## A BILL FOR AN ACT

RELATING TO INTOXICATING LIQUOR.

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

Ţ	SECTION 1. Section 281-31, Hawaii Revised Statutes, is
2	amended as follows:
3	1. By amending subsection (n) to read:
4	"(n) Class 14. Brewpub license. A brewpub licensee:
5	(1) May sell malt beverages manufactured on the licensee'
6	premises for consumption on the premises;
7	(2) May sell malt beverages manufactured by the licensee
8	in brewery-sealed packages to class 3 wholesale deale
9	licensees pursuant to conditions imposed by the count
10	by ordinance or rule;
11	(3) May sell intoxicating liquor purchased from a class 3
12	wholesale dealer licensee to consumers for consumptio
13	on the licensee's premises. The categories of
14	establishments shall be as follows:
15	(A) A standard bar; or
16	(B) Premises in which live entertainment or recorded
17	music is provided. Facilities for dancing by th

1	•	patrons may be permitted as provided by
2		commission rules;
3	(4)	May, subject to federal labeling and bottling
4		requirements, sell malt beverages manufactured on the
5		licensee's premises to consumers in brewery-sealed
6		kegs and recyclable or reusable containers and sell
7		malt beverages manufactured on the licensee's premises
8		or purchased from a class 1 manufacturer licensee, a
9		class 3 wholesale dealer licensee, a class 14 brewpub
10		licensee, or a class 18 small craft producer pub
11		licensee to consumers in growlers for off-premises
12		consumption; provided that for purposes of this
13		paragraph, "growler" means a [ <del>glass, ceramic, or metal</del>
14		container, recyclable or reusable container not to
15		exceed one [half gallon] gallon, which shall be
16		securely sealed;
17	[ <del>(5)</del>	May, subject to federal labeling and bottling
18		requirements, sell malt beverages manufactured on the
19		licensee's premises in recyclable containers provided
20		by the licensee or by the consumer which do not exceed
21		one gallon per container and are securely sealed on

1		the licensee's premises to consumers for off-premises
2		consumption;
3	<del>(6)</del> ]	(5) Shall comply with all [regulations] requirements
4		pertaining to class 4 retail dealer licensees when
5		engaging in the retail sale of malt beverages;
6	[ <del>(7)</del> ]	(6) May, subject to federal labeling and bottling
7		requirements, sell malt beverages manufactured on the
8		licensee's premises in brewery-sealed containers
9		directly to class 2 restaurant licensees, class 3
10		wholesale dealer licensees, class 4 retail dealer
11		licensees, class 5 dispenser licensees, class 6 club
12		licensees, class 8 transient vessel licensees, class 9
13		tour or cruise vessel licensees, class 10 special
14		licensees, class 11 cabaret licensees, class 12 hotel
15		licensees, class 13 caterer licensees, class 14
16		brewpub licensees, class 15 condominium hotel
17		licensees, class 18 small craft producer pub
18		licensees, and consumers pursuant to conditions
19		imposed by county [regulations] ordinances or rules
20		governing class 1 manufacturer licensees and class 3
21		wholesale dealer licensees; and

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1	[ <del>(8)</del> ] <u>(7)</u>	May conduct the activities under paragraphs (1)
2	to [-	(7) (6) at [ <del>one location</del> ] <u>locations</u> other than
3	the 1	licensee's primary manufacturing premises;
4	prov:	ided that:
5	(A)	The manufacturing takes place in Hawaii; [and]
6	(B)	The other locations operate under the same trade
7		name within the State; and
8	[ <del>-(B)</del> ]	(C) The other [ <del>location is</del> ] <u>locations are</u>
9		properly licensed [under the same ownership.] as
10		a class 1 manufacturer licensee, class 2
11		restaurant licensee, class 4 retail dealer
12		licensee, class 5 dispenser licensee, class 12
13		hotel licensee, class 14 brewpub licensee, or
14		class 18 small craft producer pub licensee within
15		the county of operation."
16	2. By am	ending subsection (r) to read:
17	"(r) Cla	ss 18. Small craft producer pub license. A small
18	craft producer	pub licensee:
19	(1) Shal	l manufacture not more than:
20	(A)	[Sixty] One-hundred thousand barrels of malt
21		beverages;

