| 1  | STATE OF OKLAHOMA  |
|----|--|
| 2  | 1st Session of the 60th Legislature (2025)   |
| 3  | COMMITTEE SUBSTITUTE<br>FOR ENGROSSED  |
| 4  | HOUSE BILL NO. 2799 By: Marti of the House   |
| 5  | and  |
| 6  | Coleman of the Senate  |
| 7  |  |
| 8  | COMMITTEE SUBSTITUTE   |
| 9  | An Act relating to alcoholic beverages; amending 37A O.S. 2021, Sections 2-101, as amended by Section 3, |
| 10 | Chapter 338, O.S.L. 2023, and 6-103, as last amended<br>by Section 1, Chapter 200, O.S.L. 2023 (37A O.S. |
| 11 | Supp. 2024, Sections 2-101 and 6-103), which relate to annual license fees and administrative fees and   |
| 12 | prohibited acts of retail spirits licensees;<br>establishing certain license fees; removing certain      |
| 13 | prohibition; updating statutory language; updating statutory references; and providing an effective      |
| 14 | date.  |
| 15 |  |
| 16 |  |
| 17 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:  |
| 18 | SECTION 1. AMENDATORY 37A O.S. 2021, Section 2-101, as   |
| 19 | amended by Section 3, Chapter 338, O.S.L. 2023 (37A O.S. Supp. 2024,                                     |
| 20 | Section 2-101), is amended to read as follows:   |
| 21 | Section 2-101. A. Except as otherwise provided in this   |
| 22 | section, the licenses issued by the ABLE Alcoholic Beverage Laws   |
| 23 | Enforcement (ABLE) Commission, and the annual fees therefor, shall                                       |
| 24 | be as follows:   |

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| 1  | 1.             | Brewer License\$1,250.00                          |
|----|----------------|---|
| 2  | 2.             | Small Brewer License\$125.00                      |
| 3  | 3.             | Distiller License \$3,125.00                      |
| 4  | 4.             | Winemaker License\$625.00                         |
| 5  | 5.             | Small Farm Winery License \$75.00                 |
| 6  | 6.             | Rectifier License \$3,125.00                      |
| 7  | 7.             | Wine and Spirits Wholesaler License\$3,000.00     |
| 8  | 8.             | Beer Distributor License \$750.00                 |
| 9  | 9.             | The following retail spirits license fees         |
| 10 |                | shall be determined by the latest Federal         |
| 11 |                | Decennial Census:                                 |
| 12 |                | a. Retail Spirits License for cities and          |
| 13 |                | towns from <u>200</u> to 2,500 population\$305.00 |
| 14 |                | b. Retail Spirits License for cities and          |
| 15 |                | towns from 2,501 to 5,000 population\$605.00      |
| 16 |                | c. Retail Spirits License for cities and          |
| 17 |                | towns over 5,000 population\$905.00               |
| 18 | 10.            | Retail Spirits License for locations outside      |
| 19 |                | of cities and towns and within a county\$905.00   |
| 20 | <u>11.</u>     | Retail Wine License \$1,000.00                    |
| 21 | <del>11.</del> | <u>12.</u> Retail Beer License \$500.00           |
| 22 | <del>12.</del> | <u>13.</u> Mixed Beverage License \$1,005.00      |
| 23 |                | (initial license)                                 |
| 24 |                | \$905.00  |
|    |                |   |

