HOUSE No. 387

The Commonwealth of Massachusetts

PRESENTED BY:

Adam Scanlon

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

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

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Adam Scanlon	14th Bristol	1/10/2023
Joseph D. McKenna	18th Worcester	1/11/2023
David F. DeCoste	5th Plymouth	1/26/2023
Mary S. Keefe	15th Worcester	2/6/2023
Paul W. Mark	Berkshire, Hampden, Franklin and Hampshire	2/9/2023
Erika Uyterhoeven	27th Middlesex	2/13/2023
James B. Eldridge	Middlesex and Worcester	2/16/2023
Adrianne Pusateri Ramos	14th Essex	2/18/2023
Bruce E. Tarr	First Essex and Middlesex	2/21/2023
John J. Lawn, Jr.	10th Middlesex	2/24/2023
James C. Arena-DeRosa	8th Middlesex	2/27/2023
Shirley B. Arriaga	8th Hampden	2/28/2023
Rodney M. Elliott	16th Middlesex	4/24/2023
Priscila S. Sousa	6th Middlesex	5/15/2023
Michael P. Kushmerek	3rd Worcester	6/6/2023
Lindsay N. Sabadosa	1st Hampshire	6/28/2023
Danillo A. Sena	37th Middlesex	8/31/2023

HOUSE No. 387

By Representative Scanlon of North Attleborough, a petition (accompanied by bill, House, No. 387) of Adam Scanlon and others relative to the sale of products by farmer distilleries and wineries. Consumer Protection and Professional Licensure.

The Commonwealth of Alassachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

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

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

- 1 SECTION 1. Chapter 138 of the General Laws is hereby amended by striking out section
- 2 15F, as appearing in the 2020 Official Edition, and inserting in place thereof the following
- 3 section:-
- Section 15F. (a) For the purposes of this section, "agricultural event" shall only include
- 5 events certified by the department of agricultural resources pursuant to this section.
- 6 (b) Notwithstanding any other provision of this chapter to the contrary, the local licensing
- authority of any city or town authorized to grant licenses to sell alcoholic beverages under this
- 8 chapter may issue to an applicant a special license to sell: (i) wine produced by or for the
- 9 applicant at an indoor or outdoor agricultural event if the wine is in sealed containers for off-
- premises consumption and the applicant is authorized to operate a farmer-winery under section
- 11 19B; (ii) malt beverages produced by or for the applicant at an indoor or outdoor agricultural
- event if the malt beverages are in sealed containers for off-premises consumption and the

applicant is authorized to operate a farmer-brewery under section 19C or a pub brewery under section 19D; or (iii) distilled spirits produced by or for the applicant at an indoor or outdoor agricultural event if the spirits are in sealed containers for off-premises consumption, the applicant is authorized to operate a farmer-distillery under section 19E and the city or town is authorized to grant licenses for the sale of all alcoholic beverages.

- (c) The 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 not less than 21 years of age. A licensee under this section may provide samples of its alcoholic beverages to prospective customers at an indoor or outdoor agricultural event without charge. Any such sample shall be served by the licensee or by an agent, representative or solicitor of the licensee to individuals who are not less than 21 years of age and shall be consumed in the presence of the licensee or an agent, representative or solicitor of the licensee; provided, however, that a sample of wine shall not exceed 1 ounce, a sample of malt beverage shall not exceed 2 ounces and a sample of distilled spirits shall not exceed \(^{1}\sqrt{4}\) ounce; and provided further, that not more than 5 samples shall be served to an individual prospective customer.
- (d) 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: (i) a description of the event; (ii) the date, time and location of the event; (iii) a copy of the operational guidelines or rules for the event; (iv) written proof that the applicant has been approved as a vendor at the event, including the name and contact information of the on-site manager; and (v) a plan depicting the premises and the specific location where the license shall be exercised.

(e) 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 clause (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 that has a primary purpose of promoting agriculture and its allied industries. The department may promulgate rules and regulations necessary for the operation, oversight, approval and inspection of agricultural events under this section.

- (f) In addition to its application, an applicant for a special license under this section shall file with the local licensing authority proof of certification from the department of agricultural resources that the event is an agricultural event. A special license shall designate the specific premises and the dates and times covered; provided, however, that a special license may be granted for an indoor or outdoor agricultural event that takes place on multiple dates or times during a single calendar year; provided further, that a special license shall not be granted for an agricultural event if it will not take place within 1 calendar year.
- (g) A special license under this section shall be conspicuously displayed at the licensed premises. The licensing authority shall submit a copy of a special license to the commission not less than 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; provided, however, that the fee shall not exceed \$50. A special license granted under this section shall not be transferable to any other person, corporation or organization and shall be clearly marked "nontransferable" on its face.

- (h) A special license under this section may be granted by a local licensing authority 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 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 holder of the license granted under said section 12; (iii) the holder of the special license shall be solely liable for all activities that arise from the special license; and (iv) the holder of the special license shall not pay any consideration, directly or indirectly, to the holder of the license granted under said section 12 for the access to or use of the premises.
- (i) The commission may promulgate rules and regulations as it deems appropriate to implement this section.
- SECTION 2. Section 21 of chapter 138 of the General Laws, as so appearing, is hereby amended by striking out, in lines 20 and 21, the words "six per cent of alcohol by weight" and inserting in place thereof the following words:- 8½ per cent of alcohol by volume.; and
- SECTION 3. Said section 21 of said chapter 138, as so appearing, is hereby further amended by striking out, in line 25, the word "six" and inserting in place thereof the following figure:- 8 ½.
- SECTION 4. Chapter 138 of the General Laws is hereby amended by inserting after section 33B the following 2 sections:-

Section 33C. In a city or town that accepts this section in the manner provided in section 4 of chapter 4, an establishment holding a license to sell alcohol to be drunk on the premises shall be permitted to sell alcoholic beverages or alcohol at a discounted price, in a manner as approved by the city or town.

Section 33D. In a city or town that accepts this section in the manner provided in section 4 of chapter 4, a common victualler duly licensed under chapter 140 or any person duly licensed under section 12 to sell all alcoholic beverages or only wines and malt beverages may discount any alcoholic beverages during a specified time period subject to ordinance, by-law, or other limitations as provided by the city and town and; provided, however, that: (i) the prices of alcoholic beverages are not changed during the time period during which they are discounted; (ii) alcoholic beverages are not discounted between the hours of 10 p.m. and the licensed establishment's closing hour; and (iii) notice of the discount of the alcoholic beverages during the time period specified is posted on the licensed premises and on the licensee's publicly available website not less than 3 days prior to the specified time. Authorized persons may advertise events permitted under this statute consistent with local approval.

SECTION 124E. The alcoholic beverages control commission shall convene a 9 member advisory group to assist municipalities and provide guidance on the implementation of sections 33C and 33D of chapter 138 of the General Laws. The advisory panel shall consist of diverse membership with expertise in public safety, alcohol licensing, alcohol distribution, small businesses, promotion of safe driving practices and restaurant operations.