As Reported by the House Government Accountability and Oversight Committee

131st General Assembly

Regular Session 2015-2016

Sub. H. B. No. 342

Representative Young

Cosponsors: Representatives Becker, Grossman, Hackett, Schaffer, Vitale, Brown, Blessing

A BILL

То	amend sections 4301.12, 4301.13, 4301.24,	1
	4301.30, 4301.355, 4301.43, 4301.432, 4301.47,	2
	4301.62, 4301.82, 4301.83, 4303.021, 4303.03,	3
	4303.07, 4303.10, 4303.182, 4303.204, 4303.33,	4
	4303.333, and 5709.55 and to enact section	5
	4303.031 of the Revised Code to create the Ohio	6
	Farm Winerv Permit.	7

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 4301.12, 4301.13, 4301.24,	8
4301.30, 4301.355, 4301.43, 4301.432, 4301.47, 4301.62, 4301.82,	9
4301.83, 4303.021, 4303.03, 4303.07, 4303.10, 4303.182,	10
4303.204, 4303.33, 4303.333, and 5709.55 be amended and section	11
4303.031 of the Revised Code be enacted to read as follows:	12
Sec. 4301.12. The division of liquor control shall provide	13
for the custody, safekeeping, and deposit of all moneys, checks,	14
and drafts received by it or any of its employees or agents	15
prior to paying them to the treasurer of state as provided by	16
section 113.08 of the Revised Code.	17

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A sum equal to three dollars and thirty-eight cents for each gallon of spirituous liquor sold by the division, JobsOhio, or a designee of JobsOhio during the period covered by the payment shall be paid into the state treasury to the credit of the general revenue fund. All moneys received from permit fees, except B-2a and S permit fees from B-2a and S permit holders who do not also hold A-2 or A-2f permits, shall be paid to the credit of the undivided liquor permit fund established by section 4301.30 of the Revised Code.

Except as otherwise provided by law, the division shall deposit all moneys collected under Chapters 4301. and 4303. of the Revised Code into the state treasury to the credit of the state liquor regulatory fund created in section 4301.30 of the Revised Code. In addition, revenue resulting from any contracts with the department of commerce pertaining to the responsibilities and operations described in this chapter may be credited to the fund.

Whenever, in the judgment of the director of budget and management, the amount in the liquor control fund is in excess of that needed to meet the maturing obligations of the division, as working capital for its further operations, to pay the operating expenses of the commission, and for the alcohol testing program under section 3701.143 of the Revised Code, the director shall transfer the excess to the credit of the general revenue fund. If the director determines that the amount in the liquor control fund is insufficient, the director may transfer money from the general revenue fund to the liquor control fund.

Sec. 4301.13. The liquor control commission may adopt, 45 promulgate, repeal, rescind, and amend rules to regulate the 46 manner of dealing in and distributing and selling bottled wine 47

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within the state. The commission may require out-of-state producers, shippers, bottlers, and holders of federal importers' permits shipping bottled wine into Ohio and holders of A-2, A-2f, B-5, B-3, and B-2 permits issued by the division of liquor control, engaged in distributing and selling bottled wine in Ohio, to file with the division a schedule of prices in which minimum prices are set forth for the sale of bottled wine at wholesale or retail, or both, in Ohio. Any amendments, additions, alterations, or revisions to the schedule of prices as originally filed with the division shall be filed in the same manner as the original schedule of prices required to be filed with the division.

The commission may determine and fix the minimum mark-ups at wholesale or retail, or both, for bottled wine, and fix the minimum prices at which the various classes of bottled wine shall be distributed and sold in Ohio either at wholesale or retail, or both.

Sec. 4301.24. (A) Except as provided in section 4301.242 of the Revised Code, no manufacturer shall aid or assist the holder of any permit for sale at wholesale, and no manufacturer or wholesale distributor shall aid or assist the holder of any permit for sale at retail, by gift or loan of any money or property of any description or other valuable thing, or by giving premiums or rebates. Except as provided in section 4301.242 of the Revised Code, no holder of any such permit shall accept the same, provided that the manufacturer or wholesale distributor may furnish to a retail permittee the inside signs or advertising and the tap signs or devices authorized by divisions (E) and (F) of section 4301.22 of the Revised Code.

(B) No manufacturer shall have any financial interest,

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directly or indirectly, by stock ownership, or through interlocking directors in a corporation, or otherwise, in the establishment, maintenance, or promotion in the business of any wholesale distributor. No retail permit holder shall have any interest, directly or indirectly, in the operation of, or any ownership in, the business of any wholesale distributor or manufacturer.

- (C) (1) No manufacturer shall, except as authorized by 85 section 4303.021 of the Revised Code, have any financial 86 interest, directly or indirectly, by stock ownership, or through 87 interlocking directors in a corporation, or otherwise, in the 88 establishment, maintenance, or promotion of the business of any 89 retail dealer. No wholesale distributor or employee of a 90 wholesale distributor shall have any financial interest, 91 directly or indirectly, by stock ownership, interlocking 92 directors in a corporation, or otherwise, in the establishment, 93 maintenance, or promotion of the business of any retail dealer. 94 No manufacturer or wholesale distributor or any stockholder of a 95 manufacturer or wholesale distributor shall acquire, by 96 ownership in fee, leasehold, mortgage, or otherwise, directly or 97 indirectly, any interest in the premises on which the business 98 of any other person engaged in the business of trafficking in 99 beer or intoxicating liquor is conducted. 100
- (2) All contracts, covenants, conditions, and limitations 101 whereby any person engaged or proposing to engage in the sale of 102 beer or intoxicating liquors promises to confine the person's 103 sales of a particular kind or quality of beer or intoxicating 104 liquor to one or more products, or the products of a specified 105 manufacturer or wholesale distributor, or to give preference to 106 those products, shall to the extent of that promise be void. The 107 making of a promise in any such form shall be cause for the 108

revocation or suspension of any permit issued to any party.

