SB1818 FULLPCS1 Jon Echols-JL 4/10/2024 9:26:03 am

COMMITTEE AMENDMENT HOUSE OF REPRESENTATIVES State of Oklahoma

SPEAKER:

CHAIR:

I move to amend <u>SB1818</u> Of the printed Bill Page Section Lines Of the Engrossed Bill

By striking the Title, the Enacting Clause, the entire bill, and by inserting in lieu thereof the following language:

AMEND TITLE TO CONFORM TO AMENDMENTS

Amendment submitted by: Jon Echols

Adopted: _____

Reading Clerk

1	STATE OF OKLAHOMA
2	2nd Session of the 59th Legislature (2024)
3	PROPOSED COMMITTEE SUBSTITUTE
4	FOR ENGROSSED SENATE BILL NO. 1818 By: Rosino of the Senate
5	and
6	Echols and Hardin of the
7	House
8	
9	
10	PROPOSED COMMITTEE SUBSTITUTE
11	[alcoholic beverages - license fees - caterer
12	license – lawful usage – event venue –
13	noncodification - codification - effective date]
14	
15	
16	
17	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
18	SECTION 1. NEW LAW A new section of law not to be
19	codified in the Oklahoma Statutes reads as follows:
20	This act shall be known and may be cited as the "Marissa Murrow
21	Act".
22	SECTION 2. AMENDATORY 37A O.S. 2021, Section 1-103, as
23	amended by Section 2, Chapter 338, O.S.L. 2023 (37A O.S. Supp. 2023,
24	Section 1-103), is amended to read as follows:

Section 1-103. As used in the Oklahoma Alcoholic Beverage
 Control Act:

3 1. "ABLE Commission" or "Commission" means the Alcoholic4 Beverage Laws Enforcement Commission;

5 2. "Alcohol" means and includes hydrated oxide of ethyl, ethyl 6 alcohol, ethanol or spirits of wine, from whatever source or by 7 whatever process produced. It does not include wood alcohol or 8 alcohol which has been denatured or produced as denatured in 9 accordance with Acts of Congress and regulations promulgated 10 thereunder;

3. "Alcoholic beverage" means alcohol, spirits, beer and wine as those terms are defined herein and also includes every liquid or solid, patented or not, containing alcohol, spirits, wine or beer and capable of being consumed as a beverage by human beings;

4. "Applicant" means any individual, legal or commercial
 business entity, or any individual involved in any legal or
 commercial business entity allowed to hold any license issued in
 accordance with the Oklahoma Alcoholic Beverage Control Act;

19 5. "Beer" means any beverage containing more than one-half of 20 one percent (0.50%) (1/2 of 1%) of alcohol by volume and obtained by 21 the alcoholic fermentation of an infusion or decoction of barley, or 22 other grain, sugar, malt or similar products. For the purposes of 23 taxation, distribution, sales, and regulation, seltzer shall mean 24 the same as beer as provided in this section. Beer may or may not

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1 contain hops or other vegetable products. Beer includes, among 2 other things, beer, ale, stout, lager beer, porter, seltzer, and 3 other malt or brewed liquors, but does not include sake, known as 4 Japanese rice wine;

5 6. "Beer keg" means any brewer-sealed, single container that6 contains not less than four (4) gallons of beer;

7 7. "Beer distributor" means and includes any person licensed to 8 distribute beer for retail sale in the state, but does not include a 9 holder of a small brewer self-distribution license or brewpub self-10 distribution license. The term distributor, as used in the Oklahoma 11 Alcoholic Beverage Control Act, shall be construed to refer to a 12 beer distributor;

8. "Bottle club" means any establishment in a county which has not authorized the retail sale of alcoholic beverages by the individual drink, which is required to be licensed to keep, mix and serve alcoholic beverages belonging to club members on club premises;

9. "Bottle service" means the sale and provision of spirits in
their original packages by a mixed beverage licensee to be consumed
in that mixed beverage licensee's club suite;

21 10. "Brand" means any word, name, group of letters, symbol or 22 combination thereof, that is adopted and used by a licensed brewer 23 to identify a specific beer, wine or spirit and to distinguish that 24 product from another beer, wine or spirit;

