The Commonwealth of Massachusetts

In the One Hundred and Ninetieth General Court (2017-2018)

SENATE, Monday, April 23, 2018

The committee on Environment, Natural Resources and Agriculture, to whom was referred the petition (accompanied by bill, Senate, No. 418) of James B. Eldridge, Denise Provost, Dylan Fernandes, James R. Miceli and other members of the General Court for legislation to expand the sale of products by farmer breweries,- reports the accompanying bill (Senate, No. 2459).

For the committee, Anne M. Gobi **SENATE No. 2459**

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In the One Hundred and Ninetieth General Court (2017-2018)

An Act expanding the sale of products by farmer breweries and distilleries.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

Chapter 138 of the General Laws, as appearing in the 2016 Official Edition, is hereby amended by striking out section 15F and inserting in place thereof the following section:-

Section 15F. Notwithstanding any other provision of this chapter, in any city or town wherein the granting of licenses to sell wines and malt beverages is authorized under this chapter, the local licensing authority may issue to an applicant authorized to operate a farmer-winery under section 19B a special license for the sale of wine produced by or for the licensee or to an applicant authorized to operate a farmer-brewery under section 19C a special license for the sale of malt beverages produced by or for the licensee and, in any city or town wherein the granting of licenses to sell all alcoholic beverages is authorized under this chapter, the local licensing authority may issue to an applicant authorized to operate a farmer-distillery under section 19E a special license for the sale of distilled spirits produced by or for the licensee, in sealed containers, for off-premises consumption at an indoor or outdoor agricultural event.

All sales of alcoholic beverages under this section shall be conducted by the licensee or by an agent, representative or solicitor of the licensee to customers who are at least 21 years of age. A licensee under this section may provide, without charge, samples of its alcoholic beverages to prospective customers at an indoor or outdoor agricultural event. All samples shall be served by the licensee or by an agent, representative or solicitor of the licensee to individuals who are at least 21 years of age and all samples shall be consumed in the presence of the licensee or in the presence of an agent, representative or solicitor of the licensee; provided, however, that no sample of wine shall exceed 1 ounce, no sample of malt beverages shall exceed 2 ounces, and no sample of distilled spirits shall exceed ¼ ounce; and provided further, that not more than 5 samples shall be served to an individual prospective customer. For the purposes of this section, "agricultural event" shall be limited to those events certified by the department of agricultural resources as set forth in this section.

An applicant for a special license under this section shall first submit a plan to the department of agricultural resources that shall demonstrate that the event is an agricultural event. The plan shall include a description of the event, the date, time and location of the event, a copy of the operational guidelines or rules for the event, written proof that the prospective licensee has been approved as a vendor at the event, including the name and contact information of the onsite manager, and a plan depicting the premises and the specific location where the license shall be exercised.

Upon review of the plan, the department may certify that the event is an agricultural event; provided, however, that in making that determination, the department shall consider: (i) operation as a farmers' market or agricultural fair approved or inspected by the department; (ii) the frequency and regularity of the event, including dates, times and locations; (iii) the number of vendors; (iv) the terms of vendor agreements; (v) the presence of an on-site manager; (vi) the training of the on-site manager; (vii) any operational guidelines or rules which shall include

vendor eligibility and produce source; (viii) the focus of the event on local agricultural products grown or produced within the market area; (ix) the types of shows or exhibits, including those described in subsection (f) of section 2 of chapter 128; and (x) the event's sponsorship or operation by an agricultural or horticultural society organized under the laws of the commonwealth or by a local grange organization or association which has a primary purpose of promoting agriculture and its allied industries. The department of agricultural resources may promulgate rules and regulations necessary for the operation, oversight, approval and inspection of agricultural events under this section.

An applicant for a special license under this section shall file with the local licensing authority along with its application proof of certification from the department of agricultural resources that the event is an agricultural event. A special license under this section shall designate the specific premises and the dates and times covered. A special license may be granted for an indoor or outdoor agricultural event which takes place on multiple dates or times during a single calendar year but no special license shall be granted for an agricultural event that shall not take place within 1 calendar year. The special license shall be conspicuously displayed at the licensed premises. A copy of a special license granted by the local licensing authority shall be submitted by the authority to the commission at least 7 days before the date the agricultural event is first scheduled to begin. The local licensing authority may charge a fee for each special license granted but such fee shall not exceed \$50. A special license granted under this section shall be nontransferable to any other person, corporation or organization and shall be clearly marked "nontransferable" on its face.

The commission may promulgate rules and regulations as it deems appropriate to effectuate this section.

A special license under this section may be granted by the local licensing authorities for a portion of premises that are licensed under section 12; provided, however, that: (i) the holder of the special license shall document the legal basis for use of the section 12 licensed premises; (ii) the area in which the special license is to be approved shall be physically delineated from the area remaining under the control of the section 12 license holder; (iii) the holder of the special license shall be solely liable for all activities that arise out of the special license; and (iv) the holder of the special license shall not pay any consideration, directly or indirectly, to the section 12 licensee for the access to or use of the section 12 licensee's premises.