(D) No manufacturer shall sell or offer to sell to any 110 wholesale distributor or retail permit holder, no wholesale 111 distributor shall sell or offer to sell to any retail permit 112 holder, and no wholesale distributor or retail permit holder 113 shall purchase or receive from any manufacturer or wholesale 114 distributor, any beer, brewed beverages, or wine manufactured in 115 the United States except for cash. No right of action shall 116 exist to collect any claims for credit extended contrary to this 117 section. 118

This section does not prohibit a licensee from crediting 119 to a purchaser the actual prices charged for packages or 120 containers returned by the original purchaser as a credit on any 121 sale or from refunding to any purchaser the amount paid by that 122 purchaser for containers or as a deposit on containers when 123 title is retained by the vendor, if those containers or packages 124 have been returned to the manufacturer or distributor. This 125 section does not prohibit a manufacturer from extending usual 126 and customary credit for beer, brewed beverages, or wine 127 manufactured in the United States and sold to customers who live 128 or maintain places of business outside this state when the 129 beverages so sold are actually transported and delivered to 130 points outside this state. 131

No wholesale or retail permit shall be issued to an 132 applicant unless the applicant has paid in full all accounts for 133 beer or wine, manufactured in the United States, outstanding as 134 of September 6, 1939. No beer or wine manufactured in the United 135 States shall be imported into the state unless the beer or wine 136 has been paid for in cash, and no supplier registration for any 137 such beer or wine manufactured in the United States shall be 138

giving financial assistance to the holder of a B permit for the	168
purpose of the holder purchasing an ownership interest in the	169
business, existing inventory and equipment, or property of	170
another B permit holder, including, but not limited to,	171
participation in a limited liability partnership, limited	172
liability company, or any other legal entity authorized to do	173
business in this state.	174

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- (2) This section does not permit a manufacturer to give financial assistance to the holder of a B permit to purchase inventory or equipment used in the daily operation of a B permit holder.
- (G) This section does not prohibit a manufacturer or subsidiary of a manufacturer from continuing to operate a wholesale distribution franchise or distribute beer or wine within a designated territory if prior to the effective date of this amendment the manufacturer either acquired the distribution franchise or territory, or awarded the franchise or territory to itself or a subsidiary.
- (H) This section shall not prevent a manufacturer from 186 securing and holding an A-1c or B-2a permit or permits and 187 operating as a wholesale distributor pursuant to such permits. 188
- Sec. 4301.30. (A) All fees collected by the division of 189 liquor control shall be deposited in the state treasury to the 190 credit of the undivided liquor permit fund, which is hereby 191 created, at the time prescribed under section 4301.12 of the 192 Revised Code. Each payment shall be accompanied by a statement 193 showing separately the amount collected for each class of 194 permits in each municipal corporation and in each township 195 outside the limits of any municipal corporation in such 196 township. 197

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- (B)(1) An amount equal to forty-five per cent of the fund 198 shall be paid from the fund into the state liquor regulatory 199 fund, which is hereby created in the state treasury. The state 200 liquor regulatory fund shall be used to pay the operating 201 expenses of the division of liquor control in administering and 202 enforcing Title XLIII of the Revised Code and the operating 203 expenses of the liquor control commission. Investment earnings 204 of the fund shall be credited to the fund. 205
- (2) Whenever, in the judgment of the director of budget and management, the amount of money that is in the state liquor regulatory fund is in excess of the amount that is needed to pay the operating expenses of the division in administering and enforcing Title XLIII of the Revised Code and the operating expenses of the commission, the director shall credit the excess amount to the general revenue fund.
- (C) Twenty per cent of the undivided liquor permit fund 213 shall be paid into the statewide treatment and prevention fund, 214 which is hereby created in the state treasury. This amount shall 215 be appropriated by the general assembly, together with an amount 216 equal to one and one-half per cent of the gross profit of the 217 division of liquor control derived under division (B) (4) of 218 section 4301.10 of the Revised Code, to the department of mental 219 health and addiction services. In planning for the allocation of 220 and in allocating these amounts for the purposes of Chapter 221 5119. of the Revised Code, the department shall comply with the 222 nondiscrimination provisions of Title VI of the Civil Rights Act 223 of 1964, and any rules adopted under that act. 224
- (D) Thirty-five per cent of the undivided liquor permit 225 fund shall be distributed by the superintendent of liquor 226 control at quarterly calendar periods as follows: 227

