SB 830-A7 (LC 1691) 5/21/19 (CDT/ps)

Requested by Representative MCLAIN (at the request of the Willamette Valley Wineries Association)

## PROPOSED AMENDMENTS TO A-ENGROSSED SENATE BILL 830

1 On page 3 of the printed A-engrossed bill, delete lines 5 through 7.

2 Delete lines 10 through 45.

3 On page 4, delete lines 1 through 40 and insert:

4 "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) 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, except as provided in [*subsection (4)*] **subsections (4) and (5)** of this section, the Oregon Liquor Control Commission may require that **the wine be made** entirely from the grape variety that is used on the label as the type designation.[:]

"[(a) At least 95 percent of the wine, by volume, be derived from the grape
 variety that is used on the label as the type designation; and]

"[(b) The name of each grape variety used be listed on the label as provided
under 27 C.F.R. part 4.]

"(3) The commission shall adopt rules identifying American viticultural areas for which the labeling requirements described in subsection (2) of this section apply. The commission shall, at a minimum, adopt rules to make the labeling requirements applicable to wines bearing the name of the Willamette Valley viticultural area or of an American viticultural area wholly or partially within the Willamette Valley American viticultural area.
For all other American viticultural areas, the commission shall solicit and
consider recommendations by Oregon winemaking industry associations associated with an American viticultural area before determining whether to
identify the area by rule under this subsection.

"(4)(a) Except as provided in this subsection, the commission may classify 6 one or more grape varieties used as a type designation on a wine label as 7 an exempt variety. The commission may not classify Pinot noir as an exempt 8 grape variety. If the commission designates a grape variety as exempt, a wine 9 that bears the exempt grape variety as a type designation is subject to the 10 derivation requirement in paragraph (b) of this subsection. The classification 11 of a grape variety as exempt shall apply statewide. The commission shall, 12 at a minimum, classify the following as exempt grape varieties: 13

- 14 "(A) Cabernet franc;
- 15 "(B) Cabernet Sauvignon;
- 16 "(C) Carmenere;
- 17 "(D) Durif, also referred to as Petite Sirah;
- 18 "(E) Grenache, also referred to as Garnacha;
- 19 "(F) Malbec;
- 20 "(G) Marsanne;
- 21 "(H) Merlot;
- 22 "(I) Mourvedre;
- 23 "(J) Petit Verdot;
- 24 "(K) Roussanne;
- 25 "(L) Sangiovese;
- <sup>26</sup> "(M) Sauvignon blanc, also referred to as Fume blanc;
- 27 "(N) Semillon;
- 28 "(O) Syrah;
- 29 "(P) Tannat;
- 30 "(Q) Tempranillo; and

SB 830-A7 5/21/19 Proposed Amendments to A-Eng. SB 830 1 "(R) Zinfandel.

"(b) If a wine label uses an exempt variety as a type designation on its label, 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 commission shall solicit and consider recommendations by Oregon winemaking industry associations regarding whether a grape variety should be classified as an exempt variety.

"(5) Except as provided in this subsection, the commission may 8 classify one or more grape varieties used as a type designation on a 9 wine label as a nonexclusive grape variety. The commission may not 10 classify Pinot noir grapes as a nonexclusive variety. The commission 11 shall, at a minimum, classify Pinot gris as a nonexclusive grape vari-12 ety. The classification of a grape variety as nonexclusive shall apply 13 statewide. If the commission designates a wine grape variety as a 14 nonexclusive grape variety, at least 95 percent of the wine, by volume, 15 must be derived from the nonexclusive grape variety as provided under 16 27 C.F.R. part 4. The percentage and name of each grape variety used 17 must be listed on the label as provided under 27 C.F.R. part 4. The 18 commission shall solicit and consider recommendations by Oregon 19 winemaking industry associations regarding whether a grape variety 20should be classified as a nonexclusive variety. 21

<sup>22</sup> "[(5)] (6) Except as provided under subsections (2) to [(4)] (5) of this sec-<sup>23</sup> tion, if a wine label bears the name of an American viticultural area that <sup>24</sup> is located in this state and uses a single grape variety as a type designation, <sup>25</sup> at least 90 percent of the wine, by volume, must be derived from the grape <sup>26</sup> variety used as the type designation.

"[(6)(a)] (7)(a) The commission may adopt rules allowing a variance or exemption from labeling requirements under subsection (2) of this section to allow a winemaker to make use of an existing stock of labels.

30 "[(b) The commission may not assess a penalty for failure to list a wine

variety on a label under subsection (2) of this section if the unlisted grape
variety is less than one percent of the wine.]

"(b) The commission may not assess a civil penalty for a violation of subsection (2) of this section if the violation results from the presence of rogue vines in a vineyard and less than one percent of the wine produced from grapes grown in that vineyard is from the grape variety other than the variety used as the type designation.".

8 After line 44, insert "The commission shall appoint an odd number of 9 members to the advisory committee.".

On page 5, line 4, after the period insert "However, the commission shall appoint at least one advisory committee member from within the Willamette Valley viticultural area and at least one member from outside of the Willamette Valley viticultural area.".

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