## 2020 SESSION

**ENROLLED** 

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## VIRGINIA ACTS OF ASSEMBLY - CHAPTER

2 An Act to amend and reenact § 4.1-207 of the Code of Virginia, relating to alcoholic beverage control;
 3 winery license privileges.

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#### Approved

### 6 Be it enacted by the General Assembly of Virginia:

# 7 1. That § 4.1-207 of the Code of Virginia is amended and reenacted as follows: 8 § 4.1-207. Wine licenses.

The Board may grant the following licenses relating to wine:

10 1. Winery licenses, which shall authorize the licensee to manufacture wine and to sell and deliver or ship the wine, in accordance with Board regulations, in closed containers, to persons licensed to sell the 11 wine so manufactured at wholesale for the purpose of resale, and to persons outside the Commonwealth 12 13 for resale outside the Commonwealth. In addition, such license shall authorize the licensee to (i) operate distilling equipment on the premises of the licensee in the manufacture of spirits from fruit or fruit 14 15 juices only, which shall be used only for the fortification of wine produced by the licensee; (ii) operate a contract winemaking facility on the premises of the licensee in accordance with Board regulations; and 16 (iii) store wine in bonded warehouses on or off the licensed premises upon permit issued by the Board; 17 18 and (iv) sell wine at retail on the premises described in the winery license for on-premises consumption 19 or in closed containers for off-premises consumption, provided that such wine is manufactured on the 20 licensed premises.

21 2. Wholesale wine licenses, including those granted pursuant to § 4.1-207.1, which shall authorize the 22 licensee to acquire and receive deliveries and shipments of wine and to sell and deliver or ship the wine 23 from one or more premises identified in the license, in accordance with Board regulations, in closed 24 containers, to (i) persons licensed to sell such wine in the Commonwealth, (ii) persons outside the 25 Commonwealth for resale outside the Commonwealth, (iii) religious congregations for use only for 26 sacramental purposes, and (iv) owners of boats registered under the laws of the United States sailing for 27 ports of call of a foreign country or another state.

28 No wholesale wine licensee shall purchase wine for resale from a person outside the Commonwealth
29 who does not hold a wine importer's license unless such wholesale wine licensee holds a wine importer's license
30 license and purchases wine for resale pursuant to the privileges of such wine importer's license.

31 3. Wine importers' licenses, which shall authorize persons located within or outside the
 32 Commonwealth to sell and deliver or ship wine, in accordance with Board regulations, in closed
 33 containers, to persons in the Commonwealth licensed to sell wine at wholesale for the purpose of resale,
 34 and to persons outside the Commonwealth for resale outside the Commonwealth.

4. Retail off-premises winery licenses to persons holding winery licenses, which shall authorize the
 licensee to sell wine at the place of business designated in the winery license, in closed containers, for
 off-premises consumption.

38 5. Farm winery licenses, which shall authorize the licensee to manufacture wine containing 21 39 percent or less of alcohol by volume and to sell, deliver or ship the wine, in accordance with Board 40 regulations, in closed containers, to (i) the Board, (ii) persons licensed to sell the wine so manufactured 41 at wholesale for the purpose of resale, or (iii) persons outside the Commonwealth. In addition, the 42 licensee may (a) acquire and receive deliveries and shipments of wine and sell and deliver or ship this 43 wine, in accordance with Board regulations, to the Board, persons licensed to sell wine at wholesale for 44 the purpose of resale, or persons outside the Commonwealth; (b) operate a contract winemaking facility 45 on the premises of the licensee in accordance with Board regulations; and (c) store wine in bonded warehouses located on or off the licensed premises upon permits issued by the Board. For the purposes 46 of this title, a farm winery license shall be designated either as a Class A or Class B farm winery 47 license in accordance with the limitations set forth in § 4.1-219. A farm winery may enter into an 48 49 agreement in accordance with Board regulations with a winery or farm winery licensee operating a 50 contract winemaking facility.

51 Such licenses shall also authorize the licensee to sell wine at retail at the places of business 52 designated in the licenses, which may include no more than five additional retail establishments of the 53 licensee. Wine may be sold at these business places for on-premises consumption and in closed 54 containers for off-premises consumption. In addition, wine may be pre-mixed by the licensee to be 55 served and sold for on-premises consumption at these business places.

56 6. Internet wine retailer license, which shall authorize persons located within or outside the

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- Commonwealth to sell and ship wine, in accordance with § 4.1-209.1 and Board regulations, in closed containers to persons in the Commonwealth to whom wine may be lawfully sold for off-premises consumption. Such licensee shall not be required to comply with the monthly food sale requirement 57
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- established by Board regulations.