

WEST VIRGINIA LEGISLATURE

2019 REGULAR SESSION

Enrolled
Committee Substitute
for
Senate Bill 511

SENATORS TRUMP AND BOSO, *original sponsors*

[Passed March 7, 2019; in effect 90 days from passage]

OFFICE WEST VIRGINIA
SECRETARY OF STATE

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1 AN ACT to amend the Code of West Virginia, 1931, as amended, by adding thereto a new section
2 designated §60-1-5c; to amend and reenact §60-4-3b of said code; to amend and reenact
3 §60-8-3 and §60-8-17 of said code; and to amend said code by adding thereto two new
4 sections, designated §60-8-3a and §60-8-6b, all relating to wine production and wine sales
5 generally; creating alternating wine proprietorships for wineries and farm wineries and
6 setting forth requirements for the proprietorships; authorizing farm entities in
7 proprietorships to manufacture and sell wine; authorizing certain groceries to sell wine
8 through mobile applications and web-based internet sales with at-store pickup; clarifying
9 tasting, sampling, and sale procedures and requirements for wineries and farm wineries;
10 permitting wineries or farm wineries to sell wine for on-premises and off-premises
11 consumption at festivals and fairs; establishing a wine club license for festivals and fairs
12 and setting forth requirements; permitting certain charitable events to auction wine bottles
13 for off-premises consumption; defining terms; limiting number of charitable auction
14 licenses; permitting the sale of wine in Division II and III college stadiums; authorizing wine
15 specialty shops to obtain an additional license privilege to deliver wine with gift baskets
16 and setting forth requirements; providing a 30-day requirement to issue or deny a
17 completed license application; creating a reactivation fee for licensees that fail to timely
18 file their renewal applications and pay their license fees; and authorizing the commissioner
19 to propose rules for promulgation.

Be it enacted by the Legislature of West Virginia:

ARTICLE 1. GENERAL PROVISIONS.

§60-1-5c. Alternating wine proprietorships; requirements and limitations.

1 (a) Notwithstanding the provisions of §60-1-5 of this code, a licensed winery or farm winery
2 may be a party to an alternating wine proprietorship agreement subject to the provisions of this
3 section. As used in this section, “alternating wine proprietorship agreement” means an agreement

4 between a licensed winery or farm winery and a farm entity which allows the farm entity to use
5 the premises of the licensed farm winery to produce wine.

6 (b) For an alternating wine proprietorship agreement to be lawful:

7 (1) The farm winery and the farm entity must be in compliance with applicable state laws
8 and rules promulgated thereunder;

9 (2) The agreement must be between a licensed winery or farm winery and a farm entity
10 located and operating in this state;

11 (3) The farm entity must produce agricultural products containing sugar as certified by the
12 Agriculture Commissioner and required by law;

13 (4) Wines produced by the parties must be maintained in separate bonded areas and shall
14 not be comingled;

15 (5) The farm entity participating in the agreement must separately meet all federal and
16 state requirements for a winery or farm winery;

17 (6) The farm entity party to the agreement may not produce more than 50,000 gallons of
18 wine and nonfortified dessert wine;

19 (7) Wine produced by the farm entity party to an agreement must be produced exclusively
20 by natural fermentation;

21 (8) If port, sherry, or madeira wines are produced by the farm entity party to the agreement,
22 a minimum of 25 percent of the agricultural products used to make the wine must be produced on
23 the farm entity's property and no more than 25 percent of the agricultural products used may
24 come from an out-of-state source; and

25 (9) Port, sherry, or madeira wine produced by a party to an alternating wine proprietorship
26 agreement may not exceed 22 percent alcohol by volume and must be matured in wooden barrels
27 or casks.

28 (c) The commissioner shall propose rules for promulgation in accordance with §29A-3-1
29 *et seq.* of this code necessary to effectuate the provisions of this section.

ARTICLE 4. LICENSES.

§60-4-3b. Winery and farm winery license to manufacture and sell.

