LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 72

Introduced by Geist, 25.

Read first time January 07, 2021

Committee:

- 1 A BILL FOR AN ACT relating to the Nebraska Liquor Control Act; to amend
- 2 sections 53-123.04 and 53-124, Revised Statutes Cumulative
- 3 Supplement, 2020; to provide for the sale of alcoholic liquor not in
- 4 the original package as prescribed; to harmonize provisions; and to
- 5 repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Section 53-123.04, Revised Statutes Cumulative
- 2 Supplement, 2020, is amended to read:
- 3 53-123.04 (1) A retail license shall allow the licensee to sell and
- 4 offer for sale at retail either in the original package or otherwise, as
- 5 prescribed in the retail license, on the premises specified in the retail
- 6 license or the entertainment district license or on the premises where
- 7 catering is occurring, alcoholic liquor or beer for use or consumption
- 8 but not for resale in any form except as provided in section 53-175.
- 9 (2) Nothing in the Nebraska Liquor Control Act shall prohibit a
- 10 holder of a Class D license from allowing the sampling of tax-paid wine
- 11 for consumption on the premises by such licensee or his or her employees
- in cooperation with a licensed wholesaler in the manner prescribed by the
- 13 commission.
- 14 (3)(a) A restaurant holding a license to sell alcoholic liquor at
- 15 retail for consumption on the licensed premises may permit a customer to
- 16 remove one unsealed bottle of wine for consumption off the premises if
- 17 the customer has purchased a full-course meal and consumed a portion of
- 18 the bottle of wine with such full-course meal on the licensed premises.
- 19 The licensee or his or her agent shall (i) securely reseal such bottle
- 20 and place the bottle in a bag designed so that it is visibly apparent
- 21 that the resealed bottle of wine has not been opened or tampered with and
- 22 (ii) provide a dated receipt to the customer and attach to such bag a
- 23 copy of the dated receipt for the resealed bottle of wine and the full-
- 24 course meal.
- 25 (b) If the resealed bottle of wine is transported in a motor
- 26 vehicle, it must be placed in the trunk of the motor vehicle or the area
- 27 behind the last upright seat of such motor vehicle if the area is not
- 28 normally occupied by the driver or a passenger and the motor vehicle is
- 29 not equipped with a trunk.
- 30 (c) For purposes of this subsection, full-course meal means a
- 31 diversified selection of food which is ordinarily consumed with the use

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- 1 of tableware and cannot conveniently be consumed while standing or
- 2 walking.
- 3 <u>(4) The holder of a Class C liquor license as described in</u>
- 4 subdivision (6)(a)(iii) of section 53-124 may sell alcoholic liquor not
- 5 <u>in the original package, such as a mixed drink or cocktail to a person</u>
- 6 <u>twenty-one years of age or older, for consumption off the premises if (a)</u>
- 7 the alcoholic liquor is (i) not partially consumed and (ii) in a labeled
- 8 and sealed container with a tamper-evident lid, cap, or seal, as approved
- 9 by the commission and (b) for alcoholic liquor transported in a motor
- 10 vehicle, the alcoholic liquor is placed in the trunk of the motor vehicle
- 11 <u>or the area behind the last upright seat of such motor vehicle if the</u>
- 12 <u>area is not normally occupied by the driver or a passenger and the motor</u>
- 13 <u>vehicle is not equipped with a trunk.</u>
- 14 <u>(5) The holder of a Class I liquor license as defined in section</u>
- 15 53-124 (6)(a)(v) may sell alcoholic liquor not in the original package,
- 16 such as a mixed drink or cocktail, for consumption off the premises if
- 17 (a) the alcoholic liquor is (i) not partially consumed, (ii) in a labeled
- 18 and sealed container with a tamper-evident lid, cap, or seal, as approved
- 19 by the Liquor Control Commission, and (iii) purchased along with food.
- 20 <u>(b) If the alcoholic liquor is transported in a motor vehicle, the</u>
- 21 alcoholic liquor is placed in the trunk of the motor vehicle or the area
- 22 <u>behind the last upright seat of such motor vehicle if the area is not</u>
- 23 normally occupied by the driver or a passenger and the motor vehicle is
- 24 <u>not equipped with a trunk.</u>
- 25 Sec. 2. Section 53-124, Revised Statutes Cumulative Supplement,
- 26 2020, is amended to read:
- 27 53-124 (1) At the time application is made to the commission for a
- 28 license of any type, the applicant shall pay the fee provided in section
- 29 53-124.01 and, if the applicant is an individual, provide the applicant's
- 30 social security number. The commission shall issue the types of licenses
- 31 described in this section.

