STATE OF NEW YORK

4837

2023-2024 Regular Sessions

IN SENATE

February 15, 2023

Introduced by Sen. ASHBY -- read twice and ordered printed, and when printed to be committed to the Committee on Investigations and Government Operations

AN ACT to amend the alcoholic beverage control law, in relation to more closely align the privileges of farm distilleries with other privileges enjoyed by farmers

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivision 25 of section 3 of the alcoholic beverage 2 control law is amended to read as follows:

3 25. "Retail sale" or "sale at retail" means a sale to a consumer or to
4 any person for any purpose other than for resale. <u>Such sale may occur</u>
5 <u>during a tasting or during any other activities where permitted by law.</u>

6 § 2. Subparagraphs (v) and (vii) of paragraph (a) of subdivision 2-c 7 of section 61 of the alcoholic beverage control law, subparagraph (v) as 8 amended by chapter 103 of the laws of 2017 and subparagraph (vii) as 9 amended by chapter 522 of the laws of 2018, are amended to read as 10 follows:

(v) To conduct tastings of and sell at retail for consumption on or off the premises New York state labelled beer manufactured by [a licensed brewer] either a brewer licensed in New York state or [licensed farm brewery] a farm brewery licensed in New York state;

(vii) To conduct tastings of and sell at retail for consumption on or off the premises New York state labelled wine manufactured by <u>either</u> a licensed winery <u>licensed in New York state</u> or <u>a</u> licensed farm winery <u>licensed in New York state</u>;

19 § 3. Paragraph (e) of subdivision 2-c of section 61 of the alcoholic 20 beverage control law, as amended by chapter 431 of the laws of 2014, is 21 amended to read as follows:

22 (e) Notwithstanding any other provision of law to the contrary, the 23 holder of a farm distillery license may (i) sell at retail for consump-

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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tion on the licensed premises [-7]: any liquor manufactured by the licen-1 2 see or any New York state labeled liquor, or any alcoholic beverage for 3 consumption on the licensed premises pursuant to this subdivision. 4 Provided, however, the licensee shall regularly keep food available for 5 sale or service to its retail customers for consumption on the premises. 6 A licensee providing the following shall be deemed in compliance with 7 this provision: sandwiches, soups or other such foods, whether fresh, 8 processed, pre-cooked or frozen; and/or food items intended to [compli-9 ment] complement the tasting of alcoholic beverages, which shall mean a 10 diversified selection of food that is ordinarily consumed without the 11 use of tableware and can be conveniently consumed while standing or 12 walking, including but not limited to: cheese, fruits, vegetables, chocolates, breads, mustards and crackers. All of the provisions of this 13 14 chapter relative to licenses to sell liquor at retail for consumption on 15 the premises shall apply so far as applicable to such licensee; and 16 (ii) operate a restaurant, hotel, catering establishment, or other 17 food and drinking establishment in or adjacent to the licensed premises and sell at such place, in addition to any food items or other purchased 18 items, at retail for consumption on the premises, only liquor manufac-19 20 tured by the licensee and any New York state labeled liquor. All of the 21 provisions of this chapter relative to licenses to sell liquor at retail 22 for consumption on [the] such premises shall apply so far as applicable to such licensee. Notwithstanding any other provision of law, the licen-23 see may apply to the authority for a license under this chapter to sell 24 25 other alcoholic beverages at retail for consumption on the premises at 26 such establishment. The privileges contained in this subdivision shall 27 not extend to the premises of a restaurant, hotel or catering establish-28 ment. 29 Paragraphs (e) and (f) of subdivision 2 of section 76-a of the § 4. 30 alcoholic beverage control law, as amended by chapter 522 of the laws of 31 2018, are amended to read as follows: 32 (e) conduct tastings of and sell at the licensed premises $[\tau]$ at retail 33 for consumption on or off the licensed premises: alcoholic beverages manufactured by the licensee or any other licensed farm winery; New York 34 35 state labeled wine manufactured by any licensed winery; New York state 36 labeled beer manufactured by [any] either a brewer licensed [brewer] in 37 New York state or a farm brewery licensed in New York state; New York 38 state labeled cider manufactured by any [licensed] of the following so 39 long as it is licensed in New York state by a brewer, farm brewer, winery, cider producer, or a farm cidery [or farm brewery]; New York 40 state labeled mead manufactured by any licensed farm meadery, winery or 41 42 farm winery; New York state labeled braggot manufactured by any licensed 43 meadery, brewery or farm brewery and New York state labeled liquor manu-44 factured by [any] either a distillery licensed [distiller] in New York 45 state or a farm distillery licensed in New York state; 46 (f) operate a restaurant, hotel, catering establishment, or other food 47 and drinking establishment in or adjacent to the licensed premises and 48 sell at such place, in addition to any food items or other permitted 49 items, at retail for consumption on the premises, wine, cider, and mead manufactured by the licensee and any New York state labeled wine, New 50 51 York state labeled cider, New York state labeled mead or New York state 52 labeled wine product. All of the provisions of this chapter relative to licenses to sell wine at retail for consumption on the premises shall 53 apply so far as applicable to such licensee. Notwithstanding any other 54 provision of law, the licensed farm winery may apply to the authority 55