1 (a) An operator of a winery or farm winery may offer wine produced by the winery, farm
2 winery, or a farm entity authorized by §60-1-5c of this code for retail sale to customers from the
3 winery or farm winery for consumption off the premises only. Except for free complimentary
4 samples offered pursuant to §60-6-1 of this code, customers are prohibited from consuming any
5 wine on the premises of the winery, farm winery, or a farm entity authorized by §60-1-5c of this
6 code unless such winery, farm winery, or farm entity has obtained a multi-capacity winery or farm
7 winery license: *Provided*, That a licensed winery or farm winery may offer complimentary samples
8 per this subsection of wine manufactured by that licensed winery or farm winery for consumption
9 on the premises only on Sundays beginning at 10:00 a.m. in any county in which the same has
10 been approved as provided in §7-1-3ss of this code.

11 (b) Complimentary samples allowed by the provisions of this section may not exceed two
12 fluid ounces and no more than three such samples may be given to a patron in any one day.

13 (c) Complimentary samples may be provided only for on-premises consumption.

14 (d) A winery, farm winery, or farm entity pursuant to §60-1-5c of this code may offer for
15 retail sale from their licensed premises sealed original container bottles of wine for off-premises
16 consumption only.

17 (e) A winery, farm winery, or farm entity licensed pursuant to §60-1-5c of this code holding
18 a multicapacity license and a private wine restaurant license may offer wine by the drink or glass
19 in a private wine restaurant located on the property of the winery, farm winery, or farm entity
20 licensed pursuant to §60-1-5c of this code.

21 (f) Every licensed winery or farm winery shall comply with the provisions of §60-3-1 *et*
22 *seq.*, §60-4-1 *et seq.*, and §60-8-1 *et seq.* of this code as applicable to wine retailers, wineries,
23 and suppliers when properly licensed in such capacities.

24 (g) (1) The winery or farm winery shall pay all taxes and fees required of licensed wine
25 retailers and meet applicable licensing provisions as required by this chapter and by rules
26 promulgated by the commissioner.

27 (2) Each winery or farm winery acting as its own supplier shall submit to the Tax
28 Commissioner the liter tax for all sales at the winery or farm winery each month, as provided in
29 §60-8-1 *et seq.* of this code.

30 (3) The five percent wine excise tax, levied pursuant to §60-3-9d of this code or pursuant
31 to §8-13-7 of this code, may not be imposed or collected on purchases of wine in the original
32 sealed package for the purpose of resale in the original sealed package if the final purchase of
33 such wine is subject to the excise tax or if the purchase is delivered outside this state.

34 (4) No liter tax shall be collected on wine sold in the original sealed package for the
35 purpose of resale in the original sealed package if a subsequent sale of such wine is subject to
36 the liter tax.

37 (5) This section shall not be interpreted to authorize a purchase for resale exemption in
38 contravention of §11-15-9a of this code.

39 (h) A winery or farm winery may advertise a particular brand or brands of wine produced
40 by it and the price of the wine is subject to federal requirements or restrictions.

41 (i) A winery or farm winery must maintain a separate winery or farm winery supplier,
42 retailer, and direct shipper licenses when acting in one or more of those capacities and must pay
43 all associated license fees, unless such winery or farm winery holds a license issued pursuant to
44 the provisions of §60-8-3(b)(12) of this code. A winery or farm winery, if holding the appropriate
45 licenses or a multicapacity winery or farm winery license, may act as its own supplier; retailer for
46 off-premises consumption of its wine as specified in §60-6-2 of this code; private wine restaurant;
47 and direct shipper for wine produced by the winery or farm winery. All wineries must use a
48 distributor to distribute and sell their wine in the state, except for farm wineries. No more than one
49 winery or farm winery license may be issued to a single person or entity and no person may hold

50 both a winery and a farm winery license. Wineries or farm wineries may enter into alternating wine
51 proprietorship agreements pursuant to §60-1-5c of this code.

52 (j) For purposes of this section, terms will have the same meaning as provided in §8-13-
53 7 of this code.

ARTICLE 8. SALE OF WINES.

§60-8-3. Licenses; fees; general restrictions.

1 (a) No person may engage in business in the capacity of a winery, farm winery, supplier,
2 distributor, retailer, private wine bed and breakfast, private wine restaurant, private wine spa, or
3 wine specialty shop without first obtaining a license from the commissioner, nor shall a person
4 continue to engage in any activity after his or her license has expired, been suspended, or
5 revoked. No person may be licensed simultaneously as a distributor and a retailer. No person,
6 except for a winery or farm winery, may be licensed simultaneously as a supplier and a retailer.
7 No person may be licensed simultaneously as a supplier and a private wine bed and breakfast,
8 private wine restaurant, or a private wine spa. No person may be licensed simultaneously as a
9 distributor and a private wine bed and breakfast, a private wine restaurant, or a private wine spa.
10 No person may be licensed simultaneously as a retailer and a private wine bed and breakfast, a
11 private wine restaurant, or a private wine spa.

