## 1997 SESSION

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## HOUSE BILL NO. 2178

Offered January 16, 1997

A BILL to amend and reenact §§ 4.1-206, 4.1-208, and 4.1-209 of the Code of Virginia, relating to alcoholic beverage control; licenses.

Patron-Rust

## Referred to Committee on General Laws

Be it enacted by the General Assembly of Virginia:

1. That §§ 4.1-206, 4.1-208, and 4.1-209 of the Code of Virginia are amended and reenacted as 11 12 follows: 13

§ 4.1-206. Alcoholic beverage licenses.

The Board may grant the following licenses relating to alcoholic beverages generally:

15 1. Distillers' licenses, which shall authorize the licensee to manufacture alcoholic beverages other than wine and beer, and to sell and deliver or ship the same, in accordance with Board regulations, in 16 17 closed containers, to the Board and to persons outside the Commonwealth for resale outside the 18 Commonwealth.

19 2. Fruit distillers' licenses, which shall authorize the licensee to manufacture any alcoholic beverages 20 made from fruit or fruit juices, and to sell and deliver or ship the same, in accordance with Board 21 regulations, in closed containers, to the Board and to persons outside the Commonwealth for resale 22 outside the Commonwealth.

23 3. Banquet facility licenses to volunteer fire departments and volunteer rescue squads, which shall 24 authorize the licensee to permit the consumption of lawfully acquired alcoholic beverages on the 25 premises of the licensee by any person, and bona fide members and guests thereof, otherwise eligible for a banquet license. However, lawfully acquired alcoholic beverages shall not be purchased or sold by the 26 27 licensee or sold or charged for in any way by the person permitted to use the premises. Such premises shall be a fire or rescue squad station or both, regularly occupied as such and recognized by the 28 29 governing body of the county, city or town in which it is located. Under conditions as specified by 30 Board regulation, such premises may be other than a fire or rescue squad station, provided such other premises are occupied and under the control of the fire department or rescue squad while the privileges 31 32 of its license are being exercised.

33 4. Bed and breakfast licenses, which shall authorize the licensee to serve alcoholic beverages in 34 dining areas, private guest rooms and other designated areas to persons to whom overnight lodging is 35 being provided, with or without meals, for on-premises consumption only in such rooms and areas, and 36 without regard to the amount of gross receipts from the sale of food prepared and consumed on the 37 premises.

38 5. Tasting licenses, which shall authorize the licensee to sell or give samples of alcoholic beverages 39 of the type specified in the license in designated areas at events held by the licensee. A tasting license 40 shall be issued for the purpose of featuring and educating the consuming public about the alcoholic 41 beverages being tasted. A separate license shall be required for each day of each tasting event. This 42 subdivision shall not be construed to prevent the licensee from selling or giving samples of alcoholic beverages manufactured by multiple manufacturers at the same event provided the samples are 43 44 otherwise given and sold in accordance with the terms of the license.

§ 4.1-208. Beer licenses.

The Board may grant the following licenses relating to beer:

1. Brewery licenses, which shall authorize the licensee to manufacture beer and to sell and deliver or 47 ship the beer so manufactured, in accordance with Board regulations, in closed containers to (i) persons **48** licensed to sell the beer at wholesale, (ii) persons licensed to sell beer at retail for the purpose of resale, 49 only as provided in subdivision B 4 of § 4.1-216, (iii) owners of boats registered under the laws of the 50 51 United States sailing for ports of call of a foreign country or another state and (iv) persons outside the Commonwealth for resale outside the Commonwealth. 52

53 2. Bottlers' licenses, which shall authorize the licensee to acquire and receive deliveries and 54 shipments of beer in closed containers and to bottle, sell and deliver or ship it, in accordance with Board regulations to (i) wholesale beer licensees for the purpose of resale, (ii) owners of boats registered 55 under the laws of the United States sailing for ports of call of a foreign country or another state and (iii) 56 persons outside the Commonwealth for resale outside the Commonwealth. 57

3. Wholesale beer licenses, which shall authorize the licensee to acquire and receive deliveries and 58 59 shipments of beer and to sell and deliver or ship it, in accordance with Board regulations, in closed HB2178

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60 containers to (i) persons licensed under this chapter to sell such beer at wholesale or retail for the

purpose of resale, (ii) owners of boats registered under the laws of the United States sailing for ports of 61

call of a foreign country or another state and (iii) persons outside the Commonwealth for resale outside 62 63 the Commonwealth.

64 No wholesale beer licensee shall purchase beer for resale from a person outside the Commonwealth 65 who does not hold a beer importer's license unless such wholesale beer licensee holds a beer importer's 66 license and purchases beer for resale pursuant to the privileges of such beer importer's license.