for a license under this chapter to sell other alcoholic beverages at

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1	retail for consumption on the premises at such establishment. The privi-
2	leges contained in paragraphs (e), (f), (g) and (h) of subdivision six
3	of this section shall not extend to the premises of a restaurant, hotel
4	<u>or catering establishment.</u>
5	§ 5. Paragraph (e) of subdivision 6 of section 76-a of the alcoholic
6	beverage control law, as amended by chapter 571 of the laws of 2008, is
7	amended and three new paragraphs (f), (g) and (h) are added to read as
8	follows:
9	(e) Sell for consumption <u>on or</u> off the <u>licensed</u> premises New York
10	state labelled liquors manufactured by the holder of a class A-1, B-1,
11	or C distiller's license.
12	(f) Conduct tastings on the licensed premises of New York state
13	labelled liquors manufactured by the holder of a class A-1, B-1, or C
14	distiller's license or by a farm distillery licensed in New York state.
15^{11}	All liquor tastings conducted pursuant to this paragraph shall be
16	conducted in the same manner as tastings of brandy pursuant to section
	seventy-six-e of this article.
17	(q) Conduct tastings of and sell at retail for consumption on or off
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19	the licensed premises New York state labelled beer manufactured by
20	either a brewer licensed in New York state or a farm brewery licensed
21	in New York state.
22	(h) Conduct tastings of and sell at retail for consumption on or off
23	the licensed premises New York state labelled cider manufactured by any
24	of the following so long as it is licensed in New York state: a brewer
25	licensed in New York state, a farm brewery licensed in New York state, a
26	winery, farm winery, cider producer or farm cidery.
27	§ 6. Paragraphs (f), (h), (i) and (j) of subdivision 2 of section 58-c
28	of the alcoholic beverage control law, paragraph (f) as amended by chap-
29	ter 431 of the laws of 2014, paragraphs (h) and (i) as amended by chap-
30	ter 327 of the laws of 2016 and paragraph (j) as amended by chapter 522
31	of the laws of 2018, are amended to read as follows:
32	(f) (i) <u>if</u> at the licensed premises, [conduct] <u>the licensee conducts</u>
33	tastings of, [and sell] or sells at retail for consumption on or off the
34	licensed premises, any cider manufactured by the licensee or any New
35	York state labeled cider, or any alcoholic beverage for consumption on
36	the licensed premises pursuant to paragraph (g), (h), (i), or (j) of
37	this subdivision the licensee shall regularly keep food available for
38	sale or service to its retail customers for consumption on the premises.
39	Provided, [however,] further that for tastings and sales for on-premises
40	consumption, the licensee shall regularly keep food available for sale
41	or service to its retail customers for consumption on the premises. A
42	licensee providing the following shall be deemed in compliance with this
43	provision: (A) sandwiches, soups or other such foods, whether fresh,
44	processed, pre-cooked or frozen; and/or (B) food items intended to
45	complement the tasting of alcoholic beverages, which shall mean a diver-
46	sified selection of food that is ordinarily consumed without the use of
47	tableware and can be conveniently consumed while standing or walking,
48	including but not limited to: cheeses, fruits, vegetables, chocolates,
49	breads, mustards and crackers. All of the provisions of this chapter
50	relative to licensees selling cider at retail shall apply; and
51	(ii) operate a restaurant, hotel, catering establishment, or other
52	food and drinking establishment in or adjacent to the licensed premises
53	and sell at such place, <u>in addition to any food items or other permitted</u>
54	items, at retail for consumption on the premises, only cider manufac-
55	tured by the licensee and any New York state labeled cider. All of the
56	provisions of this chapter relative to licensees to selling cider at