12 (b) The commissioner shall collect an annual fee for licenses issued under this article as
13 follows:

- 14 (1) One hundred fifty dollars per year for a supplier's license;
- 15 (2) Two thousand five hundred dollars per year for a distributor's license and each
16 separate warehouse or other facility from which a distributor sells, transfers, or delivers wine shall
17 be separately licensed and there shall be collected with respect to each location the annual
18 license fee of \$2,500 as provided in this subdivision;
- 19 (3) One hundred fifty dollars per year for a retailer's license;

20 (4) Two hundred fifty dollars per year for a wine specialty shop license, in addition to any
21 other licensing fees paid by a winery or retailer holding a license. Except for the amount of the
22 license fee and the restriction to sales of winery or farm winery wines, a winery, or farm winery
23 acting as a wine specialty shop retailer is subject to all other provisions of this article which are
24 applicable to a wine specialty shop retailer as defined in §60-8-2 of this code;

25 (5) One hundred fifty dollars per year for a wine tasting license;

26 (6) One hundred fifty dollars per year for a private wine bed and breakfast license. Each
27 separate bed and breakfast from which a licensee sells wine shall be separately licensed and
28 there shall be collected with respect to each location the annual license fee of \$150 as provided
29 in this subdivision;

30 (7) Two hundred fifty dollars per year for a private wine restaurant license. Each separate
31 restaurant from which a licensee sells wine shall be separately licensed and there shall be
32 collected with respect to each location the annual license fee of \$250 as provided in this
33 subdivision;

34 (8) One hundred fifty dollars per year for a private wine spa license. Each separate private
35 wine spa from which a licensee sells wine shall be separately licensed and there shall be collected
36 with respect to each location the annual license fee of \$150 as provided in this subdivision;

37 (9) One hundred fifty dollars per year for a wine sampling license issued for a wine
38 specialty shop under subsection (n) of this section;

39 (10) No fee shall be charged for a special one-day license under subsection (p) of this
40 section or for a heritage fair and festival license under subsection (q) of this section;

41 (11) One hundred fifty dollars per year for a direct shipper's license for a licensee who
42 sells and ships only wine and \$250 per for a direct shipper's license who ships and sells wine,
43 nonfortified dessert wine, port, sherry, or Madeira wines; and

44 (12) Three hundred dollars per year for a multicapacity winery or farm winery license which
45 enables the holder to operate as a retailer, wine specialty shop, supplier, and direct shipper
46 without obtaining an individual license for each capacity.

47 (c) The license period begins on July 1 of each year and ends on June 30 of the following
48 year and if granted for a less period, the same shall be computed semiannually in proportion to
49 the remainder of the fiscal year.

50 (d) No retailer may be licensed as a private club as provided by §60-7-1 *et seq.* of this
51 code, except as provided by subsection (k) of this section.

52 (e) No retailer may be licensed as a Class A retail dealer in nonintoxicating beer as
53 provided by §11-16-1 *et seq.* of this code: *Provided*, That a delicatessen, a caterer, or party supply
54 store which is a grocery store as defined in §60-8-2 of this code and which is licensed as a Class
55 A retail dealer in nonintoxicating beer may be a retailer under this article: *Provided, however*, That
56 any delicatessen, caterer, or party supply store licensed in both capacities must maintain average
57 monthly sales exclusive of sales of wine and nonintoxicating beer which exceed the average
58 monthly sales of nonintoxicating beer.

59 (f) A wine specialty shop under this article may also hold a wine tasting license authorizing
60 the retailer to serve complimentary samples of wine in moderate quantities for tasting. Such wine
61 specialty shop shall organize a wine taster's club, which has at least 50 duly elected or approved
62 dues-paying members in good standing. Such club shall meet on the wine specialty shop's
63 premises not more than one time per week and shall either meet at a time when the premises are
64 closed to the general public or shall meet in a separate segregated facility on the premises to
65 which the general public is not admitted. Attendance at tastings shall be limited to duly elected or
66 approved dues-paying members and their guests.

