1	ENGROSSED HOUSE AMENDMENT TO
2	ENGROSSED SENATE BILL NO. 1031 By: Daniels of the Senate
3	and
4	Moore of the House
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7	An Act relating to alcoholic beverage licenses; amending 37A O.S. 2021, Section 2-146, as amended by
8	Section 2, Chapter 192, O.S.L. 2022 (37A O.S. Supp. 2024, Section 2-146), which relates to grounds for
9	denial of certain licenses; modifying applicability of certain exception; and providing an effective
10	date.
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14	AMENDMENT NO. 1. Strike the title, enacting clause, and entire bill and insert:
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17	"An Act relating to alcoholic beverages; amending 37A O.S. 2021, Section 2-146, as amended by Section 2,
18	Chapter 192, O.S.L. 2022 (37A O.S. Supp. 2024, Section 2-146), which relates to grounds to deny
19	license; specifying name of agency; allowing certain licensees to obtain wholesaler licenses without
20	certain limitation; and providing a construing provision.
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23	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
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1SECTION 1.AMENDATORY37A O.S. 2021, Section 2-146, as2amended by Section 2, Chapter 192, O.S.L. 2022 (37A O.S. Supp. 2024,3Section 2-146), is amended to read as follows:

Section 2-146. A. The ABLE Alcoholic Beverage Laws Enforcement
(ABLE) Commission shall refuse to issue a wine and spirits
wholesaler, beer distributor, retail spirits, retail wine or retail
beer license, either on an original application or a renewal
application, if it has reasonable grounds to believe and finds any
of the following to be true:

10 1. Except in the case of a beer distributor, that the applicant 11 is not a citizen of the United States or is not a qualified elector 12 in this state, or has not been a continuous resident of this state 13 for the five (5) years next preceding the application for the 14 license;

15 2. That the applicant is under twenty-one (21) years of age; 16 3. That the applicant or any partner, or spouse of the 17 applicant or any partner, has been convicted of a felony; 18 That the applicant or any partner, or spouse of the 4. 19 applicant or any partner, has been convicted of a violation of any 20 state or federal law relating to alcoholic beverages, has forfeited 21 a bond while any charge of such violation was pending, nor may any 22 license be granted for any purpose under the Oklahoma Alcoholic 23 Beverage Control Act to an Oklahoma resident, who has held or whose 24 spouse has held a Federal Liquor Stamp in Oklahoma before the

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adoption of Article XXVIII-A of the Oklahoma Constitution unless the
 Liquor Stamp was granted for supplying alcoholic beverages to a
 federal military installation, or was granted under the Oklahoma
 Alcoholic Beverage Control Act;

5 5. That the applicant or any partner has, within twelve (12) months next preceding the date of the application, violated any 6 7 provision of the Oklahoma Alcoholic Beverage Control Act or rule of the ABLE Commission promulgated pursuant hereto. Provided, however, 8 9 that if the ABLE Commission has, during such twelve-month period, 10 suspended any license sought to be renewed, such renewal application 11 may be approved if the term of the suspension has been completed and 12 the applicant has complied with any special conditions imposed in 13 connection with the suspension;

14 6. That the applicant is in the habit of using alcoholic15 beverages to excess or is mentally incapacitated;

16 7. That the applicant does not own or have a written lease for 17 the premises for which a license is sought;

18 8. That the applicant, within twelve (12) months next preceding
19 the date of application, has been the holder of a license revoked
20 for cause;

9. That the applicant is not the real party in interest, or intends to carry on the business authorized by the license as the agent of another;

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10. That the applicant, in the case of an application for
 renewal of any license, would not be eligible for such license on a
 first application;

4 11. That the applicant is a person who appoints or is a law
5 enforcement official or is an employee of the ABLE Commission;

6 12. That the proposed location of the licensed premises would7 violate a valid municipal nondiscriminatory zoning ordinance;

8 13. That, in the case of an application for a wine and spirits 9 wholesaler license or beer distributor license, any brewer or 10 manufacturer, including an officer, director or principal 11 stockholder thereof or any partner, has any financial interest in 12 the business to be conducted under the license, unless otherwise 13 permitted by law;