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1 retail shall apply. Notwithstanding any other provision of law, the licensed farm cidery may apply to the authority for a license under this 2 3 chapter to sell other alcoholic beverages at retail for consumption on 4 the premises at such establishment, but the privileges contained in 5 paragraph (g), (h), (i), or (j) of this subdivision shall not extend to б the premises of the restaurant, hotel, or catering establishment; 7 (h) conduct tastings of and sell at retail for consumption on or off 8 the premises New York state labeled beer manufactured by [a licensed] 9 either a brewery licensed in New York state or [licensed] a farm brewery 10 licensed in New York state; (i) conduct tastings of and sell at retail for consumption on or off 11 12 the licensed premises New York state labelled wine manufactured by either a [licensed] winery licensed in New York state or [licensed] a 13 14 farm winery licensed in New York state; 15 (j) conduct tastings of and sell at retail for consumption on or off the premises New York state labelled liquor manufactured by [a licensed] 16 17 either a distiller licensed in New York state or [licensed] a farm distiller licensed in New York state; provided, however, that no consum-18 er may be provided, directly or indirectly: (i) with more than three 19 20 samples of liquor for tasting in one calendar day; or (ii) with a sample 21 of liquor for tasting equal to more than one-quarter fluid ounce; 22 7. Paragraphs (e), (f), (g), (h), (i), (j), (k), (l) and (m) of § 23 subdivision 2 of section 51-a of the alcoholic beverage control law, paragraphs (e), (g), (h), (i), (l) and (m) as amended by chapter 522 of 24 25 the laws of 2018, paragraph (f) as amended by chapter 7 of the laws of 2020, paragraph (k) as added by chapter 108 of the laws of 2012, para-26 27 graph (j) as added by and paragraph (k) as relettered by chapter 384 of 28 the laws of 2013, are amended to read as follows: 29 (e) [sell at the licensed premises beer, cider, and braggot manufac-30 tured by the licensee or any other licensed farm brewery, and wine and 31 spirits manufactured by any licensed farm winery or farm distillery, at 32 retail for consumption on or off the licensed premises] (i) sell at 33 retail for consumption on or off the licensed premises beer manufactured 34 by the licensee, or New York state labelled beer manufactured by either 35 a brewer licensed in New York state or a farm brewery licensed in New 36 York state; (ii) to conduct tastings of, and sell at retail for consump-37 tion on or off the licensed premises cider manufactured by the licensee, or New York state labelled cider manufactured by either a cidery 38 39 licensed in New York state or a farm cidery licensed in New York state; 40 (iii) to conduct tastings of, and sell at retail for consumption on or off the licensed premises New York state labelled wine manufactured by 41 42 either a winery licensed in New York state or a farm winery licensed in 43 New York state; and (iv) to conduct tastings of, and sell at retail for 44 consumption on or off the licensed premises New York state labelled 45 spirits manufactured by either a distillery licensed in New York state 46 or a farm distillery licensed in New York; provided, however, that no 47 consumer may be provided, directly or indirectly: (A) with more than 48 three samples of liquor for tasting in one calendar day; or (B) with a 49 sample of liquor for tasting equal to more than one-quarter fluid ounce; 50 (f) [conduct tastings at the licensed premises of beer, cider, and 51 braggot manufactured by the licensee or any other licensed farm brewery; 52 (g) operate a restaurant, hotel, catering establishment, or other food and drinking establishment in or adjacent to the licensed premises and 53 54 sell at such place, at retail for consumption on the premises, beer, eider, and braggot manufactured by the licensee and any New York state 55 56 labeled beer, New York state labeled braggot or New York state labeled

