1 ENGROSSED HOUSE BILL NO. 2213 By: McDugle and Humphrey of the 2 House 3 and 4 Coleman of the Senate 5 6 7 An Act relating to alcoholic beverages; amending Section 15, Chapter 366, O.S.L. 2016 (37A O.S. Supp. 2020, Section 2-103), which relates to distiller 8 licenses; modifying authority of holders of distiller 9 licenses; amending Section 19, Chapter 366, O.S.L. 2016, as amended by Section 11, Chapter 364, O.S.L. 10 2017 (37A O.S. Supp. 2020, Section 2-107), which relates to wine and spirits; modifying authorized 11 acts of certain wholesalers; and declaring an emergency. 12 1.3 14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 15 SECTION 1. AMENDATORY Section 15, Chapter 366, O.S.L. 16 2016 (37A O.S. Supp. 2020, Section 2-103), is amended to read as 17 follows: 18 Section 2-103. A. A distiller license shall authorize the 19 holder thereof: 20 To manufacture, bottle, package and store spirits on 21 licensed premises; 22 2. To sell spirits in this state to licensed wholesalers and 23 manufacturers only;

- 3. To sell spirits out of this state to qualified persons; to purchase from licensed distillers and rectifiers in this state, and import spirits from without this state for manufacturing purposes in accordance with federal laws and regulations; and
- To serve free samples of spirits produced only by the licensee to visitors twenty-one (21) years of age and older. For purposes of this section, no visitor may sample more than a total of three (3) fluid ounces of spirits per day. The distiller shall restrict the distribution and consumption of spirits samples to an area within the licensed premises designated by the distiller. A current floor plan that includes the designated sampling area shall be on file with the ABLE Commission. No visitor under twenty-one (21) years of age shall be permitted to enter the designated sampling area when samples are being distributed and consumed. Samples of spirits served by a distiller under this section shall not be considered a sale of spirits within the meaning of Article XXVIIIA XXVIII-A of the Oklahoma Constitution or Section 3 1-103 of this act title; provided, such samples of spirits shall be considered removed or withdrawn from the distillery for use or consumption within the meaning of Section 113 5-110 of this act title for excise tax determination and reporting requirements;
- 5. To sell spirits produced by the licensee for either onpremises or off-premises consumption to consumers on the licensed
 distillery premises or in an area controlled by the licensee located

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- 1 | contiguous to the licensed distillery premises. Product offered for
- 2 | sale by the Oklahoma licensed distiller will have been sold to and
- 3 | shipped to an Oklahoma licensed wine and spirits wholesaler and then
- 4 | made available for purchase by the Oklahoma licensed distiller for
- 5 | sale; and
- 6. To sell spirits at public events such as trade shows or
- 7 | festivals. Products offered for sale by the Oklahoma licensed
- 8 distiller will have been sold to and shipped to an Oklahoma licensed
- 9 | wine and spirits wholesaler and then made available for purchase by
- 10 | the Oklahoma licensed distiller.
- B. Spirits sold pursuant to paragraphs 5 and 6 of subsection A
- 12 of this section shall not exceed fifteen thousand (15,000) US
- 13 | gallons per calendar year in combination.
- 14 SECTION 2. AMENDATORY Section 19, Chapter 366, O.S.L.
- 15 | 2016, as amended by Section 11, Chapter 364, O.S.L. 2017 (37A O.S.
- 16 Supp. 2020, Section 2-107), is amended to read as follows:
- Section 2-107. A. A wine and spirits wholesaler license shall
- 18 | authorize the holder thereof:
- 19 1. To purchase and import into this state spirits and wines
- 20 from persons authorized to sell same who are the holders of a
- 21 | manufacturer or nonresident seller license, and their agents who are
- 22 | the holders of manufacturer's agent licenses;
- 23 2. To purchase spirits and wines from licensed distillers,
- 24 | rectifiers and winemakers in this state;

- 3. To purchase spirits and wines from licensed wholesalers, to the extent set forth in subsections B and C of this section;
- 4. To sell in retail containers in this state to retailers, mixed beverage, caterer, special event, public event, hotel beverage or airline/railroad beverage licensees, spirits and wines which have been received and unloaded at the bonded warehouse facilities of the wholesaler before such sale;
- 5. To sell to licensed wholesalers, to the extent set forth in subsections B and C of this section, spirits and wines which have been received and unloaded at the bonded warehouse facilities of the wholesaler before such sale; and
- 6. To sell spirits and wines out of this state to qualified persons; and
- 7. To sell to licensed distillers spirits that were manufactured by that distiller and which have been received and unloaded at a bonded warehouse facility of a wholesaler before such sale.

Provided, however, sales of spirits and wine in containers with a capacity of less than one-twentieth (1/20) gallon by a holder of a wholesaler license shall be in full case lots and in the original unbroken case. Wholesalers shall be authorized to place such signs outside their place of business as are required by Acts of Congress and by such laws and regulations promulgated under such Acts.

- B. A wholesaler may sell spirits and wine to other wholesalers or purchase spirits and wines from other wholesalers without complying with subsection A of this section in the case of the sale, purchase or other transfer or acquisition of the entire business of a wholesaler, including the inventory of spirits and wine.
 - C. A wholesaler license shall authorize the holder thereof to:
- 1. Maintain not more than three (3) self-owned or leased and self-operated bonded warehouses within this state. All invoices shall be stored at the principal place of business for which the wholesaler license was granted; and
- 2. Accept as payment cash, personal check, cashier's check, money order or electronic fund transfer from persons licensed to purchase alcoholic beverages; provided, a wholesaler shall not be permitted to accept payment by credit card.
- SECTION 3. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

1	Passed the House of Representatives the 10th day of March, 2021.
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4	Presiding Officer of the House of Representatives
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6	Passed the Senate the day of, 2021.
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