- (1) To each municipal corporation, the aggregate amount shown by the statements to have been collected from permits in the municipal corporation, for the use of the general fund of the municipal corporation;
- (2) To each township, the aggregate amount shown by the statements to have been collected from permits in its territory, outside the limits of any municipal corporation located in the township, for the use of the general fund of the township, or for fire protection purposes, including buildings and equipment in the township or in an established fire district within the township, to the extent that the funds are derived from liquor permits within the territory comprising such fire district.
- (E) For the purpose of the distribution required by this section, E, H, and D permits covering boats or vessels are deemed to have been issued in the municipal corporation or township wherein the owner or operator of the vehicle, boat, vessel, or dining car equipment to which the permit relates has the owner's or operator's principal office or place of business within the state.
- (F) If the liquor control commission determines that the police or other officers of any municipal corporation or township entitled to share in distributions under this section are refusing or culpably neglecting to enforce this chapter and Chapter 4303. of the Revised Code, or the penal laws of this state relating to the manufacture, importation, transportation, distribution, and sale of beer and intoxicating liquors, or if the prosecuting officer of a municipal corporation or a municipal court fails to comply with the request of the commission authorized by division (A)(4) of section 4301.10 of the Revised Code, the commission, by certified mail, may notify

thirty days thereafter in the court of common pleas of Franklin 270 271

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(G) All fees collected by the division of liquor control from the issuance or renewal of B-2a and S permits, and paid by B-2a and S permit holders who do not also hold A-2 or A-2f permits, shall be deposited in the state treasury to the credit of the state liquor regulatory fund. Once during each fiscal year, an amount equal to fifty per cent of the fees collected shall be paid from the state liquor regulatory fund into the general revenue fund.

commission. This action of the commission is reviewable within

county.

Sec. 4301.355. (A) If a petition is filed under section 280 4301.333 of the Revised Code for the submission of the question 281 or questions set forth in this section, it shall be held in the 282 precinct as ordered by the board of elections under that 283 section. The expense of holding the election shall be charged to 284 the municipal corporation or township of which the precinct is a 285 286 part.

(B) At the election, one or more of the following

questions, as designated in a valid petition, shall be submitted	288
to the electors of the precinct:	289
(1) "Shall the sale of (insert beer, wine and	290
mixed beverages, or spirituous liquor) be permitted	291
by (insert name of applicant, liquor permit holder,	292
or liquor agency store, including trade or fictitious name under	293
which applicant for, or holder of, liquor permit or liquor	294
agency store either intends to do, or does, business at the	295
particular location), an (insert "applicant for" or	296
"holder of" or "operator of") a (insert class name of	297
liquor permit or permits followed by the words "liquor	298
permit(s)" or, if appropriate, the words "liquor agency store	299
for the State of Ohio"), who is engaged in the business	300
of (insert general nature of the business in which	301
applicant or liquor permit holder is engaged or will be engaged	302
in at the particular location, as described in the petition)	303
at (insert address of the particular location within	304
the precinct as set forth in the petition) in this precinct?"	305
(2) "Shall the sale of (insert beer, wine and	306
mixed beverages, or spirituous liquor) be permitted for sale on	307
Sunday between the hours of (insert "ten a.m. and	308
midnight" or "eleven a.m. and midnight") by (insert	309
name of applicant, liquor permit holder, or liquor agency store,	310
including trade or fictitious name under which applicant for, or	311
holder of, liquor permit or liquor agency store either intends	312
to do, or does, business at the particular location), an	313
(insert "applicant for a D-6 liquor permit," "holder of a D-6	314
liquor permit," "applicant for or holder of an A-1-A, A-2, A-2f,	315
A-3a, C-1, C-2x, D-1, D-2x, D-3, D-3x, D-4, D-5, D-5b, D-5c, D-	316
5e, D-5f, D-5g, D-5h, D-5i, D-5j, D-5k, D-5l, D-5m, D-5n, D-5o,	317
or D-7 liquor permit," if only the approval of beer sales is	318

more than twenty-one per cent of alcohol by volume, one dollar and eight cents per wine gallon for vermouth, and one dollar and forty-eight cents per wine gallon for sparkling and carbonated wine and champagne, the tax to be paid by the holders of A-2, A-2f, and B-5 permits or by any other person selling or distributing wine upon which no tax has been paid. From the tax paid under this section on wine, vermouth, and sparkling and carbonated wine and champagne, the treasurer of state shall credit to the Ohio grape industries fund created under section 924.54 of the Revised Code a sum equal to one cent per gallon for each gallon upon which the tax is paid.

- (C) For the purpose of providing revenues for the support of the state, there is hereby levied a tax on prepared and bottled highballs, cocktails, cordials, and other mixed beverages at the rate of one dollar and twenty cents per wine gallon to be paid by holders of A-4 permits or by any other person selling or distributing those products upon which no tax has been paid. Only one sale of the same article shall be used in computing the amount of tax due. The tax on mixed beverages to be paid by holders of A-4 permits under this section shall not attach until the ownership of the mixed beverage is transferred for valuable consideration to a wholesaler or retailer, and no payment of the tax shall be required prior to that time.
- (D) During the period of July 1, 2015, through June 30, 2017, from the tax paid under this section on wine, vermouth, and sparkling and carbonated wine and champagne, the treasurer of state shall credit to the Ohio grape industries fund created under section 924.54 of the Revised Code a sum equal to two cents per gallon upon which the tax is paid. The amount credited under this division is in addition to the amount credited to the

Ohio grape industries fund under division (B) of this section.