67 (g) A retailer who has more than one place of retail business shall obtain a license for
68 each separate retail establishment. A retailer's license may be issued only to the proprietor or
69 owner of a bona fide grocery store or wine specialty shop.

70 (h)(1) The commissioner may issue a license for the retail sale of wine at any festival or
71 fair which is endorsed or sponsored by the governing body of a municipality or a county
72 commission. Such license shall be issued for a term of no longer than 10 consecutive days and

73 the fee for the license shall be \$250 regardless of the term of the license. The application for the
74 license shall contain information required by the commissioner and shall be submitted to the
75 commissioner at least 30 days prior to the first day when wine is to be sold at the festival or fair.

76 (2) Notwithstanding subdivision (1) of this subsection, if the applicant for the festival or fair
77 license is the manufacturer of said wine, a winery, or a farm winery as defined in §60-1-5a of this
78 code, and the event is located on the premises of a winery or a farm winery, then the license fee
79 is \$50 per festival or fair.

80 (3) A licensed winery or a farm winery, which has the festival or fair licensee's written
81 authorization and approval from the commissioner, may, in addition to or in conjunction with the
82 festival and fair licensee, exhibit, conduct complimentary tastings, or sell samples not to exceed
83 three, two-fluid ounce, tastings or samples per patron, for consumption on the premises during
84 the operation of a festival or fair only; and may sell wine for off-premises consumption only:
85 *Provided*, That for licensed wineries or farm wineries at a licensed festival or fair the tastings,
86 samples and off-premises sales shall occur under the hours of operation as required in this article,
87 except on Sunday, tastings, samples, and off-premises sales are unlawful between the hours of
88 2:00 a.m. and 10:00 a.m.

89 (4) A festival or fair license may be issued to a "wine club" as defined in this subdivision
90 for a license fee of \$250. The festival or fair committee or the governing body shall designate a
91 person to organize a club under a name which includes the name of the festival or fair and the
92 words "wine club". The license shall be issued in the name of the wine club. A licensee may not
93 commence the sale of wine as provided in this subdivision until the wine club has at least 50 dues-
94 paying members who have been enrolled, and to whom membership cards have been issued.
95 Thereafter, new members may be enrolled and issued membership cards at any time during the
96 period for which the license is issued. A wine club licensed under the provisions of this subdivision
97 may sell wine only to its members, and in portions not to exceed eight ounces per serving. The
98 sales shall take place on premises or in an area cordoned or segregated so as to be closed to

99 the general public, and the general public shall not be admitted to the premises or area. A wine
100 club licensee under the provisions of this subdivision may serve complimentary samples of wine
101 in moderate quantities for tasting. A wine club may not make wine purchases from a direct shipper
102 where the wine may be consumed on the licensed premises of any Class A private wine retail
103 license or private club. A wine club which violates the provisions of this subdivision is subject to
104 the penalties in this article.

105 (5) A licensed winery or farm winery approved to participate in a festival or fair under the
106 provisions of this section and the licensee holding the license, or the licensed winery or farm
107 winery approved to attend a licensed festival or fair, is subject to all other provisions of this article
108 and the rules and orders of the commissioner relating to the license: *Provided*, That the
109 commissioner may by rule or order provide for certain waivers or exceptions with respect to the
110 provisions, rules, or orders as the circumstances of each festival or fair may require, including,
111 without limitation, the right to revoke or suspend any license issued pursuant to this section prior
112 to any notice or hearing notwithstanding the provisions §60-8-27 and §60-8-28 of this code:
113 *Provided, however*, That under no circumstances shall the provisions of §60-8-20(c) or §60-8-
114 20(d) of this code be waived nor shall any exception be granted with respect to those subsections.

115 (6) A license issued under the provisions of this section and the licensee holding the
116 license are not subject to the provisions of subsection (g) of this section.