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- 11. "Brand extension" means:
- a. after October 1, 2018, any brand of beer or cider
 introduced by a manufacturer in this state which
 either:
 - (1) incorporates all or a substantial part of the unique features of a preexisting brand of the same licensed brewer, or
 - (2) relies to a significant extent on the goodwill associated with the preexisting brand, or
- b. any brand of beer that a brewer, the majority of whose
 total volume of all brands of beer distributed in this
 state by such brewer on January 1, 2016, was
 distributed as low-point beer, desires to sell,
 introduces, begins selling or theretofore has sold and
 desires to continue selling a strong beer in this
 state which either:
- 17 (1) incorporates or incorporated all or a substantial
 18 part of the unique features of a preexisting low 19 point beer brand of the same licensed brewer, or
- 20 (2) relies or relied to a significant extent on the
 21 goodwill associated with a preexisting low-point
 22 beer brand;

23 12. "Brewer" means and includes any person who manufactures for 24 human consumption by the use of raw materials or other ingredients 1 any beer or cider upon which a license fee and a tax are imposed by
2 any law of this state;

3 13. "Brewpub" means a licensed establishment operated on the
4 premises of, or on premises located contiguous to, a small brewer,
5 that prepares and serves food and beverages, including alcoholic
6 beverages, for on-premises consumption;

7 14. "Cider" means any alcoholic beverage obtained by the 8 alcoholic fermentation of fruit juice, including but not limited to 9 flavored, sparkling or carbonated cider. For the purposes of the 10 manufacture of this product, cider may be manufactured by either 11 manufacturers or brewers. For the purposes of the distribution of 12 this product, cider may be distributed by either wine and spirits 13 wholesalers or beer distributors;

15. "Club suite" means a designated area within the premises of 14 a mixed beverage licensee designed to provide an exclusive space 15 which is limited to a patron or patrons specifically granted access 16 by a mixed beverage licensee and is not accessible to other patrons 17 of the mixed beverage licensee or the public. A club suite must 18 have a clearly designated point of access for a patron or patrons 19 specifically granted access by the mixed beverage licensee to ensure 20 that persons present in the suite are limited to patrons 21 specifically granted access by the mixed beverage licensee and 22 employees providing services to the club suite; 23

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1 16. "Convenience store" means any person primarily engaged in
 2 retailing a limited range of general household items and groceries,
 3 with extended hours of operation, whether or not engaged in retail
 4 sales of automotive fuels in combination with such sales;

5 17. "Convicted" and "conviction" mean and include a finding of 6 guilt resulting from a plea of guilty or nolo contendere, the 7 decision of a court or magistrate or the verdict of a jury, 8 irrespective of the pronouncement of judgment or the suspension 9 thereof;

10 18. "Designated products" means the brands of wine or spirits 11 offered for sale by a manufacturer that the manufacturer has 12 assigned to a designated wholesaler for exclusive distribution;

13 19. "Designated wholesaler" means a wine and spirits wholesaler 14 who has been selected by a manufacturer as a wholesaler appointed to 15 distribute designated products;

"Director" means the Director of the ABLE Commission; 20. 16 21. "Distiller" means any person who produces spirits from any 17 source or substance, or any person who brews or makes mash, wort or 18 wash, fit for distillation or for the production of spirits (except 19 a person making or using such material in the authorized production 20 of wine or beer, or the production of vinegar by fermentation), or 21 any person who by any process separates alcoholic spirits from any 22 fermented substance, or any person who, making or keeping mash, wort 23 or wash, has also in his or her possession or use a still; 24

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22. "Distributor agreement" means the written agreement between
 the distributor and brewer as set forth in Section 3-108 of this
 title;

4 23. "Drug store" means a person primarily engaged in retailing
5 prescription and nonprescription drugs and medicines;

6 24. "Dual-strength beer" means a brand of beer that,
7 immediately prior to April 15, 2017, was being sold and distributed
8 in this state:

- 9 a. as a low-point beer pursuant to the Low-Point Beer 10 Distribution Act in effect immediately prior to 11 October 1, 2018, and
- b. as strong beer pursuant to the Alcoholic Beverage
 Control Act in effect immediately prior to October 1,
 2018,

15 and continues to be sold and distributed as such on October 1, 2018.
16 Dual-strength beer does not include a brand of beer that arose as a
17 result of a brand extension as defined in this section;

18 25. "Event venue" means any location, property, space,

19 premises, grounds, building or buildings, or other site owned,

20 leased, or occupied by a commercial business registered with the

21 Oklahoma Secretary of State or foreign commercial business

22 authorized to transact business in Oklahoma that offers to the

23 general public for rent, lease, reservation, or other contractual

24 use, for the hosting of a function, occasion, or event, special,

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private, or public, of a temporary nature. The location, property, space, premises, grounds, or building or buildings defined in this paragraph shall not include those owned, leased, or occupied by organizations exempt from taxation pursuant to the provisions of the Internal Revenue Code, 26 U.S.C., Section 501(c)(3);

