First Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 21-0003.02 Jery Payne x2157

SENATE BILL 21-082

SENATE SPONSORSHIP

Priola,

HOUSE SPONSORSHIP

(None),

Senate CommitteesBusiness, Labor, & Technology

House Committees

A BILL FOR AN ACT CONCERNING AUTHORIZATION FOR CERTAIN ALCOHOL BEVERAGE LICENSE HOLDERS TO HOLD FESTIVALS FOR ALCOHOL BEVERAGE RETAIL ACTIVITY.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

Under current law, a limited winery or a wine manufacturer may obtain a permit to hold up to 9 wine festivals in 12 months, with each festival lasting no longer than 72 hours. Other limited wineries and wine manufacturers may participate in the wine festival. Wine tastings and retail sales are conducted at a wine festival.

The bill authorizes the following to also hold festivals where they can conduct joint tastings and engage in any retail operations authorized by their licenses or permits:

- A retail liquor store licensee;
- A beer and wine licensee;
- A hotel and restaurant licensee;
- A tavern licensee:
- A retail gaming tavern licensee;
- A brew pub licensee;
- An arts licensee;
- A vintner's restaurant licensee;
- A distillery pub licensee;
- A winery or limited winery operating a sales room;
- A spirits manufacturer operating a sales room; and
- A beer manufacturer operating a sales room.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, 44-3-301, amend
- 3 (3)(a) as follows:
- 4 44-3-301. Licensing in general. (3) (a) Each license issued under
- 5 this article 3 and article 4 of this title 44 is separate and distinct. It is
- 6 unlawful for any person to exercise any of the privileges granted under
- 7 any license other than the license the person holds or for any licensee to
- 8 allow any other person to exercise the privileges granted under the
- 9 licensee's license, except as provided in section 44-3-402 (3), 44-3-403
- 10 (2)(a), 44-3-404, or 44-3-417 (1)(b). A separate license must be issued for
- each specific business or business entity and each geographic location,
- and in the license the particular alcohol beverages the applicant is
- authorized to manufacture or sell must be named and described. For
- purposes of this section, a resort complex with common ownership, a
- campus liquor complex, a hotel and restaurant licensee with optional
- premises, an optional premises licensee for optional premises located on
- an outdoor sports and recreational facility, and a wine festival at which

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1	more than one licensee participates pursuant to a wine festival permit is
2	considered a single business and location.
3	SECTION 2. In Colorado Revised Statutes, 44-3-404, amend (1),
4	(2), (4) introductory portion, (5), (6), and (7); and add (9) as follows:
5	44-3-404. Festival permit. (1) (a) A wine PERSON LISTED IN
6	SUBSECTION (9) OF THIS SECTION MAY FILE A festival permit application
7	may be filed with the state licensing authority. by any limited winery
8	licensee or by any manufacturer licensee that is licensed to manufacture
9	vinous liquors. The applicant shall MUST:
10	(I) Specify the licensed premises for the first of the wine festivals
11	to be held; which application shall be filed
12	(II) FILE THE APPLICATION at least ten business days before the
13	festival is to be held; The applicant shall AND
14	(III) Include a twenty-five dollar annual processing fee with the
15	application filed with the state licensing authority.
16	(b) Such fee shall entitle the permittee to use the wine festival
17	permit for twelve months after the date of issuance, so long as the
18	permittee notifies the state licensing authority and the appropriate local
19	licensing authority of the location of all other wine festivals under this
20	permit at least ten business days before any such festival is to be held. A
21	wine festival permit shall entitle the permittee to hold no more than nine
22	wine festivals during the twelve-month period IF A FESTIVAL PERMITTEE
23	NOTIFIES THE STATE LICENSING AUTHORITY AND THE APPROPRIATE LOCAL
24	LICENSING AUTHORITY OF THE LOCATION OF AND DATES OF EACH FESTIVAL
25	AT LEAST TEN BUSINESS DAYS BEFORE HOLDING THE FESTIVAL, THE
26	PERMITTEE MAY HOLD UP TO, BUT NO MORE THAN, NINE FESTIVALS DURING
27	THE TWELVE MONTHS AFTER THE FESTIVAL PERMIT IS ISSUED.