(E) For the purpose of providing revenues for the support

of the state, there is hereby levied a tax on cider at the rate

of twenty-four cents per wine gallon to be paid by the holders

of A-2, A-2f, and B-5 permits or by any other person selling or

distributing cider upon which no tax has been paid. Only one

sale of the same article shall be used in computing the amount

of the tax due.

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Sec. 4301.432. For the purpose of encouraging the grape industries of the state, a tax is hereby levied on the sale or distribution of vermouth, sparkling and carbonated wine and champagne, and other wine, except for known sacramental purposes, at the rate of two cents per wine gallon, the tax to be paid by the holders of A-2, A-2f, B-2a, B-5, and S permits or by any other person selling or distributing wine upon which no such tax has been paid. The treasurer of state shall credit to the Ohio grape industries fund created under section 924.54 of the Revised Code the moneys the treasurer of state receives from this tax.

Sec. 4301.47. Every class A-1, A-1c, A-2, A-2f, and A-4 398 permit holder and each class B or S permit holder shall maintain 399 and keep for a period of three years a record of the beer, wine, 400 and mixed beverages purchased, distributed, or sold within this 401 state by the permit holder, together with invoices, records, 402 receipts, bills of lading, and other pertinent papers required 403 by the tax commissioner and, upon demand by the tax 404 commissioner, shall produce these records for a three-year 405 period prior to the demand unless upon satisfactory proof it is 406 shown that the nonproduction is due to causes beyond the permit 407 holder's control. 408

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braking.	578
(b) The commercial quadricycle is being operated on a	579
street, highway, or other public or private property open to the	580
public for purposes of vehicular travel or parking.	581
(c) The person has in their possession on the commercial	582
quadricycle an opened container of beer or wine.	583
(d) The person has in their possession on the commercial	584
quadricycle not more than either thirty-six ounces of beer or	585
eighteen ounces of wine.	586
(2) The legislative authority of a municipal corporation	587
or township may enact an ordinance or adopt a resolution, as	588
applicable, that prohibits a passenger riding on a commercial	589
quadricycle from possessing an opened container of beer or wine.	590
(3) As used in this section, "commercial quadricycle"	591
means a vehicle that has fully-operative pedals for propulsion	592
entirely by human power and that meets all of the following	593
requirements:	594
(a) It has four wheels and is operated in a manner similar	595
to a bicycle.	596
(b) It has at least five seats for passengers.	597
(c) It is designed to be powered by the pedaling of the	598
operator and the passengers.	599
(d) It is used for commercial purposes.	600
(e) It is operated by the vehicle owner or an employee of	601
the owner.	602
Sec. 4301.82. (A) As used in this section, "qualified	603
permit holder" means the holder of an A-1, A-1-A, A-1c, A-2, A-	604

plan or map of the municipal corporation or township;

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- (5) Proposed requirements for the purpose of ensuring public health and safety within the proposed outdoor refreshment area.
- (C) Within forty-five days after the date the application 637 is filed with the legislative authority of a municipal 638 corporation or township, the legislative authority shall publish 639 public notice of the application once a week for two consecutive 640 weeks in one newspaper of general circulation in the municipal 641 642 corporation or township or as provided in section 7.16 of the Revised Code. The legislative authority shall ensure that the 643 notice states that the application is on file in the office of 644 the clerk of the municipal corporation or township and is 645 available for inspection by the public during regular business 646 hours. The legislative authority also shall indicate in the 647 notice the date and time of any public hearing to be held 648 regarding the application by the legislative authority. 649

Not earlier than thirty but not later than sixty days 650 after the initial publication of notice, the legislative 651 authority shall approve or disapprove the application by either 652 ordinance or resolution, as applicable. Approval of an 653 application requires an affirmative vote of a majority of the 654 legislative authority. Upon approval of the application by the 655 legislative authority, the territory described in the 656 application constitutes an outdoor refreshment area. The 657 legislative authority shall provide to the division of liquor 658 control and the investigative unit of the department of public 659 safety notice of the approval of the application and a 660 description of the area specified in the application. If the 661 legislative authority disapproves the application, the executive 662 officer of a municipal corporation or fiscal officer of a 663 township may make changes in the application to secure its 664

include in the ordinance or resolution any public health and
safety requirements proposed in an application under division
(B) of this section to designate or expand the outdoor
refreshment area. The legislative authority may subsequently
modify the public health and safety requirements as determined
necessary by the legislative authority.

- (2) Prior to adopting an ordinance or resolution under this division, the legislative authority shall give notice of its proposed action by publication once a week for two consecutive weeks in one newspaper of general circulation in the municipal corporation or township or as provided in section 7.16 of the Revised Code.
- (3) The legislative authority shall provide to the division of liquor control and the investigative unit of the department of public safety notice of the public health and safety requirements established or modified under this division.
- (G) Section 4399.18 of the Revised Code applies to a liquor permit holder located within an outdoor refreshment area in the same manner as if the liquor permit holder were not located in an outdoor refreshment area.
- (H) (1) Five years after the date of creation of an outdoor refreshment area, the legislative authority of the municipal corporation or township that created the area under this section shall review the operation of the area and shall, by ordinance or resolution, either approve the continued operation of the area or dissolve the area. Prior to adopting the ordinance or resolution, the legislative authority shall give notice of its proposed action by publication once a week for two consecutive weeks in one newspaper of general circulation in the municipal corporation or township or as provided in section 7.16 of the

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Revised Code.

