SB 830-2 (LC 1691) 3/18/19 (CDT/ps)

Requested by SENATE COMMITTEE ON BUSINESS AND GENERAL GOVERNMENT

PROPOSED AMENDMENTS TO SENATE BILL 830

- On page 1 of the printed bill, line 7, delete "and (4)" and insert "to (5)".
- On page 2, after line 11, insert:
- 3 "(5) Subsections (2) to (4) of this section do not apply to a wine label that
- 4 bears all or part of the name of an American viticultural area located in this
- 5 state as a brand name, if the brand name was established on or before De-
- 6 cember 31, 2017.".
- 7 In line 12, delete "(5)" and insert "(6)".
- 8 In line 14, delete "(6)" and insert "(7)".
- 9 Delete lines 19 through 45.
- On page 3, delete lines 1 through 21 and insert:
- "SECTION 4. Section 2 of this 2019 Act is amended to read:
- "Sec. 2. (1) As used in this section, 'American viticultural area' means
- a delimited grape growing region approved under 27 C.F.R. part 9.
- "(2) Except as provided in subsections (3) to (5) of this section, if a wine
- label bears the name of an American viticultural area that is located in this
- state and uses a single grape variety as a type designation, the wine must
- 17 be produced entirely from the grape variety used as the type desig-
- 18 **nation.**[:]
- "[(a) At least 95 percent of the wine, by volume, must be derived from the
- 20 grape variety used as the type designation; and]
- 21 "[(b) The percentage and name of each grape variety used must be listed

- 1 on the label as provided under 27 C.F.R. part 4.]
- 2 "(3)(a) Except as provided in paragraph (b) of this subsection, the
- 3 Oregon Liquor Control Commission, by rule, may identify American
- 4 viticultural areas that may be used on a wine label without subjecting the
- 5 label to the [requirements of] requirement in subsection (2) of this section.
- 6 The commission shall solicit and consider recommendations by Oregon
- 7 winemaking associations associated with an American viticultural area be-
- 8 fore determining whether the commission should identify the area in rules
- 9 adopted under this [subsection] paragraph.
 - "(b) A wine label that bears the name of an American viticultural
- area identified by the commission under paragraph (a) of this sub-
- section and uses Pinot Noir as the type designation is subject to the
- 13 requirement in subsection (2) of this section.
- "(4)(a) The commission, by rule, may classify a grape variety as an exempt
- variety. A wine that uses an exempt variety of grape as a type designation
- is not subject to the content requirement in subsection (2)[(a)] of this section.
- However, at least 75 percent of the wine, by volume, must be derived from
- the exempt variety of grape as provided under 27 C.F.R. part 4. The per-
- 19 centage and name of each grape variety used must be listed on the
- 20 label as provided under 27 C.F.R. part 4.
- 21 "(b) The commission, by rule, may classify a grape variety as a
- 22 nonexclusive variety. A wine that uses a nonexclusive variety of grape
- 23 as a type designation is not subject to the content requirement in
- 24 subsection (2) of this section. However, at least 95 percent of the wine,
- 25 by volume, must be derived from the nonexclusive variety of grape as
- 26 provided under 27 C.F.R. part 4. The percentage and name of each
- 27 grape variety used must be listed on the label as provided under 27
- 28 C.F.R. part 4.

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- "[(b)] (c) The commission, by rule, may establish standards for wine labels
- 30 that bear the name of an American viticultural area the commission has

- identified as exempt under subsection (3) of this section and that uses a single grape variety as a type designation.
- "[(c)] (d) The commission shall solicit and consider recommendations by

 Oregon winemaking associations regarding:
- 5 "(A) Whether a grape variety should be classified as an exempt variety under paragraph (a) of this subsection; [and]
 - "(B) Whether a grape variety should be classified as a nonexclusive variety under paragraph (b) of this subsection; and
- 9 "[(B)] (C) Appropriate standards for wine labels described in paragraph 10 [(b)] (c) of this subsection.
 - "(5) Subsections (2) to (4) of this section do not apply to a wine label that bears all or part of the name of an American viticultural area located in this state as a brand name, if the brand name was established on or before December 31, 2017.
- "(6) The commission may not assess a penalty for a violation of subsection
 (2) of this section if the violation is the inadvertent result of a production
 error.
 - "(7) The commission may not impose a civil penalty for failure to list a grape variety as required under subsection [(2)(b)] (4)(a) and (b) of this section if the unlisted grape variety is less than one percent of the wine.".

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