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Ţ		(B) Twenty thousand parrels of wine; or
2		(C) Seven thousand five hundred barrels of alcohol on
3		the licensee's premises during the license year;
4		provided that for purposes of this paragraph, "barrel"
5		means a container not exceeding thirty-one gallons or
6		wine gallons of liquor;
7	(2)	May sell malt beverages, wine, or alcohol manufactured
8		on the licensee's premises for consumption on the
9		premises;
10	(3)	May sell malt beverages, wine, or alcohol manufactured
11		by the licensee in producer-sealed packages to class 3
12		wholesale dealer licensees pursuant to conditions
13		imposed by the county by ordinance or rule;
14	(4)	May sell intoxicating liquor purchased from a class 3
15		wholesale dealer licensee to consumers for consumption
16		on the licensee's premises. The categories of
17		establishments shall be as follows:
18		(A) A standard bar; or
19		(B) Premises in which live entertainment or recorded
20		music is provided. Facilities for dancing by the

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1 .	patrons	may	be	permitted	as	provided	by
2	commissi	on i	cule	es;			

- 3 (5) May, subject to federal labeling and bottling 4 requirements, sell malt beverages manufactured on the 5 licensee's premises to consumers in producer-sealed 6 kegs and recyclable or reusable containers and sell 7 malt beverages manufactured on the licensee's premises 8 or purchased from a class 1 manufacturer licensee, a 9 class 3 wholesale dealer licensee, a class 14 brewpub 10 licensee, or a class 18 small craft producer pub 11 licensee to consumers in growlers for off-premises **12** consumption; provided that for purposes of this 13 paragraph, "growler" means a [glass, ceramic, or metal 14 container, recyclable or reusable container not to 15 exceed one [half-gallon, gallon, which shall be 16 securely sealed;
  - (6) May, subject to federal labeling and bottling requirements, sell [malt beverages,] wine[,] or alcohol manufactured on the licensee's premises in recyclable containers provided by the licensee or by the consumer which do not exceed:

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1		(A) One gailon per container for [mait beverages and]
2		wine; and
3		(B) One liter for alcohol; and
4		are securely sealed on the licensee's premises to
5	•	consumers for off-premises consumption;
6	(7)	Shall comply with all [regulations] requirements
7		pertaining to class 4 retail dealer licensees when
8		engaging in the retail sale of malt beverages, wine,
9		and alcohol;
10	(8)	May, subject to federal labeling and bottling
11		requirements, sell malt beverages, wine, and alcohol
12		manufactured on the licensee's premises in producer-
13		sealed containers directly to class 2 restaurant
14		licensees, class 3 wholesale dealer licensees, class 4
15		retail dealer licensees, class 5 dispenser licensees,
16		class 6 club licensees, class 8 transient vessel
17		licensees, class 9 tour or cruise vessel licensees,
18		class 10 special licensees, class 11 cabaret
19		licensees, class 12 hotel licensees, class 13 caterer
20		licensees, class 14 brewpub licensees, class 15
21		gondominium hotol ligongoog glagg 10 gmall graft

	produc	eer pub licensees, and consumers pursuant to
	condit	ions imposed by county [regulations] ordinances
	or rul	es governing class 1 manufacturer licensees and
	class	3 wholesale dealer licensees; and
(9)	May co	onduct the activities under paragraphs (1) to (8)
	at [ <del>or</del>	e location locations other than the licensee's
	primar	ry manufacturing premises; provided that:
	(A) T	The manufacturing takes place in Hawaii; [and]
	(B) <u>T</u>	The other locations operate under the same trade
	<u>r</u>	name within the State; and
	[ <del>(B)</del> ]	(C) The other [ <del>location is</del> ] <u>locations are</u>
	I	properly licensed [under the same ownership.] as
	<u> </u>	a class 1 manufacturer licensee, class 2
	<u>1</u>	restaurant licensee, class 4 retail dealer
	- -	licensee, class 5 dispenser licensee, class 12
	<u>1</u>	notel licensee, class 14 brewpub licensee, or
	<u>.</u>	class 18 small craft producer pub licensee within
	<u>t</u>	the county of operation."
SECT	ION 2.	Section 281-33.6, Hawaii Revised Statutes, is
amended t	o read	as follows:
	SECT	condition or rulclass  (9) May condition of the condition

