January 11, 2019

Carlie Speelman
Compliance Business Relationship Manager – Marketing
Delicato Family Vineyards
VIA E-MAIL

RE: 120 Hours in London Sweepstakes

Dear Ms. Speelman:

<u>ISSUE</u>: This office is in receipt of your e-mail dated December 17, 2018, wherein you request legal review of a proposed sweepstakes promotion to be conducted in Pennsylvania.

According to the official rules you provided, the "120 Hours in London" sweepstakes promotion was scheduled to begin on January 1, 2019 and runs until February 28, 2019. To participate in the sweepstakes, interested individuals may enter by texting "LONDON" to shortcode 797979 and following the link to www.santarita120.com to submit the online entry form. Alternatively, interested individuals may go directly to the sweepstakes website and submit the online entry form. Entrants may earn additional entries by sharing the sweepstakes on Instagram, Twitter, and by e-mail as detailed in the official rules, but are limited to a maximum of four entries during the entry period.

One grand prize winner and one guest will be randomly selected to receive a trip to London, England, to include: an airline travel voucher for \$1,000.00 per guest, hotel accommodations for four nights, and an entertainment package that includes a behind the scenes tour of the Arsenal Football Club Stadium, two tickets for a match, a driving expedition around London, a personal tour and private luncheon at the National Gallery, and an opportunity for first class dining. The total approximate retail value of the grand prize is \$12,000.00. No purchase is necessary to enter the sweepstakes, and the sweepstakes is only open to adults who are at least twenty-one years of age at the time of entry. The official rules state that alcohol will not be included in any prize.

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<u>OPINION</u>: Section 5.32(h) of the Pennsylvania Liquor Control Board's ("PLCB") Regulations states that a manufacturer, manufacturer's representative, or licensee may sponsor sweepstakes promotions subject to the following conditions:

- i. No purchase is necessary to enter.
- ii. Entrants shall be twenty-one years of age or older.
- iii. Retail licensed premises may only be involved as pick-up or drop-off points for entry forms and not for the conducting of drawings or the awarding of prizes.
- iv. Alcoholic beverages may not be part of the prize.

40 Pa. Code § 5.32(h).

This office has reviewed the proposed sweepstakes promotion and determined that it comports with applicable liquor laws and regulations, specifically section 5.32(h) of the PLCB's Regulations, 40 Pa. Code § 5.32(h), as long as alcohol is not part of any prize.

While the official rules indicate that alcohol is not part of the prize, please be advised that to the extent any part of the trip being awarded as the grand prize will involve sampling, taste testing, or the provision of alcoholic beverages at no additional cost to the winner and/or his/her guest(s), this would be construed as awarding alcoholic beverages as part of the prize and is not permitted.

Please be advised that prior approval of malt or brewed beverages point-of-sale ("POS") material and retail licensed premises POS material is no longer required. However, the requirement for prior approval of POS material intended for use in the PLCB's Fine Wine & Good Spirits stores from the Bureau of Product Selection remains. The total cost of all POS advertising material relating to any one brand of any one manufacturer at any one time may not exceed \$300.00 on a retail licensed premises. 47 P.S. § 4-493(20)(i).

Therefore, as long as alcohol is not included in the prize, it would be permissible to conduct this promotion in the Commonwealth in reference to the areas checked below:

 retail licensed premises.
 distributor licensed premises.

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- ____ both retail and distributor licensed premises.
- X The PLCB's Fine Wine & Good Spirits stores, subject to approval of the Bureau of Product Selection (POS only).
- X other Internet, text messaging.

THIS OPINION APPLIES ONLY TO THE FACTUAL SITUATION DESCRIBED HEREIN AND DOES NOT INSULATE THE LICENSEE OR OTHERS FROM CONSEQUENCES OF CONDUCT OCCURRING PRIOR TO ITS ISSUANCE. THE PROPRIETY OF THE PROPOSED CONDUCT HAS BEEN ADDRESSED ONLY UNDER THE LIQUOR CODE AND REGULATIONS. THE LAWS AND POLICIES ON WHICH THIS OPINION IS BASED ARE SUBJECT TO CHANGE BY THE LEGISLATURE OR THE PENNSYLVANIA LIQUOR CONTROL BOARD.

Sincerely,

RODRIGO J. DIAZ CHIEF COUNSEL

cc: Pennsylvania State Police, Bureau of Liquor Control Enforcement Dale Horst, Director of Marketing and Merchandising Stacy Kriedeman, Director, Marketing Communications Thomas Bowman, Director, Bureau of Product Selection

LCB Advisory Opinion No. 18-486

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