67 4. Beer importers' licenses, which shall authorize persons licensed within or outside the Commonwealth to sell and deliver or ship beer into the Commonwealth, in accordance with Board 68 regulations, in closed containers, to persons in the Commonwealth licensed to sell beer at wholesale for 69 70 the purpose of resale. 71

5. Retail on-premises beer licenses to:

72 a. Hotels, restaurants and clubs, which shall authorize the licensee to sell beer, either with or without 73 meals, only in dining areas and other designated areas of such restaurants, or in dining areas, private 74 guest rooms, and other designated areas of such hotels or clubs, for consumption only in such rooms 75 and areas.

b. Persons operating dining cars, buffet cars, and club cars of trains, which shall authorize the 76 77 licensee to sell beer, either with or without meals, in the dining cars, buffet cars, and club cars so 78 operated by them for on-premises consumption when carrying passengers.

79 c. Persons operating boats for which certificates as a sight-seeing carrier by boat, or a special or charter party by boat have been issued by the Department of Motor Vehicles pursuant to § 46.2-2607, 80 which shall authorize the licensee to sell beer, either with or without meals, on such boats operated by 81 82 them for on-premises consumption when carrying passengers.

83 d. Grocery stores located in any town or in a rural area outside the corporate limits of any city or 84 town, which shall authorize the licensee to sell beer for on-premises consumption in such establishments. No license shall be granted unless it appears affirmatively that a substantial public demand for such 85 86 licensed establishment exists and that public convenience and the purposes of this title will be promoted 87 by granting the license.

88 e. Persons operating food concessions at coliseums, stadia, or similar facilities, which shall authorize 89 the licensee to sell beer, in paper, plastic, or similar disposable containers, during the performance of 90 professional sporting exhibitions, events or performances immediately subsequent thereto, to patrons 91 within all seating areas, concourses, walkways, concession areas, and additional locations designated by 92 the Board in such coliseums, stadia, or similar facilities, for on-premises consumption. Upon 93 authorization of the licensee, any person may keep and consume his own lawfully acquired alcoholic 94 beverages on the premises in all areas and locations covered by the license.

f. Persons operating food concessions at any outdoor performing arts amphitheater, arena or similar 95 96 facility which (i) has seating for more than 20,000 persons and is located in any county with a 97 population between 210,000 and 216,000 or in any city with a population between 392,000 and 394,000 98 or (ii) has seating for more than 3,500 persons and is located in any county with a population between 99 65,000 and 70,000. Such license shall authorize the licensee to sell beer during the performance of any 100 event, in paper, plastic or similar disposable containers to patrons within all seating areas, concourses, walkways, concession areas, or similar facilities, for on-premises consumption. Upon authorization of the 101 102 licensee, any person may keep and consume his own lawfully acquired alcoholic beverages on the 103 premises in all areas and locations covered by the license.

104 g. Persons operating food concessions at exhibition or exposition halls, convention centers or similar facilities located in any county operating under the urban county executive form of government or any 105 106 city which is completely surrounded by such county, which shall authorize the licensee to sell beer during the event, in paper, plastic or similar disposable containers to patrons or attendees within all 107 108 seating areas, exhibition areas, concourses, walkways, concession areas, and such additional locations 109 designated by the Board in such facilities, for on-premises consumption. Upon authorization of the licensee, any person may keep and consume his own lawfully acquired alcoholic beverages on the 110 111 premises in all areas and locations covered by the license. For purposes of this subsection, "exhibition or exposition halls" and "convention centers" mean facilities conducting private or public trade shows 112 or exhibitions in an indoor facility having in excess of 100,000 square feet of floor space. 113

114 6. Retail off-premises beer licenses, which shall authorize the licensee to sell beer in closed containers for off-premises consumption and to deliver or ship the beer to purchasers in accordance with 115 116 Board regulations.

117 7. Retail on-and-off premises beer licenses to persons enumerated in subdivisions 5 a and d, which 118 shall accord all the privileges conferred by retail on-premises beer licenses and in addition, shall authorize the licensee to sell beer in closed containers for off-premises consumption and to deliver or 119 120 ship the beer to purchasers in accordance with Board regulations.

121 § 4.1-209. Wine and beer licenses. 122 The Board may grant the following licenses relating to wine and beer: 123

1. Retail on-premises wine and beer licenses to:

124 a. Hotels, restaurants and clubs, which shall authorize the licensee to sell wine and beer, either with 125 or without meals, only in dining areas and other designated areas of such restaurants, or in dining areas, 126 private guest rooms, and other designated areas of such hotels or clubs, for consumption only in such 127 rooms and areas. However, with regard to a hotel classified by the Board as a resort complex, the Board 128 may authorize the sale and consumption of alcoholic beverages in all areas within the resort complex 129 deemed appropriate by the Board;

b. Persons operating dining cars, buffet cars, and club cars of trains, which shall authorize the 130 131 licensee to sell wine and beer, either with or without meals, in the dining cars, buffet cars, and club cars 132 so operated by them, for on-premises consumption when carrying passengers;