If the legislative authority dissolves the outdoor 753 refreshment area, the outdoor refreshment area ceases to exist. 754 The legislative authority then shall provide notice of its 755 action to the division of liquor control and the investigative 756 unit of the department of public safety. Upon receipt of the 757 notice, the division shall revoke all outdoor refreshment area 758 designations issued to qualified permit holders within the 759 dissolved area. If the legislative authority approves the 760 continued operation of the outdoor refreshment area, the area 761 continues in operation. 762

- (2) Five years after the approval of the continued operation of an outdoor refreshment area under division (H)(1) of this section, the legislative authority shall conduct a review in the same manner as provided in division (H)(1) of this section. The legislative authority also shall conduct such a review five years after any subsequent approval of continued operation under division (H)(2) of this section.
- (I) At any time, the legislative authority of a municipal 770 corporation or township in which an outdoor refreshment area is 771 located may, by ordinance or resolution, dissolve all or a part 772 773 of the outdoor refreshment area. Prior to adopting the resolution or ordinance, the legislative authority shall give 774 notice of its proposed action by publication once a week for two 775 consecutive weeks in one newspaper of general circulation in the 776 municipal corporation or township or as provided in section 7.16 777 of the Revised Code. If the legislative authority dissolves all 778 or part of an outdoor refreshment area, the area designated in 779 the ordinance or resolution no longer constitutes an outdoor 780 refreshment area. The legislative authority shall provide notice 781

- (D) Except as otherwise provided in this section, the 897 division of liquor control shall not issue a new A-1-A permit to 898 the holder of an A-1, A-1c, or A-2, or A-2f permit unless the 899 sale of beer and intoxicating liquor under class D permits is 900 permitted in the precinct in which the A-1, A-1c, or A-901 2f permit is located and, in the case of an A-2 or A-2f permit, 902 unless the holder of the A-2 or A-2f permit manufactures or has 903 a storage capacity of at least twenty-five thousand gallons of 904 905 wine per year. The immediately preceding sentence does not prohibit the issuance of an A-1-A permit to an applicant for 906 such a permit who is the holder of an A-1 permit and whose 907 application was filed with the division of liquor control before 908 June 1, 1994. The liquor control commission shall not restrict 909 the number of A-1-A permits which may be located within a 910 precinct. 911
- Sec. 4303.03. (A) Subject to division (B) of this section, 912 permit A-2 may be issued to a manufacturer to manufacture wine 913 from grapes or other, fruits, or other agricultural products; 914 to import and purchase wine in bond for blending purposes, the 915 total amount of wine so imported during the year covered by the 916 permit not to exceed forty per cent of all the wine manufactured 917 and imported; to manufacture, purchase, and import brandy for 918 fortifying purposes; and to sell those products either in glass 919 or container for consumption on the premises where manufactured, 920 in sealed containers for consumption off the premises where 921 manufactured, and to wholesale permit holders under the rules 922 adopted by the division of liquor control. 923
- (B) (1) The holder of an A-2 permit shall not sell directly

 to a retailer. In order to make sales to a retailer, the

 manufacturer shall obtain a B-2a permit or make the sale

 directly to a B-2 or B-5 permit holder for subsequent resale to

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a retailer.	928
(2) The holder of an A-2 permit shall not sell directly to	929
a consumer unless the product is sold on the premises in	930
accordance with division (A) of this section. In order to make	931
sales to a consumer off the premises where the wine is	932
manufactured, the manufacturer shall obtain an S permit.	933
(3) Nothing in this chapter prohibits an A-2 permit holder	934
also holding a B-2a or S permit.	935
(C) The fee for this permit is seventy-six dollars for	936
each plant to which this permit is issued.	937
Sec. 4303.031. (A) Subject to divisions (B) and (C) of	938
this section, permit A-2f may be issued to a manufacturer to do	939
all of the following:	940
(1) Manufacture wine from grapes, fruits, or other	941
agricultural products;	942
(2) Import and purchase wine in bond for blending	943
purposes. The total amount of wine imported for blending	944
purposes during any year covered by the permit shall not exceed	945
forty per cent of all the wine manufactured and imported.	946
(3) Manufacture, purchase, and import brandy for	947
<pre>fortifying purposes;</pre>	948
(4) Sell products produced under divisions (A)(1) to (3)	949
of this section either in glass or container for consumption on	950
the premises where manufactured, in sealed containers for	951
consumption off the premises where manufactured, and to	952
wholesale permit holders under the rules adopted by the division	953
of liquor control.	954
(B) The division may issue permit A-2f to a manufacturer	955