| 13. 14. Mixed Beverage/Caterer Combination         14. 15. On-Premises Beer and Wine License  | 1  | (renewal)   |
|---|----|---|
| 4       144, 15.       On-Premises Beer and Wine License  | 2  | 13. 14. Mixed Beverage/Caterer Combination                                      |
| 5       (initial license)         6       \$450.00         7       (renewal)         8       \$5-16. Bottle Club License  | 3  | License\$1,250.00   |
| 6       \$450.00         7       (renewal)         8       15. 16. Bottle Club License  | 4  | <del>14.</del> <u>15.</u> On-Premises Beer and Wine License\$500.00             |
| 7       (renewal)         8       15-16. Bottle Club License  | 5  | (initial license)   |
| 8       15. 16. Bottle Club License   | 6  | \$450.00  |
| 9       (initial license)         10       \$900.00         11       (renewal)         12       16. 17. Caterer License   | 7  | (renewal)   |
| 10       \$900.00         11       (renewal)         12       16. 17. Caterer License   | 8  | <del>15.</del> <u>16.</u> Bottle Club License \$1,000.00                        |
| 11       (renewal)         12       16-17. Caterer License  | 9  | (initial license)   |
| 12       16. 17. Caterer License  | 10 | \$900.00  |
| 13       (initial license)         14       \$905.00         15       (renewal)         16       17. 18. Annual Special Event License   | 11 | (renewal)   |
| 14       \$905.00         15       (renewal)         16       17. 18. Annual Special Event License  | 12 | <del>16.</del> <u>17.</u> Caterer License\$1,005.00                             |
| 15       (renewal)         16       17. 18. Annual Special Event License  | 13 | (initial license)   |
| 16       17. 18. Annual Special Event License   | 14 | \$905.00  |
| <ul> <li>17 18. 19. Quarterly Special Event License\$55.00</li> <li>19. 20. Hotel Beverage License\$1,005.00</li> <li>19 (initial license)</li> <li>20 \$905.00</li> <li>21 (renewal)</li> <li>22. 21. Airline/Railroad/Commercial Passenger Vessel Beverage</li> <li>23 License\$1,005.00</li> </ul> | 15 | (renewal)   |
| 18 19. 20. Hotel Beverage License\$1,005.00<br>(initial license)<br>20 \$905.00<br>21 (renewal)<br>22 20. 21. Airline/Railroad/Commercial Passenger Vessel Beverage<br>License\$1,005.00  | 16 | <del>17.</del> <u>18.</u> Annual Special Event License                          |
| <pre>19 (initial license) 20 \$905.00 21 (renewal) 22 <del>20.</del> <u>21.</u> Airline/Railroad/Commercial Passenger Vessel Beverage 23 License\$1,005.00</pre>  | 17 | 18. <u>19.</u> Quarterly Special Event License\$55.00                           |
| <pre>20 \$905.00 21 (renewal) 22 20. 21. Airline/Railroad/Commercial Passenger Vessel Beverage 23 License\$1,005.00</pre>   | 18 | <del>19.</del> <u>20.</u> Hotel Beverage License\$1,005.00                      |
| <pre>21 22 (renewal) 22 20. 21. Airline/Railroad/Commercial Passenger Vessel Beverage 23 License\$1,005.00</pre>  | 19 | (initial license)   |
| 22 <u>20.</u> <u>21.</u> Airline/Railroad/Commercial Passenger Vessel Beverage<br>23 License\$1,005.00  | 20 | \$905.00  |
| 23 License\$1,005.00  | 21 | (renewal)   |
|   | 22 | <del>20.</del> <u>21.</u> Airline/Railroad/Commercial Passenger Vessel Beverage |
| 24 (initial license)  | 23 | License\$1,005.00   |
|   | 24 | (initial license)   |

