

# House File 820 - Reprinted

HOUSE FILE \_\_\_\_\_  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HF 731)  
(SUCCESSOR TO HSB 187)

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act concerning state liquor activities, including liquor  
2 prices set by the alcoholic beverages division, moneys  
3 appropriated from liquor sale revenues for substance abuse  
4 treatment, and state liquor warehouse and trucking operations  
5 and providing an effective date.  
6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
7 TLSB 1384HZ 81  
8 ec/gg/14

PAG LIN

1 1 Section 1. Section 123.24, subsection 1, Code 2005, is  
1 2 amended to read as follows:  
1 3 1. The division shall sell alcoholic liquor at wholesale  
1 4 only. The division shall sell alcoholic liquor to class "E"  
1 5 liquor control licensees only. The division shall offer the  
1 6 same price on alcoholic liquor to all class "E" liquor control  
1 7 licensees without regard for the quantity of purchase ~~or the~~  
1 8 ~~distance for delivery.~~ However, the division may assess a  
1 9 split-case charge when liquor is sold in quantities which  
1 10 require a case to be split. A class "E" liquor control  
1 11 licensee may purchase alcoholic liquor from the division and  
1 12 pickup or contract for the pickup of the liquor purchased.

1 13 Sec. 2. Section 123.53, subsection 3, Code 2005, is  
1 14 amended to read as follows:  
1 15 3. The treasurer of state shall transfer into a special  
1 16 revenue account in the general fund of the state, a sum of  
1 17 money at least equal to seven percent of the gross amount of  
1 18 sales made by the division from the beer and liquor control  
1 19 fund on a monthly basis but not less than nine million dollars  
1 20 annually, ~~and any amounts so.~~ Of the amounts transferred, two  
1 21 million dollars, plus an additional amount determined by the  
1 22 general assembly, shall be used by appropriated to the  
1 23 substance abuse division of the Iowa department of public  
1 24 health to be used for substance abuse treatment and prevention  
1 25 programs in an amount determined by the general assembly and  
1 26 ~~any.~~ Any amounts received in excess of the amounts  
1 27 appropriated to the substance abuse division of the Iowa  
1 28 department of public health shall be considered part of the  
1 29 general fund balance.

1 30 Sec. 3. ALCOHOLIC BEVERAGES DIVISION == STATE LIQUOR  
1 31 WAREHOUSE AND TRUCKING FUNCTIONS. Notwithstanding sections  
1 32 7J.1 and 123.20, subsection 4, and any other applicable  
1 33 provision of law, the alcoholic beverages division of the  
1 34 department of commerce shall not employ or add full-time  
1 35 equivalent positions for purposes of the state assuming the  
2 1 state liquor warehouse and trucking functions performed by a  
2 2 private contractor as of April 1, 2004. The department of  
2 3 administrative services shall issue a request for proposals or  
2 4 otherwise utilize a competitive process to select a successor  
2 5 contractor to perform the state liquor warehouse and trucking  
2 6 functions. The request for proposals or competitive process  
2 7 shall be issued or commenced as soon as is reasonably possible  
2 8 and a replacement for the private contractor which was in  
2 9 place April 1, 2004, shall be selected no later than December  
2 10 31, 2005. The request for proposals to perform state liquor  
2 11 warehouse functions shall require bidders to include in their  
2 12 bid the manner in which the bidder will maximize the  
2 13 utilization of current state liquor warehouse infrastructure.  
2 14 The division may submit a bid in response to a request for

2 15 proposals issued pursuant to this section. If the division  
2 16 submits a bid, the division shall include in the bid the cost  
2 17 of labor to perform the contract which shall be calculated by  
2 18 using the cost of hiring full-time equivalent positions to  
2 19 perform the contract pursuant to state pay grade  
2 20 classifications and benefits as outlined in the most recent  
2 21 collective bargaining agreement applicable to other employees  
2 22 of the division.  
2 23 Sec. 4. EFFECTIVE DATE. The section of this Act amending  
2 24 section 123.53 takes effect July 1, 2006.  
2 25 HF 820  
2 26 ec/es/25