117 (i)(1) The commissioner may issue a special license for the retail sale of wine in a
118 professional baseball stadium. A license to sell wine granted pursuant to this subsection entitles
119 the licensee to sell and serve wine, for consumption in a professional baseball stadium. For the
120 purpose of this subsection, "professional baseball stadium" means a facility constructed primarily
121 for the use of a major or minor league baseball franchisee affiliated with the National Association
122 of Professional Baseball Leagues, Inc., or its successor, and used as a major or minor league
123 baseball park. Any special license issued pursuant to this subsection shall be for a term beginning
124 on the date of issuance and ending on the next following June 30, and its fee is \$250 regardless

125 of the length of the term of the license. The application for the special license shall contain
126 information required by the commissioner and must be submitted to the commissioner at least 30
127 days prior to the first day when wine is to be sold at the professional baseball stadium. The special
128 license may be issued in the name of the baseball franchisee or the name of the primary food and
129 beverage vendor under contract with the baseball franchisee. These sales must take place within
130 the confines of the professional baseball stadium. The exterior of the area where wine sales may
131 occur must be surrounded by a fence or other barrier prohibiting entry except upon the
132 franchisee's express permission, and under the conditions and restrictions established by the
133 franchisee, so that the wine sales area is closed to free and unrestricted entry by the general
134 public.

135 (2) A license issued under this subsection and the licensee holding the license are subject
136 to all other provisions of this article and the rules and orders of the commissioner relating to the
137 special license: *Provided*, That the commissioner may by rule or order grant certain waivers or
138 exceptions to those rules or orders as the circumstances of each professional baseball stadium
139 may require, including, without limitation, the right to revoke or suspend any license issued
140 pursuant to this section prior to any notice or hearing notwithstanding §60-8-27 and §60-8-28 of
141 this code: *Provided, however*, That under no circumstances may §60-8-20(c) or §60-8-20(d) of
142 this code be waived nor shall any exception be granted concerning those subsections.

143 (3) The commissioner may propose rules for promulgation in accordance with §29A-3-1
144 *et seq.* of this code to implement this subsection.

145 (j) A license to sell wine granted to a private wine bed and breakfast, private wine
146 restaurant, private wine spa, or a private club under the provisions of this article entitles the
147 operator to sell and serve wine, for consumption on the premises of the licensee, when the sale
148 accompanies the serving of food or a meal to its members and their guests in accordance with
149 the provisions of this article: *Provided*, That a licensed private wine bed and breakfast, private
150 wine restaurant, private wine spa, or a private club may permit a person over 21 years of age to

151 purchase wine, consume wine, and recork or reseal, using a tamper resistant cork or seal, up to
152 two separate bottles of unconsumed wine in conjunction with the serving of food or a meal to its
153 members and their guests in accordance with the provisions of this article and in accordance with
154 rules promulgated by the commissioner for the purpose of consumption of said wine off premises:
155 *Provided, however,* That for this article, food or a meal provided by the private licensee means
156 that the total food purchase, excluding beverage purchases, taxes, gratuity, or other fees is at
157 least \$15: *Provided further,* That a licensed private wine restaurant or a private club may offer for
158 sale, for consumption off the premises, sealed bottles of wine to its customers provided that no
159 more than one bottle is sold per each person over 21 years of age, as verified by the private wine
160 restaurant or private club, for consumption off the premises. Such licensees are authorized to
161 keep and maintain on their premises a supply of wine in quantities appropriate for the conduct of
162 operations thereof. Any sale of wine is subject to all restrictions set forth in §60-8-20 of this code.
163 A private wine restaurant may also be licensed as a Class A retail dealer in nonintoxicating beer
164 as provided by §11-16-1 *et seq.* of this code.

165 (k) With respect to subsections (h), (i), (j), (o), and (p) of this section, the commissioner
166 shall propose rules for promulgation in accordance with §29A-1-1 *et seq.* of this code, including,
167 but not limited to, the form of the applications and the suitability of both the applicant and location
168 of the licensed premises.

169 (l) The commissioner shall propose rules for promulgation in accordance with the
170 provisions of §29A-1-1 *et seq.* of this code to allow restaurants to serve wine with meals, and to
171 sell wine by the bottle for off-premises consumption as provided in subsection (j) of this section.
172 Each licensed restaurant shall be charged an additional \$100 per year fee.

173 (m) The commissioner shall establish guidelines to permit wines to be sold in all stores
174 licensed for retail sales.

175 (n) Wineries and farm wineries may advertise off premises as provided in §17-22-7 of this
176 code.