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sider. All of the provisions of this shapter relative to licenses to 1 sell beer, cider, and bragget at retail for consumption on and off the 2 premises shall apply so far as applicable to such licensee. Notwith-3 standing any other provision of law, the licensed farm brewery may apply 4 5 to the authority for a license under this shapter to sell other alcohol-6 ic beverages at retail for consumption on the premises at such estab-7 lishment] at the licensed premises, conduct tastings of any beer manu-8 factured by the licensee or any New York state labeled beer, or any 9 alcoholic beverage for consumption licensed pursuant to paragraph (e) of 10 this subdivision. Provided however, the licensee shall regularly keep food available for sale or service to its retail customers for consump-11 12 tion on the premises. Provided, however, for tastings and sales for on-premises consumption, the licensee shall regularly keep food avail-13 14 able for sale or service to its retail customers for consumption on the 15 premises. A licensee providing the following shall be deemed in compliance with this provision: (i) sandwiches, soups, or other such foods, 16 17 whether fresh, processed, pre-cooked or frozen; and/or (ii) food items to complement the tasting of alcoholic beverages, which shall mean a 18 diversified selection of food that is ordinarily consumed without the 19 20 use of tableware and can be conveniently consumed while standing or 21 walking, including but not limited to: cheeses, fruits, vegetables, 22 chocolates, breads, mustards and crackers. All of the provisions of this 23 chapter relative to licensees selling cider at retail shall apply; and (iii) operate a restaurant, hotel, catering establishment, or other food 24 25 and drinking establishment in or adjacent to the licensed premises and sell at such place, in addition to any food items or other permitted 26 27 items, at retail for consumption on the premises, only cider manufac-28 tured by the licensee and any New York state labeled cider. All of the 29 provisions of this chapter relative to licensees to selling cider at retail shall apply. Notwithstanding any other provision of law, the 30 31 licensed farm brewery may apply to the authority for a license under 32 this chapter to sell other alcoholic beverages at retail for consumption on the premises at such establishment, but the privileges contained in 33 34 paragraph (e) of this subdivision shall not extend to the premises of the restaurant, hotel, or catering establishment; 35 36 [(h)] (g) sell beer, cider, and braggot manufactured by the licensee 37 or any other [licensed] farm brewery licensed in New York state at retail for consumption off the premises, at the state fair, at recog-38 39 nized county fairs and at farmers markets operated on a not-for-profit 40 basis; [(i) conduct tastings of and sell at retail for consumption off the 41 premises New York state labelled wine and mead manufactured by a person 42 43 licensed to produce wine or mead under this chapter; (j) conduct tastings of and sell at retail for consumption off the 44 premises New York state labelled gider manufactured by a lisensed gider 45 46 producer or licensed farm cidery; 47 (k) conduct tastings of and sell at retail for consumption off the 48 premises New York state labelled liquor manufactured by a licensed 49 distiller or licensed farm distiller; provided, however, that no consumer may be provided, directly or indirectly: (i) with more than three 50 samples of liquor for tasting in one calendar day; or (ii) with a sample 51 52 of liquor for tasting equal to more than one-quarter fluid ounce; and (1) conduct tastings of and sell at retail for consumption off the 53 premises New York state labelled bragget manufactured by a person 54 licensed to produce braggot under this chapter;] and 55

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[(m)] (h) engage in any other business on the licensed premises subject to such rules and regulations as the authority may prescribe. Such rules and regulations shall determine which businesses will be compatible with the policy and purposes of this chapter and shall consider the effect of particular businesses on the community and area in the vicinity of the farm brewery licensee.

§ 8. This act shall take effect on the ninetieth day after it shall have become a law. Effective immediately, the addition, amendment and/or prepeal of any rule or regulation necessary for the implementation of this act on its effective date are authorized to be made and completed on or before such effective date.