| 1  |                           | \$905.00                                     |
|----|---------------------------|--|
| 2  |                           | (renewal)                                    |
| 3  | <del>21.</del> <u>22.</u> | Agent License \$55.00                        |
| 4  | <del>22.</del> <u>23.</u> | Employee License\$30.00                      |
| 5  | <del>23.</del> <u>24.</u> | Industrial License\$23.00                    |
| 6  | <del>24.</del> <u>25.</u> | Carrier License \$23.00                      |
| 7  | <del>25.</del> 26.        | Private Carrier License \$23.00              |
| 8  | <del>26.</del> <u>27.</u> | Bonded Warehouse License \$190.00            |
| 9  | <del>27.</del> <u>28.</u> | Storage License\$23.00                       |
| 10 | <del>28.</del> <u>29.</u> | Nonresident Seller License\$750.00           |
| 11 | <del>29.</del> <u>30.</u> | Manufacturer License:                        |
| 12 | a.                        | 50 cases or less sold in Oklahoma in         |
| 13 |                           | last calendar year\$50.00                    |
| 14 | b.                        | 51 to 500 cases sold in Oklahoma in          |
| 15 |                           | last calendar year\$75.00                    |
| 16 | с.                        | 501 cases or more sold in Oklahoma in        |
| 17 |                           | last calendar year\$150.00                   |
| 18 | <del>30.</del> <u>31.</u> | Manufacturer's Agent License\$55.00          |
| 19 | <del>31.</del> <u>32.</u> | Sacramental Wine Supplier License\$100.00    |
| 20 | <del>32.</del> <u>33.</u> | Charitable Auction License\$1.00             |
| 21 | <del>33.</del> <u>34.</u> | Charitable Alcoholic Beverage License\$55.00 |
| 22 | <del>34.</del> <u>35.</u> | Winemaker Self-Distribution License:         |
| 23 | a.                        | produced ten thousand (10,000) gallons       |
| 24 |                           | or less in last calendar year\$350.00        |

| 1  | b. produced more than ten thousand                                    |
|----|---|
| 2  | (10,000) gallons but no more than                                     |
| 3  | fifteen thousand (15,000) gallons in                                  |
| 4  | last calendar year \$750.00   |
| 5  | <del>35.</del> <u>36.</u> Annual Public Event License                 |
| 6  | <del>36.</del> <u>37.</u> One-Time Public Event License               |
| 7  | 37. 38. Small Brewer Self-Distribution License:                       |
| 8  | a. produced fifteen thousand (15,000)                                 |
| 9  | barrels or less in last calendar year\$350.00                         |
| 10 | b. produced more than fifteen thousand                                |
| 11 | (15,000) barrels in last calendar year \$750.00                       |
| 12 | <del>38.</del> <u>39.</u> Brewpub License\$1,005.00                   |
| 13 | <del>39.</del> <u>40.</u> Brewpub Self-Distribution License\$750.00   |
| 14 | 40. <u>41.</u> Complimentary Beverage License                         |
| 15 | 41. <u>42.</u> Satellite Tasting Room License                         |
| 16 | B. 1. There shall be added to the initial or renewal fees for         |
| 17 | a mixed beverage license an administrative fee, which shall not be    |
| 18 | deemed to be a license fee, in the amount of Five Hundred Dollars     |
| 19 | (\$500.00), which shall be paid at the same time and in the same      |
| 20 | manner as the license fees prescribed by paragraph $\frac{12}{13}$ of |
| 21 | subsection A of this section; provided, this fee shall not be         |
| 22 | assessed against service organizations or fraternal beneficiary       |
| 23 | societies which are exempt under Section 501(c)(19), (8) or (10) of   |
| 24 | the Internal Revenue Code <u>of 1986, as amended</u> .                |

2. There shall be added to the fee for a mixed beverage/caterer
 combination license an administrative fee, which shall not be deemed
 to be a license fee, in the amount of Two Hundred Fifty Dollars
 (\$250.00), which shall be paid at the same time and in the same
 manner as the license fee prescribed by paragraph 13 14 of
 subsection A of this section.

7 C. Notwithstanding the provisions of subsection A of this8 section:

9 1. The license fee for a mixed beverage or bottle club license 10 for those service organizations or fraternal beneficiary societies 11 which are exempt under Section 501(c)(19), (8) or (10) of the 12 Internal Revenue Code <u>of 1986, as amended</u>, shall be Five Hundred 13 Dollars (\$500.00) per year; and

The renewal fee for an airline/railroad/commercial passenger
 vessel beverage license held by a railroad described in 49 U.S.C.,
 Section 24301, shall be One Hundred Dollars (\$100.00).