177 (o) A wine specialty shop under this article may also hold a wine sampling license
178 authorizing the wine specialty shop to conduct special wine sampling events at a licensed wine
179 specialty shop location during regular hours of business. The wine specialty shop may serve up
180 to three complimentary samples of wine, consisting of no more than two fluid ounces each, to any
181 one consumer in one day. Persons serving the complimentary samples must be 21 years of age
182 and an authorized representative of the licensed wine specialty shop, winery, farm winery, or a
183 representative of a distributor or registered supplier. Distributor and supplier representatives
184 attending wine sampling events must be registered with the commissioner. No licensee,
185 employee, or representative may furnish, give, sell, or serve complimentary samples of wine to
186 any person less than 21 years of age or to a person who is physically incapacitated due to the
187 consumption of alcoholic liquor or the use of drugs. The wine specialty shop shall notify and
188 secure permission from the commissioner for all wine sampling events one month prior to the
189 event. Wine sampling events may not exceed six hours per calendar day. Licensees must
190 purchase all wines used during these events from a licensed farm winery or a licensed distributor.

191 (p) The commissioner may issue special one-day licenses to duly organized, nonprofit
192 corporations and associations allowing the sale and serving of wine, and may, if applicable, also
193 allow the charitable auctioning of certain sealed bottles of wine for off-premises consumption only,
194 when raising money for athletic, charitable, educational, or religious purposes. "Auction or
195 auctioning", for the purposes of this subsection, means any silent, physical act, or verbal bid
196 auction, whether or not such auction requires in-presence bidding or online internet-based
197 electronic bidding through a secure application or website, but shall not include any action in
198 violation of §47-20-10, §47-20-11, or §61-10-1 *et seq.* of this code. The license application shall
199 contain information required by the commissioner and shall be submitted to the commissioner at
200 least 30 days prior to the event. Wines used during these events may be donated by, or purchased
201 from, a licensed retailer, a distributor, winery, or a farm winery. A licensed winery or farm winery
202 which is authorized in writing by a representative of the duly organized, nonprofit corporation and

203 association which has obtained the one-day license; is in good standing with the state; and obtains
204 the commissioner's approval prior to the one-day license event may, in conjunction with the one-
205 day licensee, exhibit, conduct complimentary tastings, or sell samples not to exceed of three, two-
206 fluid ounce tastings or samples per patron, for consumption on the premises during the operation
207 of the one-day license event; and may sell certain sealed wine bottles manufactured by the
208 licensed winery or farm winery for off-premises consumption: *Provided*, That for a licensed winery
209 or farm winery at a licensed one-day event, the tastings, samples and off-premises sales shall
210 occur under the hours of operation as required in this article, except on Sunday, tastings, samples,
211 and off-premises sales are unlawful between the hours of 2:00 a.m. and 10:00 a.m., from the one-
212 day licensee's submitted floor plan for the event subject to the requirements in the code and rules.
213 Under no circumstances may the provisions of §60-8-20(c) or §60-8-20(f) of this code be waived
214 nor may any exception be granted with respect to those subsections. No more than six licenses
215 may be issued to any single licensee during any calendar year.

216 (q) The commissioner may issue special licenses to heritage fairs and festivals allowing
217 the sale, serving, and sampling of wine from a licensed farm winery. The license application shall
218 contain information required by the commissioner and shall be submitted to the commissioner at
219 least 30 days prior to the event. Wines used during these events may be donated by or purchased
220 from a licensed farm winery. Under no circumstances may the provision of §60-8-20(c) of this
221 code be waived nor may any exception be granted with respect thereto. The commissioner shall
222 propose rules for legislative approval in accordance with §29A-3-1 *et seq.* of this code to
223 implement the provisions of this subsection.

