House File 2540

S-5113

- 1 Amend House File 2540, as amended, passed, and reprinted by
- 2 the House, as follows:
- 3 1. By striking everything after the enacting clause and
- 4 inserting:
- 5 < DIVISION I
- 6 CHARITY BEER, SPIRITS, AND WINE EVENT PERMIT
- 7 Section 1. Section 123.32, subsection 1, paragraph b, Code
- 8 2020, is amended by adding the following new subparagraph:
- 9 NEW SUBPARAGRAPH. (7A) A charity beer, spirits, and wine
- 10 event permit as provided in section 123.173B.
- 11 Sec. 2. NEW SECTION. 123.173B Charity beer, spirits, and
- 12 wine event permit.
- 13 l. For purposes of this section, "authorized nonprofit
- 14 entity" includes a nonprofit entity which has a principal office
- 15 in the state, a nonprofit corporation organized under chapter
- 16 504, or a foreign corporation as defined in section 504.141,
- 17 whose income is exempt from federal taxation under section
- 18 501(c) of the Internal Revenue Code.
- 19 2. Upon application to the division and receipt of a charity
- 20 beer, spirits, and wine event permit, an authorized nonprofit
- 21 entity may conduct an event at which the entity is authorized
- 22 to serve the event's attendees beer, spirits, and wine for
- 23 consumption on the premises of the event, regardless of whether
- 24 the entity charges an admission fee to the event or otherwise
- 25 collects the cost of the beer, spirits, and wine served from
- 26 the event's attendees and subject to the requirements of this
- 27 section.
- 28 3. An application for a charity beer, spirits, and wine
- 29 event permit shall include all of the following information:
- 30 a. The date and time when the charity beer, spirits, and
- 31 wine event is to be conducted and the location of the premises
- 32 in this state where the charity beer, spirits, and wine event
- 33 is to be physically conducted.
- 34 b. The liquor control license or wine or beer permit number
- 35 issued by the division for the premises where the charity beer,

- 1 spirits, and wine event is to be conducted.
- 2 c. A certification that the objective of the charity beer,
- 3 spirits, and wine event is to raise funds solely to be used for
- 4 educational, religious, or charitable purposes and that the
- 5 entire proceeds from the charity beer, spirits, and wine event
- 6 are to be expended for any of the purposes described in section
- 7 423.3, subsection 78.
- 8 4. A charity beer, spirits, and wine event shall comply with
- 9 all of the following requirements:
- 10 a. The event is to be conducted on a premises covered by a
- 11 valid liquor control license or wine or beer permit issued by
- 12 the division.
- 13 b. The authorized nonprofit entity shall have a written
- 14 agreement with the liquor control licensee or wine or beer
- 15 permittee covering the premises where the event is to be
- 16 conducted specifying that that licensee or permittee shall act
- 17 as the agent of the authorized nonprofit entity for the purpose
- 18 of providing and serving alcoholic beverages to the attendees
- 19 of the event.
- 20 c. The liquor control licensee or wine or beer permittee
- 21 covering the premises where the event is to be conducted shall
- 22 supply all alcoholic beverages served to the attendees of the
- 23 event.
- 24 d. Only those types of alcoholic beverages as are authorized
- 25 to be sold by the liquor control license or wine or beer permit
- 26 covering the premises where the event is to be conducted are to
- 27 be served to the attendees of the event.
- 28 5. An authorized nonprofit entity shall be eligible to
- 29 receive no more than two charity beer, spirits, and wine event
- 30 permits during a calendar year and each charity beer, spirits,
- 31 and wine event permit shall be valid for a period not to exceed
- 32 thirty-six consecutive hours.
- 6. Any violation of the requirements of this chapter or
- 34 the rules adopted pursuant to this chapter shall subject the
- 35 charity beer, spirits, and wine event permit holder to the

ec/rn

- 1 general penalties provided in this chapter and shall constitute
- 2 grounds for imposition of a civil penalty, suspension of
- 3 the permit, or revocation of the permit after notice and
- 4 opportunity for a hearing pursuant to section 123.39 and
- 5 chapter 17A.
- 6 Sec. 3. Section 123.179, Code 2020, is amended by adding the
- 7 following new subsection:
- 8 NEW SUBSECTION. 7. The fee for a charity beer, spirits, and
- 9 wine event permit is one hundred dollars.
- 10 DIVISION II
- 11 WINE SALES
- 12 Sec. 4. Section 123.178, subsection 1, Code 2020, is amended
- 13 to read as follows:
- 14 l. A person holding a class "B" wine permit may sell wine at
- 15 retail for consumption off the premises. Wine shall be sold
- 16 for consumption off the premises in original containers only
- 17 except as provided in subsection 4.
- 18 Sec. 5. Section 123.178, Code 2020, is amended by adding the
- 19 following new subsections:
- 20 NEW SUBSECTION. 4. Subject to the rules of the division,
- 21 sales made pursuant to this section may be made in a container
- 22 other than the original container only if all of the following
- 23 requirements are met:
- 24 a. The wine is transferred from the original container to
- 25 the container to be sold on the licensed premises at the time
- 26 of sale or when sold by telephonic or other electronic means.
- 27 b. The person transferring the wine from the original
- 28 container to the container to be sold shall be eighteen years
- 29 of age or more.
- 30 c. The container to be sold shall be no larger than
- 31 seventy-two ounces.
- d. The container to be sold shall be securely sealed by a
- 33 method authorized by the division that is designed so that if
- 34 the sealed container is reopened or the seal tampered with, it
- 35 is visibly apparent that the seal on the container of wine has