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(2) The applicant shall be the licensee filing the application, but any wine festival permit that is issued as a result of such application shall be considered to be jointly held by the permittee and the participating limited winery licensees. or manufacturer licensees that are licensed to manufacture vinous liquors. The LICENSEE THAT HOLDS THE FESTIVAL MUST FILE THE APPLICATION FOR THE PERMIT, BUT OTHER LICENSEES MAY JOINTLY PARTICIPATE UNDER THE PERMIT ISSUED TO THE LICENSEE THAT APPLIED FOR THE PERMIT.

- (4) The state licensing authority may deny a wine festival permit or supplemental application for any of the following reasons:
- (5) After the issuance of an initial wine festival permit, all supplemental applications that are complete and filed in a timely manner shall be ARE deemed approved unless the state licensing authority provides the permittee with a notice of denial at least seventy-two hours prior to the date of the event.
- (6) The permittee and participating licensees are authorized to use the licensed premises jointly to conduct wine ALCOHOL BEVERAGE tastings and sell any vinous liquors manufactured by a Colorado limited winery or manufacturer licensed to manufacture vinous liquors. No wine TO ENGAGE IN THE SAME RETAIL OPERATIONS THAT THE PERMITTEE AND PARTICIPATING LICENSEES ARE AUTHORIZED TO CONDUCT AT THEIR LICENSED PREMISES. A festival permit shall DOES NOT authorize the permittee to use the licensed premises for more than seventy-two hours for any one wine festival.
- (7) If a violation of this article 3 occurs during a wine festival and the licensee responsible for the violation can be identified, the STATE OR LOCAL LICENSING AUTHORITY MAY CHARGE AND IMPOSE APPROPRIATE

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1 PENALTIES ON THE licensee. may be charged and the appropriate penalties 2 shall apply. If the responsible party cannot be identified, the state 3 licensing authority may send a written notice to every licensee identified 4 on the permit application and may fine each the same dollar amount, 5 which amount shall FINE MUST not exceed twenty-five dollars per licensee 6 or two hundred dollars in the aggregate. No A joint fine levied pursuant to this subsection (7) shall DOES NOT apply to the revocation of the 7 8 licensee's license under section 44-3-601. 9 (9) This section applies to: 10 (a) A PERSON LICENSED UNDER SECTION 44-3-409, 44-3-411, 11 44-3-413, 44-3-414, 44-3-416, 44-3-417, 44-3-419, 44-3-422, OR 12 44-3-426; AND 13 (b) A PERSON OPERATING A SALES ROOM UNDER SECTION 44-3-402 14 (2) OR (7), 44-3-403 (2)(e), OR 44-3-407 (1)(b). 15 SECTION 3. In Colorado Revised Statutes, 44-5-103, amend 16 (1)(b) as follows: 17 44-5-103. Grounds for issuance of special permits. (1) (b) If a 18 violation of this article 5 or article 3 of this title 44 occurs during a special 19 event wine festival and the responsible licensee can be identified, such 20 THE STATE OR LOCAL LICENSING AUTHORITY MAY CHARGE AND IMPOSE 21 APPROPRIATE PENALTIES ON THE licensee. may be charged and the 22 appropriate penalties may apply. If the responsible licensee cannot be 23 identified, the state licensing authority may send written notice to every 24 licensee identified on the permit applications and may fine each the same 25 dollar amount. The fine shall not exceed twenty-five dollars per licensee 26 or two hundred dollars in the aggregate. No A joint fine levied pursuant 27 to this subsection (1)(b) shall DOES NOT apply to the revocation of a

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limited wineries LICENSEE's license under section 44-3-601.

2	SECTION 4. Act subject to petition - effective date. This act
3	takes effect at 12:01 a.m. on the day following the expiration of the
4	ninety-day period after final adjournment of the general assembly; except
5	that, if a referendum petition is filed pursuant to section 1 (3) of article V
6	of the state constitution against this act or an item, section, or part of this
7	act within such period, then the act, item, section, or part will not take
8	effect unless approved by the people at the general election to be held in
9	November 2022 and, in such case, will take effect on the date of the
0	official declaration of the vote thereon by the governor.

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