1	"§281-33.6 Direct shipment of [wine] liquor by [wineries.]
2	<pre>producers. (a) Any person holding:</pre>
3	(1) A general excise tax license from the department of
4	taxation; and
5	(2) Either:
6	(A) A class 1, class 14, class 16, or class 18
7	license to manufacture [wine] liquor under
8	section 281-31; or
9	(B) A license to manufacture [wine] <u>liquor</u> issued by
10	another state,
11	may pay any applicable fees and obtain a direct [wine] liquor
12	shipper permit from the liquor commission of the county to which
13	the [wine] liquor will be shipped authorizing the holder to
14	directly ship [wine] liquor to persons in the county pursuant to
15	this section.
16	(b) The holder of a direct [wine] liquor shipper permit
17	may sell and annually ship to any person twenty-one years of age
18	or older in the county that issued the permit, no more than six
19	nine-liter cases of wine, no more than forty-two gallons of
20	beer, and no more than two nine-liter cases of spirits per
21	household for personal use only and not for resale, and shall:

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1	( 1 )	Ship [wine] liquor directly to the person only in
2		containers that are conspicuously labeled with the
3		words:
4		"CONTAINS ALCOHOL: SIGNATURE OF PERSON AGE 21 YEARS
5		OR OLDER REQUIRED FOR DELIVERY.";
6	(2)	Require that the carrier of the shipment obtain the
7		signature of any person twenty-one years of age or
8		older before delivering the shipment;
9	(3)	Report no later than January 31 of each year to the
10		liquor commission in each county where a direct [wine
11		<u>liquor</u> shipper permit is held, the total amount of
12		[wine] liquor shipped to persons in the county during
13		the preceding calendar year;
14	(4)	Pay all applicable general excise and gallonage taxes
15		For gallonage tax purposes, all [wine] liquor sold
16		under a direct [wine] <u>liquor</u> shipper permit shall be
17		deemed to be [wine] liquor sold in the State; and
18	(5)	Be subject to audit by the liquor commission of each
19		county in which a permit is held.
20	(c)	The holder of a license to manufacture [wine] liquor
21	issued by	another state may annually renew a direct [wine]

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- 1 liquor shipper permit by providing the liquor commission that
- 2 issued the permit with a copy of the license and paying all
- 3 required fees. The holder of a class 1, class 14, class 16, or
- 4 class 18 license to manufacture [wine] liquor under section 281-
- 5 31 may renew a direct [wine] liquor shipper permit concurrently
- 6 with the [class-1] applicable license by complying with all
- 7 applicable laws and paying all required fees.
- **8** (d) The sale and shipment of [wine] liquor directly to a
- 9 person in this State by a person that does not possess a valid
- 10 direct [wine] liquor shipper permit is prohibited. Knowingly
- 11 violating this law is a misdemeanor.
- (e) The liquor [+] commission[+] in each county may adopt
- 13 rules and regulations necessary to carry out the intent and
- 14 purpose of this section."
- 15 SECTION 3. Statutory material to be repealed is bracketed
- 16 and stricken. New statutory material is underscored.
- 17 SECTION 4. This Act shall take effect on July 1, 2112.

#### Report Title:

Liquor License; Brewpub License; Small Craft Producer Pub License; Retail Locations; Intoxicating Liquors; Growler Law; Recyclable Containers; Direct Shipping; Manufacturers

#### Description:

Clarifies that a class 14 brewpub licensee or class 18 small craft producer pub licensee may conduct liquor sales at multiple, appropriately licensed premises. Specifies that brewpubs and small craft producer pubs may sell malt beverages in growlers that may be recyclable containers and do not exceed one gallon. Permits direct shipment of spirits and beer to customers under the same conditions as currently permitted for direct shipment of wine. (HB2411 HD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.