ec/rn

- 1 been tampered with or the sealed container has otherwise been
 2 reopened.
- 3 NEW SUBSECTION. 5. A container of wine other than the
- 4 original container that is sold and sealed in compliance
- 5 with the requirements of subsection 4 and the rules of the
- 6 division shall not be deemed an open container subject to the
- 7 requirements of sections 321.284 and 321.284A if the sealed
- 8 container is unopened and the seal has not been tampered with,
- 9 and the contents of the container have not been partially
- 10 removed.
- 11 Sec. 6. Section 123.178A, subsection 1, Code 2020, is
- 12 amended to read as follows:
- 13 l. A person holding a class "B" native wine permit may sell
- 14 native wine only at retail for consumption off the premises.
- 15 Native wine shall be sold for consumption off the premises in
- 16 original containers only except as provided in subsection 4.
- 17 Sec. 7. Section 123.178A, Code 2020, is amended by adding
- 18 the following new subsections:
- 19 NEW SUBSECTION. 4. Subject to the rules of the division,
- 20 sales made pursuant to this section may be made in a container
- 21 other than the original container only if all of the following
- 22 requirements are met:
- 23 a. The wine is transferred from the original container to
- 24 the container to be sold on the licensed premises at the time
- 25 of sale or when sold by telephonic or other electronic means.
- 26 b. The person transferring the wine from the original
- 27 container to the container to be sold shall be eighteen years
- 28 of age or more.
- c. The container to be sold shall be no larger than
- 30 seventy-two ounces.
- 31 d. The container to be sold shall be securely sealed by a
- 32 method authorized by the division that is designed so that if
- 33 the sealed container is reopened or the seal tampered with, it
- 34 is visibly apparent that the seal on the container of wine has
- 35 been tampered with or the sealed container has otherwise been

- 1 reopened.
- 2 NEW SUBSECTION. 5. A container of wine other than the
- 3 original container that is sold and sealed in compliance
- 4 with the requirements of subsection 4 and the rules of the
- 5 division shall not be deemed an open container subject to the
- 6 requirements of sections 321.284 and 321.284A if the sealed
- 7 container is unopened and the seal has not been tampered with,
- 8 and the contents of the container have not been partially
- 9 removed.
- 10 Sec. 8. Section 123.178B, subsection 1, Code 2020, is
- 11 amended to read as follows:
- 12 1. A person holding a class "C" native wine permit may
- 13 sell native wine only at retail for consumption on or off the
- 14 premises. Sales of wine for consumption off the premises made
- 15 pursuant to this section shall be made in original containers
- 16 except as provided in subsection 5.
- 17 Sec. 9. Section 123.178B, Code 2020, is amended by adding
- 18 the following new subsections:
- 19 NEW SUBSECTION. 5. Subject to the rules of the division,
- 20 sales made pursuant to this section may be made in a container
- 21 other than the original container only if all of the following
- 22 requirements are met:
- 23 a. The wine is transferred from the original container to
- 24 the container to be sold on the licensed premises at the time
- 25 of sale or when sold by telephonic or other electronic means.
- 26 b. The person transferring the wine from the original
- 27 container to the container to be sold shall be eighteen years
- 28 of age or more.
- c. The container to be sold shall be no larger than
- 30 seventy-two ounces.
- 31 d. The container to be sold shall be securely sealed by a
- 32 method authorized by the division that is designed so that if
- 33 the sealed container is reopened or the seal tampered with, it
- 34 is visibly apparent that the seal on the container of wine has
- 35 been tampered with or the sealed container has otherwise been

ec/rn

1 reopened.

NEW SUBSECTION. 6. A container of wine other than the 2 3 original container that is sold and sealed in compliance 4 with the requirements of subsection 5 and the rules of the 5 division shall not be deemed an open container subject to the 6 requirements of sections 321.284 and 321.284A if the sealed 7 container is unopened and the seal has not been tampered with, 8 and the contents of the container have not been partially 9 removed.

