JAN 1 9 2007

A BILL FOR AN ACT

RELATING TO DIRECT SHIPMENT OF WINE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 281-33.6, Hawaii Revised Statutes, is 2 amended to read as follows: "[+] §281-33.6[+] Direct shipment of wine by wineries. 3 4 Any person holding: 5 (1) A general excise tax license from the department of taxation; and 6 (2) Either: (A) A class 1 license to manufacture wine under 9 section 281-31; or 10 A license to manufacture wine issued by another 11 state, may pay any applicable fees and obtain a direct wine shipper 12 permit from the liquor commission of the county to which the 13 14 wine will be shipped authorizing the holder to directly ship 15 wine to persons in the county pursuant to this section. The holder of a direct wine shipper permit may sell 16 (b) and annually ship to any person twenty-one years of age or older 17

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1	in the county that issued the permit, no more than six nine-	
2	liter cas	es of wine per household, less any wine previously
3	purchased	by direct shipment by the person's household during
4	that year	as stated by the person in accordance with paragraph
5	(3), for	personal use only and not for resale, and shall:
6	(1)	Ship wine directly to the person only in containers
7		that are conspicuously labeled with the words:
8		"CONTAINS ALCOHOL: SIGNATURE OF PERSON AGE 21 YEARS
9		OR OLDER REQUIRED FOR DELIVERY.";
10	(2)	Require that the carrier of the shipment obtain the
11		signature of any person twenty-one years of age or
12		older before delivering the shipment;
13	(3)	Require that any person purchasing wine via direct
14		shipment provide a written certification to the permit
15		holder and the liquor commission of the county that
16		issued the permit stating the amount of wine
17		previously purchased by the person's household during
18		the year and acknowledging that no household may
19		purchase more than six nine-liter cases of wine per
20		year via direct shipment;
21	[-(3) -]	(4) Report no later than January 31 of each year to
22		the liquor commission in each county where a direct

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1		wine shipper permit is held, the total amount of wine
2		shipped to persons in the county during the preceding
3		calendar year[+], the identity and address of each
4		household to whom shipment was made during the
5		preceding calendar year, and the quantity shipped to
6		each household;
7	[-(4)-]	(5) Pay all applicable general excise and gallonage
8		taxes. For gallonage tax purposes, all wine sold
9		under a direct wine shipper permit shall be deemed to
10		be wine sold in the State; and
11	[-(5) -]	(6) Be subject to audit by the liquor commission of
12		each county in which a permit is held.
13	(c)	The holder of a license to manufacture wine issued by
14	another s	tate may annually renew a direct wine shipper permit by
15	providing	the liquor commission that issued the permit with a
16	copy of th	ne license and paying all required fees. The holder of
17	a class 1	license to manufacture wine under section 281-31 may
18	renew a d	irect wine shipper permit concurrently with the class 1
19	license by	y complying with all applicable laws and paying all
20	required :	fees.
21	(d)	The sale and shipment of wine directly to a person in
22	this State	e by a person that does not possess a valid direct wine

- 1 shipper permit is prohibited. Knowingly violating this law is a
- 2 misdemeanor.
- 3 (e) No household shall purchase more than six nine-liter
- 4 cases of wine per year via direct shipment. Knowingly violating
- 5 this section is a misdemeanor.
- 6 [(e)] (f) The liquor [---] commission[---] in each county may
- 7 adopt rules and regulations necessary to carry out the intent
- 8 and purpose of this section."
- 9 SECTION 2. Statutory material to be repealed is bracketed
- 10 and stricken. New statutory material is underscored.
- 11 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY:

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Report Title:

Direct Shipment of Wine by Wineries; Confirmation of Limits

Description:

Requires written certification of the amount of wine purchased per year by a household; makes knowing violations a misdemeanor.