14 14. That the issuance of the license applied for would result 15 in a violation of any provision of the Oklahoma Alcoholic Beverage 16 Control Act;

17 15. That, in the case of an application for a wine and spirits 18 wholesaler or beer distributor license, the applicant or any 19 partner, or spouse of the applicant or any partner, is the holder or 20 partner of the holder of any other class of license issued under the 21 provisions of the Oklahoma Alcoholic Beverage Control Act, other 22 than an agent or employee license for employment by the applicant, 23 or a storage license, bonded warehouse license, carrier license or 24 private carrier license; provided, nothing shall prohibit a wine and

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spirits wholesaler, who is otherwise qualified, from maintaining beer distributor licenses in the state, nor a beer distributor, who is otherwise qualified, from maintaining a wine and spirits wholesaler license in the state;

5 16. That, in the case of an application for a retail spirits, retail wine or retail beer license, the applicant or any partner is 6 7 the holder or partner of the holder, or employee of such holder of any other class of license issued under the provisions of the 8 9 Oklahoma Alcoholic Beverage Control Act, other than a storage 10 license or an employee license for the proposed licensed premises of 11 the applicant, provided, nothing in this title shall prohibit an 12 applicant for a retail wine and/or retail beer license from 13 maintaining a separate mixed beverage, caterer, mixed 14 beverage/caterer combination license, and/or an on-premises beer and 15 wine license; or

16 17. That the applicant or any partner, spouse, employee or 17 other person affiliated with the applicant is not in compliance with 18 the tax laws of this state as required in Article XXVIII-A of the 19 Oklahoma Constitution.

B. <u>A beer distributor licensee and wine and spirits wholesaler</u>
<u>licensee under common ownership shall not be limited in the types of</u>
<u>business entities which may obtain a wine and spirits wholesaler</u>
<u>license. Nothing in this subsection shall be construed to apply to</u>
a retail spirits license due to the need for strict liability

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1	related to sales directly to consumers and in the interest of public
2	safety.
3	<u>C.</u> The provisions of this section shall not operate to prohibit
4	the issuance of a beer distributor license to a corporation or
5	partnership or limited liability company."
6	Passed the House of Representatives the 5th day of May, 2025.
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9	Presiding Officer of the House of Representatives
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11	Passed the Senate the day of, 2025.
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14 15	Presiding Officer of the Senate
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1 ENGROSSED SENATE BILL NO. 1031 By: Daniels of the Senate 2 and 3 Moore of the House 4 5 An Act relating to alcoholic beverage licenses; 6 amending 37A O.S. 2021, Section 2-146, as amended by Section 2, Chapter 192, O.S.L. 2022 (37A O.S. Supp. 7 2024, Section 2-146), which relates to grounds for denial of certain licenses; modifying applicability 8 of certain exception; and providing an effective 9 date. 10 11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 12 SECTION 2. AMENDATORY 37A O.S. 2021, Section 2-146, as amended by Section 2, Chapter 192, O.S.L. 2022 (37A O.S. Supp. 2024, 13 Section 2-146), is amended to read as follows: 14 Section 2-146. A. The ABLE Commission shall refuse to issue a 15 wine and spirits wholesaler, beer distributor, retail spirits, 16 retail wine or retail beer license, either on an original 17 application or a renewal application, if it has reasonable grounds 18 to believe and finds any of the following to be true: 19 1. Except in the case of a beer distributor, that the applicant 20 is not a citizen of the United States or is not a qualified elector 21 in this state, or has not been a continuous resident of this state 22 for the five (5) years next preceding the application for the 23 license; 24

2. That the applicant is under twenty-one (21) years of age;
 3. That the applicant or any partner, or spouse of the
 applicant or any partner, has been convicted of a felony;

4. That the applicant or any partner, or spouse of the 4 5 applicant or any partner, has been convicted of a violation of any state or federal law relating to alcoholic beverages, has forfeited 6 a bond while any charge of such violation was pending, nor may any 7 license be granted for any purpose under the Oklahoma Alcoholic 8 9 Beverage Control Act to an Oklahoma resident, who has held or whose spouse has held a Federal Liquor Stamp in Oklahoma before the 10 adoption of Article XXVIII-A of the Oklahoma Constitution unless the 11 12 Liquor Stamp was granted for supplying alcoholic beverages to a 13 federal military installation, or was granted under the Oklahoma Alcoholic Beverage Control Act; 14