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only if both of the following apply:	956
(1) The manufacturer grows grapes, fruits, or other	957
agricultural products on property owned by the manufacturer that	958
is classified as land devoted exclusively to agricultural use in	959
accordance with section 5713.31 of the Revised Code.	960
(2) The manufacturer processes the grapes, fruits, or	961
other agricultural products specified in division (B)(1) of this	962
section into wine and sells the wine as authorized in this	963
section.	964
(C)(1) The holder of an A-2f permit shall not sell	965
directly to a retailer. In order to make sales to a retailer,	966
the manufacturer shall obtain a B-2a permit or make the sale	967
directly to a B-2 or B-5 permit holder for subsequent resale to	968
<u>a retailer.</u>	969
(2) The holder of an A-2f permit shall not sell directly	970
to a consumer unless the product is sold on the premises in	971
accordance with division (A) of this section. In order to make	972
sales to a consumer off the premises where the wine is	973
manufactured, the manufacturer shall obtain an S permit.	974
(3) Nothing in this chapter prohibits an A-2f permit	975
holder from also holding a B-2a or S permit.	976
(D) The fee for this permit is seventy-six dollars for	977
each plant to which this permit is issued.	978
(E) The A-2f permit shall be known as the "Ohio Farm	979
Winery Permit."	980
Sec. 4303.07. Permit B-2 may be issued to a wholesale	981
distributor of wine to purchase from holders of A-2, A-2f, and	982
B-5 permits and distribute or sell that product, in the original	983

(2) Between the hours of eleven a.m. and midnight on

Sunday, if sale during those hours has been approved on or after

October 16, 2009, under question (B)(1), (2), or (3) of section

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4301.351 or 4301.354 of the Revised Code, under question (B)(2)	1014
of section 4301.355 of the Revised Code, or under section	1015
4301.356 of the Revised Code and has been authorized under	1016
section 4301.361, 4301.364, 4301.365, or 4301.366 of the Revised	1017
Code, under the restrictions of that authorization;	1018

- (3) Between the hours of eleven a.m. and midnight on 1019 Sunday if sale between the hours of one p.m. and midnight was 1020 approved before October 16, 2009, under question (B)(1), (2), or 1021 (3) of section 4301.351 or 4301.354 of the Revised Code, under 1022 question (B)(2) of section 4301.355 of the Revised Code, or 1023 under section 4301.356 of the Revised Code and has been 1024 authorized under section 4301.361, 4301.364, 4301.365, or 1025 4301.366 of the Revised Code, under the other restrictions of 1026 that authorization. 1027
- (B) Permit D-6 shall be issued to the holder of any 1028 permit, including a D-4a and D-5d permit, authorizing the sale 1029 of intoxicating liquor issued for a premises located at any 1030 publicly owned airport, as defined in section 4563.01 of the 1031 Revised Code, at which commercial airline companies operate 1032 regularly scheduled flights on which space is available to the 1033 public, to allow sale under such permit between the hours of ten 1034 a.m. and midnight on Sunday, whether or not that sale has been 1035 authorized under section 4301.361, 4301.364, 4301.365, or 1036 4301.366 of the Revised Code. 1037
- (C) Permit D-6 shall be issued to the holder of a D-5a

 permit, and to the holder of a D-3 or D-3a permit who is the

 owner or operator of a hotel or motel that is required to be

 licensed under section 3731.03 of the Revised Code, that

 contains at least fifty rooms for registered transient guests,

 and that has on its premises a retail food establishment or a

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food service operation licensed pursuant to Chapter 3717. of the	1044
Revised Code that operates as a restaurant for purposes of this	1045
chapter and is affiliated with the hotel or motel and within or	1046
contiguous to the hotel or motel and serving food within the	1047
hotel or motel, to allow sale under such permit between the	1048
hours of ten a.m. and midnight on Sunday, whether or not that	1049
sale has been authorized under section 4301.361, 4301.364,	1050
4301.365, or 4301.366 of the Revised Code.	1051

- (D) The holder of a D-6 permit that is issued to a sports facility may make sales under the permit between the hours of eleven a.m. and midnight on any Sunday on which a professional baseball, basketball, football, hockey, or soccer game is being played at the sports facility. As used in this division, "sports facility" means a stadium or arena that has a seating capacity of at least four thousand and that is owned or leased by a professional baseball, basketball, football, hockey, or soccer franchise or any combination of those franchises.
- (E) Permit D-6 shall be issued to the holder of any permit 1061 that authorizes the sale of beer or intoxicating liquor and that 1062 is issued to a premises located in or at the Ohio history 1063 connection area or the state fairgrounds, as defined in division 1064 (B) of section 4301.40 of the Revised Code, to allow sale under 1065 that permit between the hours of ten a.m. and midnight on 1066 Sunday, whether or not that sale has been authorized under 1067 section 4301.361, 4301.364, 4301.365, or 4301.366 of the Revised 1068 Code. 1069
- (F) Permit D-6 shall be issued to the holder of any permit 1070 that authorizes the sale of intoxicating liquor and that is 1071 issued to an outdoor performing arts center to allow sale under 1072 that permit between the hours of one p.m. and midnight on 1073

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Sunday, whether or not that sale has been authorized under	1074
section 4301.361 of the Revised Code. A D-6 permit issued under	1075
this division is subject to the results of an election, held	1076
after the D-6 permit is issued, on question (B)(4) as set forth	1077
in section 4301.351 of the Revised Code. Following the end of	1078
the period during which an election may be held on question (B)	1079
(4) as set forth in that section, sales of intoxicating liquor	1080
may continue at an outdoor performing arts center under a D-6	1081
permit issued under this division, unless an election on that	1082
question is held during the permitted period and a majority of	1083
the voters voting in the precinct on that question vote "no."	1084

As used in this division, "outdoor performing arts center" means an outdoor performing arts center that is located on not less than eight hundred acres of land and that is open for performances from the first day of April to the last day of October of each year.