D. An applicant may apply for and receive both an on-premisesbeer and wine license and a caterer license.

E. All licenses, except as otherwise provided, shall be valid
for one (1) year from date of issuance unless revoked or
surrendered. Provided, all employee licenses shall be valid for two
(2) years.

F. The holder of a license<sub> $\tau$ </sub> issued by the ABLE Commission<sub> $\tau$ </sub> for a bottle club located in a county of this state where the sale of

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1 alcoholic beverages by the individual drink for on-premises consumption has been authorized, may exchange the bottle club 2 license for a mixed beverage license or an on-premises beer and wine 3 license and operate the licensed premises as a mixed beverage 4 5 establishment or an on-premises beer and wine establishment subject to the provisions of the Oklahoma Alcoholic Beverage Control Act. 6 There shall be no additional fee for such exchange and the mixed 7 beverage license or on-premises beer and wine license issued shall 8 9 expire one (1) year from the date of issuance of the original bottle club license. 10

G. In addition to the applicable licensing fee, the following surcharge shall be assessed annually on the following licenses:

| 13 | 1. | Nonresident Seller License \$2,500.00         |
|----|----|---|
| 14 | 2. | Manufacturer License:                         |
| 15 |    | a. 50 cases or less sold in Oklahoma in       |
| 16 |    | last calendar year \$100.00                   |
| 17 |    | b. 51 to 500 cases sold in Oklahoma in        |
| 18 |    | last calendar year \$225.00                   |
| 19 |    | c. 501 cases or more sold in Oklahoma in      |
| 20 |    | last calendar year\$450.00                    |
| 21 | 3. | Wine and Spirits Wholesaler License\$2,500.00 |
| 22 | 4. | Beer Distributor\$1,000.00                    |
| 23 | 5. | Retail Spirits License for cities and towns   |
| 24 |    | over 5,000 population\$250.00                 |

| 1  | 6. Retail Spirits License for cities and towns                        |
|----|---|
| 2  | from 2,501 to 5,000 population\$200.00                                |
| 3  | 7. Retail Spirits License for cities and towns                        |
| 4  | from <del>200</del> to 2,500 population\$150.00                       |
| 5  | 8. Retail Spirits License for locations outside                       |
| 6  | of cities and towns and within a county\$250.00                       |
| 7  | <u>9.</u> Retail Wine License\$250.00                                 |
| 8  | <del>9.</del> <u>10.</u> Retail Beer License\$250.00                  |
| 9  | <del>10.</del> <u>11.</u> Mixed Beverage License                      |
| 10 | 11. <u>12.</u> Mixed Beverage/Caterer Combination                     |
| 11 | License\$25.00  |
| 12 | <del>12.</del> <u>13.</u> Caterer License\$25.00                      |
| 13 | <del>13.</del> <u>14.</u> On-Premises Beer and Wine License\$25.00    |
| 14 | <del>14.</del> <u>15.</u> Annual Public Event License                 |
| 15 | <del>15.</del> <u>16.</u> Small Farm Winery License                   |
| 16 | <del>16.</del> <u>17.</u> Small Brewer License\$35.00                 |
| 17 | <del>17.</del> <u>18.</u> Complimentary Beverage License              |
| 18 | The surcharge shall be paid concurrent with the licensee's            |
| 19 | annual licensing fee and, in addition to Five Dollars (\$5.00) of the |
| 20 | employee license fee, shall be deposited in the Alcoholic Beverage    |
| 21 | Governance Revolving Fund established pursuant to Section 5-128 of    |
| 22 | this title.   |
| 23 | H. Any license issued by the ABLE Commission under this title         |

H. Any license issued by the ABLE Commission under this title
may be relied upon by other licensees as a valid license, and no

other licensee shall have any obligation to independently determine the validity of such license or be held liable solely as a consequence of another licensee's failure to maintain a valid license.