That the applicant or any partner has, within twelve (12) 15 5. months next preceding the date of the application, violated any 16 17 provision of the Oklahoma Alcoholic Beverage Control Act or rule of the ABLE Commission promulgated pursuant hereto. Provided, however, 18 that if the ABLE Commission has, during such twelve-month period, 19 suspended any license sought to be renewed, such renewal application 20 may be approved if the term of the suspension has been completed and 21 the applicant has complied with any special conditions imposed in 22 connection with the suspension; 23

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6. That the applicant is in the habit of using alcoholic
 2 beverages to excess or is mentally incapacitated;

3 7. That the applicant does not own or have a written lease for4 the premises for which a license is sought;

5 8. That the applicant, within twelve (12) months next preceding
6 the date of application, has been the holder of a license revoked
7 for cause;

9. That the applicant is not the real party in interest, or
9 intends to carry on the business authorized by the license as the
10 agent of another;

11 10. That the applicant, in the case of an application for 12 renewal of any license, would not be eligible for such license on a 13 first application;

14 11. That the applicant is a person who appoints or is a law15 enforcement official or is an employee of the ABLE Commission;

16 12. That the proposed location of the licensed premises would 17 violate a valid municipal nondiscriminatory zoning ordinance;

18 13. That, in the case of an application for a wine and spirits 19 wholesaler license or beer distributor license, any brewer or 20 manufacturer, including an officer, director or principal 21 stockholder thereof or any partner, has any financial interest in 22 the business to be conducted under the license, unless otherwise 23 permitted by law;

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14. That the issuance of the license applied for would result
 in a violation of any provision of the Oklahoma Alcoholic Beverage
 Control Act;

15. That, in the case of an application for a wine and spirits 4 5 wholesaler or beer distributor license, the applicant or any partner, or spouse of the applicant or any partner, is the holder or 6 partner of the holder of any other class of license issued under the 7 provisions of the Oklahoma Alcoholic Beverage Control Act, other 8 9 than an agent or employee license for employment by the applicant, or a storage license, bonded warehouse license, carrier license or 10 private carrier license; provided, nothing shall prohibit a wine and 11 spirits wholesaler, who is otherwise qualified, from maintaining 12 beer distributor licenses in the state, nor a beer distributor, who 13 is otherwise qualified, from maintaining a wine and spirits 14 wholesaler license in the state; 15

That, in the case of an application for a retail spirits, 16 16. retail wine or retail beer license, the applicant or any partner is 17 the holder or partner of the holder, or employee of such holder of 18 any other class of license issued under the provisions of the 19 Oklahoma Alcoholic Beverage Control Act, other than a storage 20 license or an employee license for the proposed licensed premises of 21 the applicant, provided, nothing in this title shall prohibit an 22 applicant for a retail wine and/or retail beer license from 23 maintaining a separate mixed beverage, caterer, mixed 24

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1 beverage/caterer combination license, and/or an on-premises beer and 2 wine license; or

That the applicant or any partner, spouse, employee or
other person affiliated with the applicant is not in compliance with
the tax laws of this state as required in Article XXVIII-A of the
Oklahoma Constitution.

7 B. The provisions of this section shall not operate to prohibit
8 the issuance of a:

9 <u>1. A beer distributor license held by a wine and spirits</u>
10 wholesaler;

11 <u>2. A wine and spirits wholesaler license held by a beer</u> 12 distributor; or

13 3. A beer distributor license,

14 to a corporation or partnership or, limited liability company, or 15 any form of partnership authorized by Title 54 of the Oklahoma 16 <u>Statutes</u>.

17 SECTION 3. This act shall become effective November 1, 2025.
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1	Passed the Senate the 26th day of February, 2025.
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3	Presiding Officer of the Senate
4	riestang officer of the senate
5	Passed the House of Representatives the day of,
6	2025.
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8	Presiding Officer of the House
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