- (G) Permit D-6 shall be issued to the holder of any permit 1090 that authorizes the sale of beer or intoxicating liquor and that is issued to a golf course owned by the state, a conservancy district, a park district created under Chapter 1545. of the 1093 Revised Code, or another political subdivision to allow sale 1094 under that permit between the hours of ten a.m. and midnight on 1095 Sunday, whether or not that sale has been authorized under section 4301.361, 4301.364, 4301.365, or 4301.366 of the Revised 1097 Code.
- (H) Permit D-6 shall be issued to the holder of a D-5q 1099 permit to allow sale under that permit between the hours of ten 1100 a.m. and midnight on Sunday, whether or not that sale has been 1101 authorized under section 4301.361, 4301.364, 4301.365, or 1102 4301.366 of the Revised Code. 1103

(I) Permit D-6 shall be issued to the holder of any D	1104
permit for a premises that is licensed under Chapter 3717. of	1105
the Revised Code and that is located at a ski area to allow sale	1106
under the D-6 permit between the hours of ten a.m. and midnight	1107
on Sunday, whether or not that sale has been authorized under	1108
section 4301.361, 4301.364, 4301.365, or 4301.366 of the Revised	1109
Code.	1110

As used in this division, "ski area" means a ski area as

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defined in section 4169.01 of the Revised Code, provided that

the passenger tramway operator at that area is registered under

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section 4169.03 of the Revised Code.

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- (J) Permit D-6 shall be issued to the holder of any 1115 permit that is described in division (A) of this section for a 1116 permit premises that is located in a community entertainment 1117 district, as defined in section 4301.80 of the Revised Code, 1118 that was approved by the legislative authority of a municipal 1119 corporation under that section between October 1 and October 15, 1120 2005, to allow sale under the permit between the hours of ten 1121 a.m. and midnight on Sunday, whether or not that sale has been 1122 authorized under section 4301.361, 4301.364, 4301.365, or 1123 4301.366 of the Revised Code. 1124
- (K) A D-6 permit shall be issued to the holder of any D

 permit for a premises that is licensed under Chapter 3717. of

 the Revised Code and that is located in a state park to allow

 sales under the D-6 permit between the hours of ten a.m. and

 midnight on Sunday, whether or not those sales have been

 authorized under section 4301.361, 4301.364, 4301.365, or

 4301.366 of the Revised Code.

As used in this division, "state park" means a state park

that is established or dedicated under Chapter 1541. of the

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(4) It features any combination of at least three A-2 or

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<u>A-2f</u> permit holders who sell Ohio wine at it.

- (B) The holder of an F-4 permit may furnish, with or 1164 without charge, wine that it has obtained from the A-2 or A-2f 1165 permit holders that are participating in the event for which the 1166 F-4 permit is issued, in two-ounce samples for consumption on 1167 the premises where furnished and may sell such wine by the glass 1168 for consumption on the premises where sold. The holder of an A-21169 or A-2f permit that is participating in the event for which the 1170 F-4 permit is issued may sell wine that it has manufactured, in 1171 sealed containers for consumption off the premises where sold. 1172 Wine may be furnished or sold on the premises of the event for 1173 which the F-4 permit is issued only where and when the sale of 1174 wine is otherwise permitted by law. 1175
- (C) The premises of the event for which the F-4 permit is issued shall be clearly defined and sufficiently restricted to allow proper enforcement of the permit by state and local law enforcement officers. If an F-4 permit is issued for all or a portion of the same premises for which another class of permit is issued, that permit holder's privileges will be suspended in that portion of the premises in which the F-4 permit is in effect.
- (D) No F-4 permit shall be effective for more than seventy-two consecutive hours. No sales or furnishing of wine shall take place under an F-4 permit after one a.m.
- (E) The division shall not issue more than six F-4 permits to the same not-for-profit organization or corporation in any one calendar year.
- (F) An applicant for an F-4 permit shall apply for the 1190 permit not later than thirty days prior to the first day of the 1191

(2) The participation by an A-2 <u>or A-2f</u> permit holder or 1222 its employees in an event for which an F-4 permit is issued does 1223 not violate section 4301.24 of the Revised Code. 1224

Sec. 4303.33. (A) Every A-1 or A-1c permit holder in this 1225 state, every bottler, importer, wholesale dealer, broker, 1226 producer, or manufacturer of beer outside this state and within 1227 1228 the United States, and every B-1 permit holder and importer importing beer from any manufacturer, bottler, person, or group 1229 of persons however organized outside the United States for sale 1230 or distribution for sale in this state, on or before the 1231 eighteenth day of each month, shall make and file with the tax 1232 commissioner upon a form prescribed by the tax commissioner an 1233 advance tax payment in an amount estimated to equal the 1234 taxpayer's tax liability for the month in which the advance tax 1235 payment is made. If the advance tax payment credits claimed on 1236 the report are for advance tax payments received by the tax 1237 commissioner on or before the eighteenth day of the month 1238 covered by the report, the taxpayer is entitled to an additional 1239 credit of three per cent of the advance tax payment and a 1240 discount of three per cent shall be allowed the taxpayer at the 1241 1242 time of filing the report if filed as provided in division (B) of this section on any amount by which the tax liability 1243 reflected in the report exceeds the advance tax payment estimate 1244 by not more than ten per cent. The additional three per cent 1245 credit and three per cent discount shall be in consideration for 1246 advancing the payment of the tax and other services performed by 1247 the permit holder and other taxpayers in the collection of the 1248 1249 tax