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1 (2) There shall be an airline license, a boat license, a special

- 2 party bus license, a pedal-pub vehicle license, and a railroad license.
- 3 The commission shall charge one dollar for each duplicate of an airline
- 4 license, a special party bus license, a pedal-pub vehicle license, or a
- 5 railroad license.
- 6 (3)(a) There shall be a manufacturer's license for alcohol and
- 7 spirits, for beer, and for wine. The annual fee for a manufacturer's
- 8 license for beer shall be based on the barrel daily capacity as follows:
- 9 (i) 1 to 100 barrel daily capacity, or any part thereof, tier one;
- 10 (ii) 100 to 150 barrel daily capacity, tier two;
- 11 (iii) 150 to 200 barrel daily capacity, tier three;
- 12 (iv) 200 to 300 barrel daily capacity, tier four;
- 13 (v) 300 to 400 barrel daily capacity, tier five;
- 14 (vi) 400 to 500 barrel daily capacity, tier six;
- (vii) 500 barrel daily capacity, or more, tier seven.
- 16 (b) For purposes of this subsection, daily capacity means the
- 17 average daily barrel production for the previous twelve months of
- 18 manufacturing operation. If no such basis for comparison exists, the
- 19 manufacturing licensee shall pay in advance for the first year's
- 20 operation a fee of five hundred dollars.
- 21 (4) There shall be five classes of nonbeverage users' licenses:
- 22 Class 1, Class 2, Class 3, Class 4, and Class 5.
- 23 (5) In lieu of a manufacturer's, a retailer's, or a wholesaler's
- 24 license, there shall be a license to operate issued for a craft brewery,
- 25 a farm winery, or a microdistillery.
- 26 (6)(a) There shall be six classes of retail licenses:
- 27 (i) Class A: Beer only, for consumption on the premises;
- 28 (ii) Class B: Beer only, for consumption off the premises, sales in
- 29 the original packages only;
- 30 (iii) Class C: Alcoholic liquor, for consumption on the premises and
- 31 off the premises, sales in original packages only except as provided in

- 1 <u>subsection (4) of section 53-123.04</u>. If a Class C license is held by a
- 2 nonprofit corporation, it shall be restricted to consumption on the
- 3 premises only. A Class C license may have a sampling designation
- 4 restricting consumption on the premises to sampling, but such designation
- 5 shall not affect sales for consumption off the premises under such
- 6 license;
- 7 (iv) Class D: Alcoholic liquor, including beer, for consumption off
- 8 the premises, sales in the original packages only, except as provided in
- 9 subdivision (6)(a)(vi) of this section and subsection (2) of section
- 10 53-123.04;
- 11 (v) Class I: Alcoholic liquor, for consumption on the premises
- 12 except as provided in subsection (5) of section 53-123.04; and
- 13 (vi) Class J: Alcoholic liquor, including beer, for consumption off
- 14 the premises, sales in the original packages only, for a retail licensee
- 15 whose annual gross revenue from the sale of alcohol does not exceed
- 16 twenty percent of the licensee's total annual gross revenue from all
- 17 retail sales.
- 18 (b) All applicable license fees shall be paid by the applicant or
- 19 licensee directly to the city or village treasurer in the case of
- 20 premises located inside the corporate limits of a city or village and
- 21 directly to the county treasurer in the case of premises located outside
- 22 the corporate limits of a city or village.
- 23 (7) There shall be four types of shipping licenses as described in
- 24 section 53-123.15: Manufacturers, vintage wines, manufacture direct
- 25 sales, and retail direct sales.
- 26 (8) There shall be two types of wholesale licenses: Alcoholic liquor
- 27 and beer only. The annual fee shall be paid for the first and each
- 28 additional wholesale place of business operated in this state by the same
- 29 licensee and wholesaling the same product.
- 30 (9) There shall be a bottle club license. All applicable license
- 31 fees shall be paid by the applicant or licensee directly to the city or

- 1 village treasurer in the case of premises located inside the corporate
- 2 limits of a city or village and directly to the county treasurer in the
- 3 case of premises located outside the corporate limits of a city or
- 4 village.
- 5 (10) The license year, unless otherwise provided in the Nebraska
- 6 Liquor Control Act, shall commence on May 1 of each year and shall end on
- 7 the following April 30, except that the license year for a Class C
- 8 license shall commence on November 1 of each year and shall end on the
- 9 following October 31. During the license year, no license shall be issued
- 10 for a sum less than the amount of the annual license fee as fixed in
- 11 section 53-124.01, regardless of the time when the application for such
- 12 license has been made, except that (a) when there is a purchase of an
- 13 existing licensed business and a new license of the same class is issued
- or (b) upon the issuance of a new license for a location which has not
- 15 been previously licensed, the license fee and occupation taxes shall be
- 16 prorated on a quarterly basis as of the date of issuance.
- 17 Sec. 3. Original sections 53-123.04 and 53-124, Revised Statutes
- 18 Cumulative Supplement, 2020, are repealed.