House File 162 - Introduced

HOUSE FILE 162
BY LOHSE, INGELS, NIELSEN, and ABDUL-SAMAD

A BILL FOR

- 1 An Act relating to excess beverage container refund value
- 2 possessed by the alcoholic beverages division.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- Section 1. <u>NEW SECTION</u>. **455C.19** Refund value excess 2 alcoholic beverages division shelter assistance fund.
- 3 1. For purposes of this section:
- 4 a. "Division" means the alcoholic beverages division of the 5 department of commerce.
- 6 b. "Return receipt" means a receipt indicating the number of 7 empty beverage containers for which the division paid refund 8 value to a participating dealer, dealer agent, or redemption 9 center.
- 10 c. "Sales receipt" means a receipt indicating the number of 11 beverage containers sold by the division to a dealer.
- 12 2. On a monthly basis, the division shall submit to the 13 treasurer of state any refund value excess possessed by the 14 division. The refund value excess shall be determined by
- 15 subtracting the amount of refund value and any handling fees
- 16 paid in the return receipts from the refund value received in
- 17 the sales receipts. Of the moneys received from the division,
- 18 the treasurer of state shall deposit fifty percent in the
- 19 shelter assistance fund established in section 16.41 and fifty
- 20 percent in the general fund of the state.
- 21 Sec. 2. INITIAL SUBMISSION. The first monthly submission
- 22 required under section 455C.19, as enacted in this Act,
- 23 covering July 2023, is due August 15, 2023.
- 24 EXPLANATION
- 25 The inclusion of this explanation does not constitute agreement with 26 the explanation's substance by the members of the general assembly.
- 27 This bill relates to excess refund value possessed by the
- 28 alcoholic beverages division (ABD). Under current law, with
- 29 some exceptions, ABD has the exclusive right of importation
- 30 into the state of all forms of alcoholic liquor. A class "E"
- 31 retail alcohol licensee may purchase alcoholic liquor from
- 32 ABD at wholesale only. When ABD sells alcoholic liquor to a
- 33 dealer, ABD adds 5 cents per eligible container to the sale
- 34 price. When a dealer sells beverages in eligible containers
- 35 to a consumer, the dealer adds the 5-cent deposit to the

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- 1 sale price of each container. A consumer can take eligible
- 2 containers to a participating dealer or redemption center and
- 3 receive a 5-cent refund for every eligible container that
- 4 the consumer returns. ABD contracts for the collection of
- 5 containers from participating dealers, dealer agents, and
- 6 redemption centers.
- 7 The bill requires ABD to submit monthly any refund value
- 8 excess to the treasurer of state, of which 50 percent is
- 9 deposited in the shelter assistance fund and 50 percent is
- 10 deposited in the general fund. The shelter assistance fund is
- 11 used by the Iowa finance authority to issue grants for services
- 12 for persons who are homeless or victims of domestic violence.
- 13 The first submission under the bill, covering July 2023, is
- 14 due August 15, 2023.