"Advance tax payment credit" means credit for payments

made by an A-1, A-1c, or B-1 permit holder and any other persons	1251
during the period covered by a report which was made in	1252
anticipation of the tax liability required to be reported on	1253
that report.	1254

"Tax liability" as used in division (A) of this section 1255
means the total gross tax liability of an A-1, A-1c, or B-1 1256
permit holder and any other persons for the period covered by a 1257
report before any allowance for credits and discount. 1258

(B) Every A-1 or A-1c permit holder in this state, every 1259 bottler, importer, wholesale dealer, broker, producer, or 1260 manufacturer of beer outside this state and within the United 1261 States, every B-1 permit holder importing beer from any 1262 manufacturer, bottler, person, or group of persons however 1263 organized outside the United States, and every S permit holder, 1264 on or before the tenth day of each month, shall make and file a 1265 report for the preceding month upon a form prescribed by the tax 1266 commissioner which report shall show the amount of beer 1267 produced, sold, and distributed for sale in this state by the A-1268 1 or A-1c permit holder, sold and distributed for sale in this 1269 state by each manufacturer, bottler, importer, wholesale dealer, 1270 or broker outside this state and within the United States, the 1271 amount of beer imported into this state from outside the United 1272 States and sold and distributed for sale in this state by the B-1273 1 permit holder or importer, and the amount of beer sold in this 1274 state by the S permit holder. 1275

The report shall be filed by mailing it to the tax 1276 commissioner, together with payment of the tax levied by 1277 sections 4301.42 and 4305.01 of the Revised Code shown to be due 1278 on the report after deduction of advance payment credits and any 1279 additional credits or discounts provided for under this section. 1280

- (C) (1) Every A-2, A-2f, A-4, B-2, B-2a, B-3, B-4, B-5, and 1281 S permit holder in this state, on or before the eighteenth day 1282 of each month, shall make and file a report with the tax 1283 commissioner upon a form prescribed by the tax commissioner 1284 which report shall show, on the report of each A-2, A-2f, A-4, 1285 B-2a, and S permit holder the amount of wine, cider, and mixed 1286 beverages produced and sold, or sold in this state by each such 1287 A-2, A-2f, A-4, B-2a, and S permit holder for the next preceding 1288 calendar month and such other information as the tax 1289 commissioner requires, and on the report of each such B-2, B-3, 1290 B-4, and B-5 permit holder the amount of wine, cider, and mixed 1291 beverages purchased from an importer, broker, wholesale dealer, 1292 producer, or manufacturer located outside this state and sold 1293 and distributed in this state by such B-2, B-3, B-4, and B-5 1294 permit holder, for the next preceding calendar month and such 1295 other information as the tax commissioner requires. 1296
- (2) Every such A-2, <u>A-2f</u>, A-4, B-2, B-2a, B-3, B-4, B-5, 1297 and S permit holder in this state shall remit with the report 1298 the tax levied by sections 4301.43 and, if applicable, 4301.432 1299 of the Revised Code less a discount thereon of three per cent of 1300 the total tax so levied and paid, provided the return is filed 1301 together with remittance of the amount of tax shown to be due 1302 thereon, within the time prescribed. Any permit holder or other 1303 persons who fail to file a report under this section, for each 1304 day the person so fails, may be required to forfeit and pay into 1305 the state treasury the sum of one dollar as revenue arising from 1306 the tax imposed by sections 4301.42, 4301.43, 4301.432, and 1307 4305.01 of the Revised Code, and that sum may be collected by 1308 assessment in the manner provided in section 4305.13 of the 1309 Revised Code. 1310
 - (3) If the tax commissioner determines that the quantity

levied under section 4301.43 of the Revised Code on wine	1341
produced and sold or distributed in this state. The exemption	1342
may be claimed monthly against current taxes levied under such	1343
section as the reports required by section 4303.33 of the	1344
Revised Code are due. At the time the report for December is due	1345
for a calendar year during which a permit holder claimed an	1346
exemption under this section, if the permit holder has paid the	1347
tax levied under section 4301.43 of the Revised Code, the permit	1348
holder may claim a refund of such tax paid during the calendar	1349
year or shall remit any additional tax due because it did not	1350
qualify for the exemption on the December report. For the	1351
purpose of providing this refund, taxes previously paid under	1352
section 4303.33 of the Revised Code during the calendar year	1353
shall not be considered final until the December report is	1354
filed.	1355
(B) The tax commissioner shall prescribe forms for and	1356
allow the exemptions and refunds authorized by this section.	1357
Sec. 5709.55. Personal property used exclusively to	1358
transport, store, crush, press, process, ferment, or age grape	1359
agricultural products in the production of grape juice or grape	1360
wine, and grape juice or grape wine held in the course of	1361
business, but not held in labeled containers in which it will be	1362
sold, are exempt from personal property taxation if either of	1363
the following apply:	1364
(A) The property is used or held by the holder of a liquor	1365
permit issued under section 4303.03 or 4303.031 of the Revised	1366
Code whose primary business is the production of wine+.	1367
(B) The production is used or held by a person or	1368
enterprise engaged in agriculture that sells the grape	1369
agricultural products or juice or wine to a holder of a liquor	1370