2/29/24 DLL Brewer Meeting

Welcome and Introductions (Commissioner Wendy Knight)

• **Licensee survey** - 85% some level of satisfaction, 15% not satisfied at all and want to look at that. Saw that the #1 satisfaction was online portal, stakeholder meetings scored the lowest. They will send the PDF of the customer satisfaction survey, also in a press release on their website.

Education Updates: (Education Manager, Jen Fisher)

- Added a test to the manufacturer online program for January of 2024...a real final exam.
 - 43 manufacturers took that training since January, highest test score average at 95%.
 - 121 folks took solicitor training, 90%
 - Question getting answered wrong: customer born on December 30, 2023...how old are they?

Licensing and Enforcement Updates: (Sergeant Michael Welch)

- 2 new investigators, they have been with the DLL for a month.
- Results of a DTC pilot study
 - 100% of the transactions that did occur were unlawful....example: allowing a minor to receive the alcohol, alcohol being spirits (not authorized at this point), among other reasons.
 - Legislature is interested in this topic, authorize an additional position for the DLL to work on compliance of this tacked onto a tobacco bill
 - Relevant because should distilled spirits be bought through the mail?
- Email Emma if you want to see the full report

Marketing Initiatives: (Marketing Lead, Kelsey Hall)

 Overall social media campaigns: focusing on mixology and full circle of what you can make with the product.

Legislative Updates: (Director of Communications & Legislative Affairs, Charles Martin)

- Misc alcohol bill
 - Section 1 & 2 shift in permitting relating to expanding access to special venue serving permits. Under current law, a special venue serving permit may be granted to an art gallery, bookstore, public library or museum after receiving approval from the local control commission and paying a fee. A special venue serving permit authorizes the holder to serve beer, wine or RTDs, purchased directly from a retailer. This proposal would replace the word "bookstore" with "retail establishment" thereby expanding the types of retailers that can access this type of permit
 - This will sunset in 2027 and DLL will report back and talk about any negative outcomes.... the current data shows relatively safe for the current permit.
 - Section 3 relating to allowing a sampling event permit holder to purchase invoiced volumes of alcoholic beverages from wholesale dealers. Under current law, a sampling

event permit holder (formerly known as a Festival Permit) is allowed to purchase invoiced volumes of malt beverages directly from a manufacturer or packager. This change would allow a permit holder, like the VBA, to purchase beer directly from a wholesale dealer, in addition to a manufacturer or a packager

- Section 4 relating to increasing the limit on special event permits that may be acquired by an individual licensee from 10 to 20.
- Section 5 amend Annual Report due date by a few months
- Section 6 Liquor Liability insurance mandate is currently effective July 1 2024 and was not a requirement unless your landlord mandates it.
 - Not confident that everyone can comply, asking to move to July 1 2026
- Section 7 & 8 Regarding a Retail Master License This section would allow DLL to grant a "retail master license" to a person that acts as the parent corporation for licensed retail dealers or manufacturers that have merged. The holder of a retail master license could provide unified payroll and administrative services for the licensed retail dealers or manufacturers...this license will cost \$1,000.
 - Entities have done this thru existing statues
 - DLLL will want to discuss this further, not 100% comfortable with this yet

Alcohol related bills not in the Misc. Alcohol Bill

- Proposed Tax Increase
 - DLL: Why do we want to discourage people from drinking low ABV beer? DLL conveyed to the committee that this is not the year to do this.
 - If you have questions about this, please contact Emma
- Mandate on where alcoholic beverages are placed in a retail place
 - Example: Spiked sunny D or Buzz Balls near candy or n/a beverages
 - DLL don't feel like it will be realistically considered
 - Probably tabled for this year, VRGA was very concerned about it
 - Speaks to DLL about proper carding, if they are underage you don't sell it to them

Universal Compliance Checks

- Right now it is annually for tobacco establishments and would mandate this once every 2 years for alcohol
- Would be extremely resource heavy for the DLL
- Mostly a tabled issue, not going anywhere...but it is in bill form with a single sponsor

• Questions:

- How is business? Tourism? Snow? How can the DLL support brewers?
 - Steve Miller January was slow, February has re-bounded. Seems consistent across the industry
- O How else can the DLL support you?
 - DLL will continue to update the website