

Department of Planning and Budget

2023 Fiscal Impact Statement

1. Bill Number: SB983S1

House of Origin ☐ Introduced ☒ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Mason

3. Committee: Senate Committee on Rehabilitation and Social Services

4. Title: Winery and farm winery licenses

5. Summary: The substitute bill amends § 4.1-206.1 (Manufacturer licenses) to establish that winery licenses authorize the licensee to sell wine at retail at the place of business designated in the winery license for on-premises consumption or in closed containers for off-premises consumption, provided that any brand of wine not owned by the winery licensee is purchased from a wholesale wine licensee and no less than 20 percent of the wine sold for on-premises consumption is manufactured on the licensed premises.

The bill further establishes that farm winery licenses authorize the licensee enter into an agreement with a contract winemaking facility in accordance with the provisions of this subtitle and Board regulations and that a farm winery license must be designated either as a Class I, Class II, Class III, or Class IV farm winery license in accordance with the limitations set forth in § 4.1-219.

The bill amends § 4.1-231.1 (Fees on state licenses) to establish the fee for a Class I or Class II farm winery license at \$275, Class III license at \$500 and Class IV license at \$4,000.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Preliminary (see Item 8 below)

8. Fiscal Implications: According to the Alcoholic Beverage Control Authority (“ABC”), the fees established in the bill are sufficient to cover anticipated costs to implement the provisions of the bill..

9. Specific Agency or Political Subdivisions Affected: Alcoholic Beverage Control Authority

10. Technical Amendment Necessary: No

11. Other Comments: None