

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.:	SB 906
Version:	CS
Request Number:	
Author:	Rep. McEntire
Date:	4/17/2019
Impact:	ABLE: revenue neutral

Research Analysis

The Committee Substitute to SB 906 makes numerous changes regarding alcoholic beverages. The measure modifies definitions, allowing cider to be manufactured by manufacturers or brewers. The measure creates definitions for “designated products”, “designated wholesaler”, and “nondesignated products”. The measure provides that all manufacturer’s licenses held by out-of-state brewers during the first calendar year beginning October 1, 2018, shall automatically convert to brewer licenses and be deemed effective as of the date of the first issuance of the manufacturer’s license. A beer distributor license holder is allowed to purchase and import beer or cider from authorized persons, donate beer and cider to organizations or nonprofits for certain events, and to transport wine, spirits, beer and cider in their own vehicles. The bill requires caterer license holders selling beer and cider to consumers shall only purchase such beer and cider from the distributor or wholesaler within the county in which the licensee will be selling the beer and cider. The measure prohibits an applicant for a wholesaler’s agent license from holding a manufacturer’s agent license. The measure allows beer distributors to park full trailers and Waymatics in the supplier area of the events for the purposes of pulling and selling product to special event, public event, caterer and mixed beverage licensees. The measure modifies provisions relating to the removal of stock product. The measure allows brewers with territorial distribution agreements to designate beer distributors. The measure defines and prohibits inducements.

Prepared By: Brad Wolgamott

Fiscal Analysis

SB 906, which converts out-of-state brewer licenses to regular brewer licenses, upon review and with consultation from the Alcoholic Beverage Laws Enforcement Commission (ABLE), is determined to be revenue neutral to the state.

Prepared By: Kristina King

Other Considerations

None.