6 <u>26.</u> "Fair market value" means the value in the subject 7 territory covered by the written agreement with the distributor or 8 wholesaler that would be determined in an arm's length transaction 9 entered into without duress or threat of termination of the 10 distributor's or wholesaler's rights and shall include all elements 11 of value, including goodwill and going-concern value;

12 26. 27. "Good cause" means:

- a. failure by the distributor to comply with the material
 and reasonable provisions of a written agreement or
 understanding with the brewer, or
- b. failure by the distributor to comply with the duty ofgood faith;

18 27. 28. "Good faith" means the duty of each party to any 19 distributor agreement and all officers, employees or agents thereof 20 to act with honesty in fact and within reasonable standards of fair 21 dealing in the trade;

22 28. 29. "Grocery store" means a person primarily engaged in 23 retailing a general line of food, such as canned or frozen foods,

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1 fresh fruits and vegetables, and fresh and prepared meats, fish and 2 poultry;

29. 30. "Hotel" or "motel" means an establishment which is 3 licensed to sell alcoholic beverages by the individual drink and 4 5 which contains questroom accommodations with respect to which the predominant relationship existing between the occupants thereof and 6 the owner or operator of the establishment is that of innkeeper and 7 guest. For purposes of this section, the existence of other legal 8 9 relationships as between some occupants and the owner or operator thereof shall be immaterial; 10

11 30. <u>31.</u> "Legal newspaper" means a newspaper meeting the 12 requisites of a newspaper for publication of legal notices as 13 prescribed in Sections 101 through 114 of Title 25 of the Oklahoma 14 Statutes;

15 31. 32. "Licensee" means any person holding a license under the 16 Oklahoma Alcoholic Beverage Control Act, and any agent, servant or 17 employee of such licensee while in the performance of any act or 18 duty in connection with the licensed business or on the licensed 19 premises;

20 <u>32. 33.</u> "Low-point beer" shall mean any beverages containing 21 more than one-half of one percent (1/2 of 1%) alcohol by volume, and 22 not more than three and two-tenths percent (3.2%) alcohol by weight, 23 including but not limited to, beer or cereal malt beverages obtained

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by the alcoholic fermentation of an infusion by barley or other
 grain, malt or similar products;

3 <u>33.</u> <u>34.</u> "Manufacturer" means a distiller, winemaker, rectifier 4 or bottler of any alcoholic beverage (other than beer) and its 5 subsidiaries, affiliates and parent companies;

34. 35. "Manufacturer's agent" means a salaried or commissioned
salesperson who is the agent authorized to act on behalf of the
manufacturer or nonresident seller in the state;

9 35. 36. "Meals" means foods commonly ordered at lunch or dinner 10 and at least part of which is cooked on the licensed premises and 11 requires the use of dining implements for consumption. Provided, 12 that the service of only food such as appetizers, sandwiches, salads 13 or desserts shall not be considered meals;

14 <u>36. 37.</u> "Mini-bar" means a closed container, either 15 refrigerated in whole or in part, or nonrefrigerated, and access to 16 the interior of which is:

a. restricted by means of a locking device which requires
the use of a key, magnetic card or similar device, or
b. controlled at all times by the licensee;

20 37. 38. "Mixed beverage cooler" means any beverage, by whatever 21 name designated, consisting of an alcoholic beverage and fruit or 22 vegetable juice, fruit or vegetable flavorings, dairy products or 23 carbonated water containing more than one-half of one percent (1/2 24 of 1%) of alcohol measured by volume but not more than seven percent

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1 (7%) alcohol by volume at sixty (60) degrees Fahrenheit and which is 2 packaged in a container not larger than three hundred seventy-five 3 (375) milliliters. Such term shall include but not be limited to 4 the beverage popularly known as a "wine cooler";

5 38. 39. "Mixed beverages" means one or more servings of a 6 beverage composed in whole or part of an alcoholic beverage in a 7 sealed or unsealed container of any legal size for consumption on 8 the premises where served or sold by the holder of a mixed beverage, 9 beer and wine, caterer, public event, charitable event or special 10 event license;

11 39. <u>40.</u> "Motion picture theater" means an establishment which 12 is licensed by Section 2-110 of this title to sell alcoholic 13 beverages by the individual drink and where motion pictures are 14 exhibited, and to which the general public is admitted;

15 <u>40.</u> <u>41.</u> "Nondesignated products" means the brands of wine or 16 spirits offered for sale by a manufacturer that have not been 17 assigned to a designated wholesaler;

18 <u>41. 42.</u> "Nonresident seller" means any person licensed pursuant 19 to Section 2-135 of this title;