10 DIVISION III

ALCOHOLIC BEVERAGES SALES 11

12 Section 123.30, subsection 3, paragraph c, 13 subparagraph (1), Code 2020, is amended to read as follows: 14 (1) A class "C" liquor control license may be issued to 15 a commercial establishment but must be issued in the name 16 of the individuals who actually own the entire business and 17 shall authorize the holder to purchase alcoholic liquors in 18 original unopened containers from class "E" liquor control 19 licensees only, wine from class "A" wine permittees or class 20 "B" wine permittees who also hold class "E" liquor control 21 licenses only as provided in sections 123.173 and 123.177, 22 and to sell alcoholic beverages to patrons by the individual 23 drink for consumption on the premises only. However, alcoholic 24 liquor, wine, and beer may also be sold for consumption off 25 the premises. In addition, mixed drinks or cocktails may 26 also be sold for consumption off the premises subject to the 27 requirements of section 123.49, subsection 2, paragraph "d". 28 The holder of a class "C" liquor control license may also hold 29 a special class "A" beer permit for the premises licensed under

Sec. 11. Section 123.30, subsection 3, paragraph c,

31 a brewpub pursuant to this chapter.

33 subparagraph (3), Code 2020, is amended to read as follows:

30 a class "C" liquor control license for the purpose of operating

- (3) A class "C" native distilled spirits liquor control
- 35 license may be issued to a native distillery but shall be

- 1 issued in the name of the individuals who actually own the
- 2 business and shall only be issued to a native distillery which,
- 3 combining all production facilities of the business, produces
- 4 and manufactures not more than one hundred thousand proof
- 5 gallons of distilled spirits on an annual basis. The license
- 6 shall authorize the holder to sell native distilled spirits
- 7 manufactured on the premises of the native distillery to
- 8 patrons by the individual drink for consumption on the premises
- 9 and mixed drinks or cocktails for consumption off the premises
- 10 subject to the requirements of section 123.49, subsection 2,
- ll paragraph "d". All native distilled spirits sold by a native
- 12 distillery for on-premises consumption and mixed drinks or
- 13 cocktails sold for consumption off the premises shall be
- 14 purchased from a class "E" liquor control licensee in original
- 15 unopened containers.
- 16 Sec. 12. Section 123.43A, subsection 6, Code 2020, is
- 17 amended to read as follows:
- 18 6. Notwithstanding any provision of this chapter to the
- 19 contrary or the fact that a person is the holder of a class
- 20 "A" native distilled spirits license, a native distillery
- 21 which, combining all production facilities of the business,
- 22 produces and manufactures not more than one hundred thousand
- 23 proof gallons of native distilled spirits on an annual basis
- 24 may sell those native distilled spirits manufactured on the
- 25 premises of the native distillery for consumption on the
- 26 premises by applying for a class "C" native distilled spirits
- 27 liquor control license as provided in section 123.30. A
- 28 native distillery may be granted not more than one class "C"
- 29 native distilled spirits liquor control license. All native
- 30 distilled spirits sold by a native distillery for on-premises
- 31 consumption and mixed drinks or cocktails sold for consumption
- 32 off the premises shall be purchased from a class "E" liquor
- 33 control licensee. A manufacturer of native distilled spirits
- 34 may be issued a class "C" native distilled spirits liquor
- 35 control license regardless of whether the manufacturer is also

- l a manufacturer of beer pursuant to a class "A" beer permit or
- 2 a manufacturer of native wine pursuant to a class "A" wine
- 3 permit.
- 4 Sec. 13. Section 123.49, subsection 2, paragraph d, Code
- 5 2020, is amended by adding the following new subparagraph:
- 6 NEW SUBPARAGRAPH. (3) Mixed drinks or cocktails mixed on
- 7 premises covered by a class "C" liquor control license or a
- 8 class "C" native distilled spirits liquor control license for
- 9 consumption off the licensed premises may be sold if the mixed
- 10 drink or cocktail is immediately sealed with a lid or other
- 11 method of securing the product and is promptly taken from the
- 12 licensed premises prior to consumption of the mixed drink or
- 13 cocktail. A mixed drink or cocktail that is sold and sealed
- 14 in compliance with the requirements of this subparagraph shall
- 15 not be deemed an open container subject to the requirements
- 16 of sections 321.284 and 321.284A if the sealed container is
- 17 unopened and the seal has not been tampered with, and the
- 18 contents of the container have not been partially removed.
- 19 Sec. 14. Section 123.131, subsection 2, paragraph a, Code
- 20 2020, is amended to read as follows:
- 21 a. The beer is transferred from the original container to
- 22 the container to be sold on the licensed premises at the time
- 23 of sale or when sold by telephonic or other electronic means.
- 24 Sec. 15. EFFECTIVE DATE. This division of this Act, being
- 25 deemed of immediate importance, takes effect upon enactment.>
- 26 2. Title page, by striking lines 1 and 2 and inserting
- 27 <An Act concerning alcoholic beverage control, establishing
- 28 a charity beer, spirits, and wine event permit, providing
- 29 for alcoholic beverages sales, and including effective date
- 30 provisions.>

COMMITTEE ON STATE GOVERNMENT ROBY SMITH, CHAIRPERSON