224 (r)(1) The commissioner may issue a special license for the retail sale of wine in a college
225 stadium. A license to sell wine granted pursuant to this subsection entitles the licensee to sell and
226 serve wine for consumption in a college stadium. For the purpose of this subsection, "college
227 stadium" means a facility constructed primarily for the use of a Division I, II, or III college that is a
228 member of the National Collegiate Athletic Association, or its successor, and used as a football,

229 basketball, baseball, soccer, or other Division I, II, or III sports stadium. A special license issued
230 pursuant to this subsection shall be for a term beginning on the date of its issuance and ending
231 on the next following June 30, and its fee is \$250 regardless of the length of the term of the
232 license. The application for the special license shall contain information required by the
233 commissioner and must be submitted to the commissioner at least 30 days prior to the first day
234 when wine is to be sold. The special license may be issued in the name of the National Collegiate
235 Athletic Association Division I, II, or III college or university or the name of the primary food and
236 beverage vendor under contract with that college or university. These sales must take place within
237 the confines of the college stadium: *Provided*, That the exterior of the area where wine sales may
238 occur must be surrounded by a fence or other barrier prohibiting entry except upon the college or
239 university's express permission, and under the conditions and restrictions established by the
240 college or university, so that the wine sales area is closed to free and unrestricted entry by the
241 general public.

242 (2) A license issued under this subsection and the licensee are subject to the other
243 requirements of this article and the rules and orders of the commissioner relating to the special
244 license: *Provided*, That the commissioner may by rule or order grant certain waivers or exceptions
245 to those rules or orders as the circumstances of each the college stadium may require, including,
246 without limitation, the right to revoke or immediately suspend any license issued pursuant to this
247 section prior to any notice or hearing notwithstanding §60-8-27 and §60-8-28 of this code:
248 *Provided, however*, That §60-8-20(c) or §60-8-20(d) of this code may not be waived, nor shall any
249 exception be granted concerning those subsections.

250 (3) The commissioner may propose rules for promulgation in accordance with §29A-3-1
251 *et seq.* of this code to implement this subsection.

§60-8-3a. Certain wine specialty shops operating as grocery stores authorized to deliver wine curbside, mobile applications, or web-based sales allowed; permits; fees.

1 A wine specialty shop which is licensed to sell wine off premises and which operates a
2 grocery store containing over \$100,000 of fresh produce and saleable food and food products fit
3 for human consumption in a combination of displayed and stored inventory may apply for a Class
4 B license privilege granting the licensee the ability to complete the sale of such wine in the original
5 sealed container for off-premises consumption to a person purchasing wine ordered via a mobile
6 application or web-based software program and picking up the wine from the licensee while in a
7 vehicle:

8 (a) If the vehicle is parked in a licensed parking area which is contiguous to the Class B
9 licensee's licensed premises; or

10 (b) If the vehicle is parked in a licensed parking area which is within 500 feet of the Class
11 B licensee's licensed premises;

12 (c) The parking area referenced in subdivision (b) of this section shall be designated by
13 signage solely for the use of persons who have previously ordered items, including, but not limited
14 to, wine using a mobile application or web-based software program;

15 (d) No wine may be loaded into a vehicle under this section unless the wine specialty shop
16 or the licensee's staff have verified that both the person placing the order and the person picking
17 up the order, if different from the person placing the order, is 21 years of age or older and is not
18 noticeably intoxicated;

19 (e) To operate under this section a wine specialty shop must be in good standing with the
20 commissioner, apply, qualify, pay the Class B license privilege fee, and obtain the permit for the
21 Class B licensee privilege for wine at a designated parking area. The Class B license privilege
22 permit is nonrefundable and a nonprorated annual fee is \$250;

23 (f) The licensee is subject to all requirements, penalties, and sanctions of this article.

§60-8-6b. Deliveries by licensed wine specialty shop.

1 (a) A wine specialty shop with a current active license and in good standing with the
2 commissioner may apply for the additional license privilege of delivering wine with a gift basket,
3 to the purchaser or other person designated by the purchaser, as provided in this section.

4 (b) The wine specialty shop:

5 (1) May only deliver in the county where the wine specialty shop is located with all sales
6 and municipal taxes accounted for and paid, as long as such county is not a dry county or such
7 county does not contain dry local option areas. The delivery of wine is not permitted in a dry
8 county or the dry local option areas;

9 (2) Shall ensure that all wine delivered is sealed in the original container and is clearly and
10 conspicuously labeled with the words "CONTAINS ALCOHOL: SIGNATURE OF PERSON 21 OR
11 OLDER REQUIRED FOR DELIVERY";

12 (3) Shall provide proof or records to the commissioner by filing monthly returns to the
13 commissioner, on a form as prescribed by the commissioner, and the Tax Commissioner of all
14 deliveries of wine which were purchased by and delivered to a person at least 21 years of age in
15 the wine specialty shop's county of operation;

16 (4) Shall only deliver wine with a gift basket to addresses within the State of West Virginia
17 and within the requirements noted in this subsection;

18 (5) Shall not deliver in excess of two cases of wine with a gift basket per month to any
19 person or address;

20 (6) Shall not deliver wine to any private club, private wine restaurant, wine retailer, private
21 wine bed and breakfast, or private wine spa; and

22 (7) May only deliver wine with a gift basket for personal use and not for resale to a person.
23 The wine shall not be delivered and left at any address without verifying a person's identification
24 as required in this section.

