## LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

#### FIRST SESSION

# **LEGISLATIVE BILL 259**

Introduced by Lowe, 37.

Read first time January 10, 2023

### Committee:

- 1 A BILL FOR AN ACT relating to the Nebraska Liquor Control Act; to amend
- 2 section 53-123.11, Reissue Revised Statutes of Nebraska; to allow
- 3 farm wineries to obtain additional retail licenses under the
- 4 Nebraska Liquor Control Act; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

LB259 2023

1 Section 1. Section 53-123.11, Reissue Revised Statutes of Nebraska,

- 2 is amended to read:
- 3 53-123.11 (1) A farm winery license shall entitle the holder to:
- 4 (a) Sell wines produced at the farm winery onsite at wholesale and
- 5 retail and to sell wines produced at the farm winery at off-premises
- 6 sites holding the appropriate retail license;
- 7 (b) Sell wines produced at the farm winery at retail for consumption
- 8 on the premises as designated pursuant to section 53-123.12;
- 9 (c) Permit a customer to remove one unsealed bottle of wine for
- 10 consumption off the premises. The licensee or his or her agent shall (i)
- 11 securely reseal such bottle and place the bottle in a bag designed so
- 12 that it is visibly apparent that the resealed bottle of wine has not been
- 13 opened or tampered with and (ii) provide a dated receipt to the customer
- 14 and attach to such bag a copy of the dated receipt for the resealed
- 15 bottle of wine. If the resealed bottle of wine is transported in a motor
- 16 vehicle, it must be placed in the trunk of the motor vehicle or the area
- 17 behind the last upright seat of such motor vehicle if the area is not
- 18 normally occupied by the driver or a passenger and the motor vehicle is
- 19 not equipped with a trunk;
- 20 (d) Ship wines produced at the farm winery by common carrier and
- 21 sold at retail to recipients in and outside the State of Nebraska, if the
- 22 output of such farm winery for each calendar year as reported to the
- 23 commission by December 31 of each year does not exceed thirty thousand
- 24 gallons. In the event such amount exceeds thirty thousand gallons, the
- 25 farm winery shall be required to use a licensed wholesaler to distribute
- 26 its wines for the following calendar year, except that this requirement
- 27 shall not apply to wines produced and sold onsite at the farm winery
- 28 pursuant to subdivision (1)(a) of this section;
- (e) Allow sampling and sale of the wine at the farm winery and at
- 30 four branch outlets in the state in reasonable amounts;
- 31 (f) Sell wines produced at the farm winery to other Nebraska farm

- 1 winery licensees, in bulk, bottled, labeled, or unlabeled, in accordance
- 2 with 27 C.F.R. 24.308, 27 C.F.R. 24.309, and 27 C.F.R. 24.314, as such
- 3 regulations existed on January 1, 2008;
- 4 (g) Purchase distilled spirits from licensed microdistilleries in
- 5 Nebraska, in bulk or bottled, made entirely from Nebraska-licensed farm
- 6 winery wine to be used in the production of fortified wine at the
- 7 purchasing licensed farm winery;
- 8 (h) Store and warehouse products produced at the farm winery in a
- 9 designated, secure, offsite storage facility if the holder of the farm
- 10 winery license notifies the commission of the location of the facility
- 11 and maintains, at the farm winery and at the facility, a separate
- 12 perpetual inventory of the product stored at the facility. Consumption of
- 13 alcoholic liquor at the facility is strictly prohibited; and
- (i) Sell alcoholic liquor authorized under a farm winery license not
- 15 in its original package, such as sangria or wine slushies, to a person
- 16 twenty-one years of age or older for consumption off the premises if (i)
- 17 the alcoholic liquor is (A) not partially consumed and (B) in a labeled
- 18 and sealed container with a tamper-evident lid, cap, or seal, as approved
- 19 by the commission, and (ii) for alcoholic liquor transported in a motor
- 20 vehicle, the alcoholic liquor is placed in the trunk of the motor vehicle
- 21 or the area behind the last upright seat of such motor vehicle if the
- 22 area is not normally occupied by the driver or a passenger and the motor
- 23 vehicle is not equipped with a trunk. A farm winery which sells alcoholic
- 24 liquor authorized under a farm winery license not in its original package
- 25 for consumption off the premises shall provide notice to the commission
- 26 during a farm winery licensee's initial licensure or at the time of the
- 27 annual renewal of such license regarding such sales.
- 28 (2) No farm winery shall manufacture wine in excess of fifty
- 29 thousand gallons per year.
- 30 (3) A farm winery may manufacture and sell hard cider on its
- 31 licensed premises. A farm winery shall not otherwise distribute the hard

- 1 cider it manufactures except by sale to a wholesaler licensed under the
- 2 Nebraska Liquor Control Act.
- 3 (4) A holder of a farm winery license may sell beer or other
- 4 alcoholic liquor not produced by the farm winery at retail for
- 5 consumption on the premises if the holder is also issued the appropriate
- 6 retail license for such sales at such location.
- 7 (5) (4) A holder of a farm winery license may obtain a special
- 8 designated license pursuant to section 53-124.11.
- 9 (6) A holder of a farm winery license may obtain an annual
- 10 catering license pursuant to section 53-124.12.
- 11 (7) (6) A holder of a farm winery license may obtain a promotional
- 12 farmers market special designated license pursuant to section 53-124.16.
- 13 Sec. 2. Original section 53-123.11, Reissue Revised Statutes of
- 14 Nebraska, is repealed.