133 c. Persons operating boats for which certificates as a sight-seeing carrier by boat, or a special or charter party by boat have been issued by the Department of Motor Vehicles pursuant to § 46.2-2607, 134 135 which shall authorize the licensee to sell wine and beer, either with or without meals, on such boats 136 operated by them for on-premises consumption when carrying passengers;

137 d. Persons operating as air carriers of passengers on regular schedules in foreign, interstate or 138 intrastate commerce, which shall authorize the licensee to sell wine and beer for consumption by 139 passengers in such airplanes anywhere in or over the Commonwealth while in transit and in designated 140 rooms of establishments of such carriers at airports in the Commonwealth, § 4.1-129 notwithstanding;

141 e. Hospitals, which shall authorize the licensee to sell wine and beer in the rooms of patients for 142 their on-premises consumption only in such rooms, provided the consent of the patient's attending 143 physician is first obtained:

144 f. Persons operating food concessions at coliseums, stadia, or similar facilities, which shall authorize 145 the licensee to sell wine and beer in paper, plastic or similar disposable containers, during the 146 performance of professional sporting exhibitions, events or performances immediately subsequent thereto, 147 to patrons within all seating areas, concourses, walkways, concession areas and additional locations 148 designated by the Board in such coliseums, stadia or similar facilities, for on-premises consumption. 149 Upon authorization of the licensee, any person may keep and consume his own lawfully acquired 150 alcoholic beverages on the premises in all areas and locations covered by the license; and

151 g. Persons operating food concessions at any outdoor performing arts amphitheater, arena or similar 152 facility which (i) has seating for more than 20,000 persons and is located in any county with a 153 population between 210,000 and 216,000 or in any city with a population between 392,000 and 394,000 154 or (ii) has seating for more than 3,500 persons and is located in any county with a population between 155 65,000 and 70,000. Such license shall authorize the licensee to sell wine and beer during the 156 performance of any event, in paper, plastic or similar disposable containers to patrons within all seating 157 areas, concourses, walkways, concession areas, or similar facilities, for on-premises consumption. Upon 158 authorization of the licensee, any person may keep and consume his own lawfully acquired alcoholic 159 beverages on the premises in all areas and locations covered by the license.

h. Persons operating food concessions at exhibition or exposition halls, convention centers or similar 160 facilities located in any county operating under the urban county executive form of government or any 161 162 city which is completely surrounded by such county, which shall authorize the licensee to sell wine and 163 beer during the event, in paper, plastic or similar disposable containers to patrons or attendees within 164 all seating areas, exhibition areas, concourses, walkways, concession areas, and such additional 165 locations designated by the Board in such facilities, for on-premises consumption. Upon authorization of 166 the licensee, any person may keep and consume his own lawfully acquired alcoholic beverages on the premises in all areas and locations covered by the license. For purposes of this subsection, "exhibition 167 or exposition hall" and "convention centers" mean facilities conducting private or public trade shows or 168 exhibitions in an indoor facility having in excess of 100,000 square feet of floor space. 169

170 2. Retail off-premises wine and beer licenses, which shall authorize the licensee to sell wine and beer 171 in closed containers for off-premises consumption and to deliver or ship the same to purchasers in 172 accordance with Board regulations.

3. Gourmet shop licenses, which shall authorize the licensee to sell wine and beer in closed 173 174 containers for off-premises consumption and, the provisions of § 4.1-308 notwithstanding, to give to any 175 person to whom wine or beer may be lawfully sold, (i) a sample of wine, not to exceed one ounce by 176 volume or (ii) a sample of beer not to exceed two ounces by volume, for on-premises consumption.

177 4. Convenience grocery store licenses, which shall authorize the licensee to sell wine and beer in 178 closed containers for off-premises consumption.

179 5. Retail on-and-off premises wine and beer licenses to persons enumerated in subdivision 1 a, which 180 shall accord all the privileges conferred by retail on-premises wine and beer licenses and in addition, 181 shall authorize the licensee to sell wine and beer in closed containers for off-premises consumption and 182 to deliver or ship the same to the purchasers, in accordance with Board regulations.

6. Banquet licenses to persons in charge of banquets, and to duly organized nonprofit corporations or associations in charge of special events, which shall authorize the licensee to sell or give wine and beer in rooms or areas approved by the Board for the occasion for on-premises consumption in such rooms or areas. A separate license shall be required for each day of each banquet or special event. However, no such license shall be required of any hotel, restaurant, or club holding a retail wine and beer license.

188 7. Gift shop licenses, which shall authorize the licensee to sell wine and beer unchilled, only within
189 the interior premises of the gift shop in closed containers for off-premises consumption and to deliver or
190 ship the wine and beer to purchasers in accordance with Board regulations.

191 8. Gourmet brewing shop licenses, which shall authorize the licensee to sell to any person to whom
192 wine or beer may be lawfully sold, ingredients for making wine or brewing beer, including packaging,
193 and to rent to such persons facilities for manufacturing, fermenting, and bottling such wine or beer, for
194 off-premises consumption in accordance with subdivision 6 of § 4.1-200.