25 (c) The nonprorated, nonrefundable fee for the additional wine specialty shop delivery
26 license privilege is \$250.

27 (d) The wine delivered by the authority of this section must be purchased in-person with a
28 face-to-face transaction at the shop; may not be ordered or purchased by telephonic, electronic,
29 or web-based wine ordering; and must be delivered by an officer or employee of the wine specialty

30 shop licensee who is 21 years of age or older. Nonlicensed third parties may not deliver wine with
31 a gift basket on behalf of a licensed wine specialty shop.

32 (e) Any vehicle delivering wine in a gift basket shall meet the permit requirements set forth
33 in this chapter.

34 (f) The commissioner may propose rules for promulgation in accordance with §29A-3-1 *et*
35 *seq.* of this code to effectuate the purposes of this section.

§60-8-17. License issuance or refusal; terms of license.

1 (a) Upon receipt of the completed application, fee, and bond if required, the commissioner
2 shall conduct any investigation he or she considers necessary to determine the accuracy of the
3 matters contained in the completed application. For the purposes of conducting such
4 investigation, the commissioner may withhold the granting or refusal to grant a license for a period
5 not to exceed 30 days or until the applicant has completed the conditions set forth in §60-8-16 of
6 this code. If it appears that the applicant is a suitable person, is located at a suitable premise,
7 there is no false statement, no material misrepresentations, no hidden ownership, no persons
8 with an undisclosed pecuniary interest contained in the application, and that the issuance of the
9 license would not be in conflict with any of the provisions of this chapter, the commissioner shall
10 issue the license. Otherwise the commissioner shall refuse to issue such license.

11 (b) The commissioner shall refuse the license of any applicant if he or she finds that such
12 applicant is not a suitable person, that the place of business of such applicant is not a suitable
13 place, or that such applicant has not complied with the provisions of this chapter. Upon refusal to
14 issue such license, the commissioner shall enter an order refusing such application. The refusal
15 is final unless a hearing is requested in accordance with the provisions of §60-8-18 of this code.
16 When such refusal becomes final the commissioner shall immediately refund to the applicant his
17 or her fees and bond accompanying the application.

18 (c) The license expires on June 30 next following the date it was issued and may be
19 renewed upon the same showing as required for the issuance of the initial license, together with
20 the payment of fee and filing of any bond required by this article.

21 (d) A licensee that fails to complete a renewal application and make payment of its annual
22 license fee in renewing its license on or before June 30 of any subsequent year, after initial
23 application, shall be charged an additional \$150 reactivation fee. The licensee must pay the
24 applicable full-year annual license fee and the reactivation fee prior to the processing of any
25 renewal application. A licensee who continues to operate upon the expiration of its license is
26 subject to all fines, penalties, and sanctions available in §11-16-23 of this code, as determined by
27 the commissioner.

28 (e) Such license shall not be transferred to another person, but the location of the premises
29 to which the license relates may be changed with the written consent of the commissioner, if the
30 new location satisfies the requirements of this article upon an initial application and payment of a
31 new application fee.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Mark B. Maynard
.....
Chairman, Senate Committee

Noel Capito
.....
Chairman, House Committee

Originated in the Senate.

In effect 90 days from passage.

Ja Corri
.....
Clerk of the Senate

Steve Harris
.....
Clerk of the House of Delegates

Mike B. Carmichael
.....
President of the Senate

Ray Hunter
.....
Speaker of the House of Delegates

OFFICE WEST VIRGINIA
SECRETARY OF STATE

2019 MAR 25 P 5:03

FILED

The within *is approved* this the *25th*
Day of *March*, 2019.

James Justice
.....
Governor

PRESENTED TO THE GOVERNOR

MAR 19 2019

Time 3:33 pm