5 SECTION 2. AMENDATORY 37A O.S. 2021, Section 6-103, as 6 last amended by Section 1, Chapter 200, O.S.L. 2023 (37A O.S. Supp. 7 2024, Section 6-103), is amended to read as follows:

Section 6-103. A. No retail spirits licensee shall:

9 1. Purchase or receive any alcoholic beverage other than from a
10 wine and spirits wholesaler, beer distributor, winery or small
11 brewer self-distribution licensee who elects to self-distribute;

12 2. Suffer or permit any retail container to be opened, or any alcoholic beverage to be consumed on the licensed premises, except 13 when serving samples as authorized by Section 2-109 of this title or 14 otherwise permitted by law; provided, the licensee shall not permit 15 any alcoholic beverage content or retail container unsealed in 16 connection with sampling authorized by Section 2-109 of this title 17 to remain on the licensed premises at the close of business on that 18 day, excluding spirits; 19

Sell any alcoholic beverages at any hour other than between
 the hours of 8:00 a.m. and midnight Monday through Saturday, and
 shall not be permitted to be open on Thanksgiving Day or Christmas
 Day; provided, a county may, pursuant to the provisions of
 subsections B and C of Section 3-124 of this title, elect to allow

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such sales between the hours of noon and midnight on Sunday. Retail spirits licensees shall be permitted to sell alcoholic beverages on the day of any General, Primary, Runoff Primary or Special Election whether on a national, state, county or city election, provided that the election day does not occur on any day on which such sales are otherwise prohibited by law;

7 4. Sell spirits in a city or town, unless such city or town has
8 a population in excess of two hundred (200) according to the latest
9 Federal Decennial Census;

Sell any alcoholic beverage on credit; provided, that acceptance by a licensee of a cash or debit card or a nationally recognized credit card in lieu of actual cash payment does not constitute the extension of credit; provided, further, as used in this section:

"cash or debit card" means any instrument or device 15 а. whether known as a debit card or by any other name, 16 issued with or without fee by an issuer for the use of 17 the cardholder in depositing, obtaining or 18 transferring funds from a consumer banking electronic 19 facility, and 20 "nationally recognized credit card" means any b. 21 instrument or device, whether known as a credit card, 22 credit plate, charge plate or by any other name, 23

issued with or without fee by an issuer for the use of

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the cardholder in obtaining money, goods, services or anything else of value on credit which is accepted by over one hundred retail locations;

6. 5. Offer or furnish any prize, premium, gift or similar 4 5 inducement to a consumer in connection with the sale of alcoholic beverages, except that goods or merchandise included by the 6 manufacturer in packaging with alcoholic beverages or for packaging 7 with alcoholic beverages shall not be included in this prohibition, 8 9 but no wholesaler or retailer shall sell any alcoholic beverage 10 prepackaged with other goods or merchandise at a price which is greater than the price at which the alcoholic beverage alone is 11 12 sold; provided, it shall not be considered inducement or a premium for a retail spirits licensee to have an advertised price posted 13 higher online than the shelf price on the licensed premises; or 14

15 7. 6. Pay for alcoholic beverages by a check or draft which is 16 dishonored by the drawee when presented to such drawee for payment; 17 and the ABLE Commission may cancel or suspend the license of any 18 retailer who has given a check or draft, as maker or endorser, which 19 is so dishonored upon presentation.

B. No retail spirits licensee shall permit any person under
twenty-one (21) years of age to enter into or remain within or about
the licensed premises unless accompanied by the person's parent or
legal guardian; provided, however, this restriction shall not apply

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| 1  | to an employee of a licensed beer distributor or wine and spirits |
|----|---|
| 2  | wholesaler who:   |
| 3  | 1. Is at least eighteen (18) years of age;                        |
| 4  | 2. Is accompanied by a coworker at least twenty-one (21) years    |
| 5  | of age; and   |
| 6  | 3. Enters for the sole purpose of merchandising or delivering     |
| 7  | product to the licensee in the normal course of business.         |
| 8  | SECTION 3. This act shall become effective November 1, 2025.      |
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| 10 | 60-1-2060 CAD 4/23/2025 9:11:58 AM                                |
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