80 (B) If a farm winery permittee sustains a significant loss of the farm 81 winery permittee's crop of fruit, such farm winery permittee shall, not 82 later than December thirty-first of the year in which such farm winery

permittee sustains such significant loss, certify to the Commissioner of 83 84 Consumer Protection, in a form and manner prescribed by the commissioner, that such farm winery permittee has sustained such 85 86 significant loss. If the commissioner determines, in the commissioner's 87 discretion, that such farm winery permittee sustained such significant 88 loss through no fault of such farm winery permittee, such farm winery 89 permittee's lost crop of fruit shall, for the year in which such farm 90 winery permittee sustained such significant loss, be deemed to satisfy 91 the average crop requirement established in subparagraph (A) of this 92 subdivision. For the purposes of this subparagraph, the commissioner 93 shall, in the commissioner's discretion, determine whether a qualitative 94 or quantitative reduction in crop yield suffered by a farm winery 95 permittee constitutes a significant loss.

96 (6) A holder of a manufacturer permit for a farm winery, when 97 advertising or offering wine for direct shipment to a consumer in this 98 state via the Internet or any other on-line computer network, shall 99 clearly and conspicuously state such liquor permit number in its 100 advertising.

101 (7) A holder of a manufacturer permit for a farm winery may sell and 102 offer free tastings of wine manufactured from such winery at a farmers' 103 market, as defined in section 22-6r, that is operated as a nonprofit 104 enterprise or association, provided such farmers' market invites such 105 holder to sell wine at such farmers' market and such holder has a 106 farmers' market wine sales permit issued by the Commissioner of 107 Consumer Protection in accordance with the provisions of section 30-108 370.

(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 land to

116 grow fruit and produce alcoholic beverages manufactured exclusively

117 by the farm winery, and (B) no such retail outlet is located within a

118 grocery store, as defined in section 30-20, or any other retail outlet unless

119 otherwise permitted under the general statutes.

(9) The annual fee for a manufacturer permit for a farm winery shallbe three hundred dollars.

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

Section 1	July 1, 2025	30-16(c)

GL Joint Favorable