20 <u>42. 43.</u> "Retail salesperson" means a salesperson soliciting 21 orders from and calling upon retail alcoholic beverage stores with 22 regard to his or her product;

43. 44. "Occupation" as used in connection with "occupation
tax" means the sites occupied as the places of business of the

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manufacturers, brewers, wholesalers, beer distributors, retailers,
 mixed beverage licensees, on-premises beer and wine licensees,
 bottle clubs, caterers, public event and special event licensees;

4 44. 45. "Original package" means any container of alcoholic
5 beverage filled and stamped or sealed by the manufacturer or brewer;
6 45. 46. "Package store" means any sole proprietor or
7 partnership that qualifies to sell wine, beer and/or spirits for
8 off-premises consumption and that is not a grocery store,
9 convenience store or drug store, or other retail outlet that is not
10 permitted to sell wine or beer for off-premises consumption;

11 <u>46. 47.</u> "Patron" means any person, customer or visitor who is 12 not employed by a licensee or who is not a licensee;

13 47. <u>48.</u> "Person" means an individual, any type of partnership, 14 corporation, association, limited liability company or any 15 individual involved in the legal structure of any such business 16 entity;

48. 49. "Premises" means the grounds and all buildings and 17 appurtenances pertaining to the grounds including any adjacent 18 premises if under the direct or indirect control of the licensee and 19 the rooms and equipment under the control of the licensee and used 20 in connection with or in furtherance of the business covered by a 21 license. Provided that the ABLE Commission shall have the authority 22 to designate areas to be excluded from the licensed premises solely 23 for the purpose of: 24

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- a. allowing the presence and consumption of alcoholic
 beverages by private parties which are closed to the
 general public, or
- 4 b. allowing the services of a caterer serving alcoholic
 5 beverages provided by a private party.

6 This exception shall in no way limit the licensee's concurrent
7 responsibility for any violations of the Oklahoma Alcoholic Beverage
8 Control Act occurring on the licensed premises;

9 49. <u>50.</u> "Private event" means a social gathering or event 10 attended by invited guests who share a common cause, membership, 11 business or task and have a prior established relationship. For 12 purposes of this definition, advertisement for general public 13 attendance or sales of tickets to the general public shall not 14 constitute a private event;

15 50. 51. "Public event" means any event that can be attended by
16 the general public;

51. 52. "Rectifier" means any person who rectifies, purifies or 17 refines spirits or wines by any process (other than by original and 18 continuous distillation, or original and continuous processing, from 19 mash, wort, wash or other substance, through continuous closed 20 vessels and pipes, until the production thereof is complete), and 21 any person who, without rectifying, purifying or refining spirits, 22 shall by mixing (except for immediate consumption on the premises 23 where mixed) such spirits, wine or other liquor with any material, 24

1 manufactures any spurious, imitation or compound liquors for sale, 2 under the name of whiskey, brandy, rum, gin, wine, spirits, cordials 3 or any other name;

52. <u>53.</u> "Regulation" or "rule" means a formal rule of general
application promulgated by the ABLE Commission as herein required;
<u>53. 54.</u> "Restaurant" means an establishment that is licensed to
sell alcoholic beverages by the individual drink for on-premises
consumption and where food is prepared and sold for immediate
consumption on the premises;

10 <u>54.</u> <u>55.</u> "Retail container for spirits and wines" means an 11 original package of any capacity approved by the United States 12 Bureau of Alcohol, Tobacco, Firearms and Explosives;

13 <u>55. 56.</u> "Retailer" means a package store, grocery store, 14 convenience store or drug store licensed to sell alcoholic beverages 15 for off-premises consumption pursuant to a Retail Spirits License, 16 Retail Wine License or Retail Beer License;

56. 57. "Sale" means any transfer, exchange or barter in any 17 manner or by any means whatsoever, and includes and means all sales 18 made by any person, whether as principal, proprietor or as an agent, 19 servant or employee. The term sale is also declared to be and 20 include the use or consumption in this state of any alcoholic 21 beverage obtained within or imported from without this state, upon 22 which the excise tax levied by the Oklahoma Alcoholic Beverage 23 Control Act has not been paid or exempted; 24

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1 57. <u>58.</u> "Seltzer" means any beverage containing more than onehalf of one percent (0.50%) (1/2 of 1%) of alcohol by volume and obtained by the alcoholic fermentation of malt, rice, grain of any kind, bran, glucose, sugar, or molasses and combined with carbonated water and other flavoring and labeled as "beer" by the Internal Revenue Code; provided, that seltzer shall not include carbonated beverages mixed with wine or spirits;

8 58. 59. "Short-order food" means food other than full meals 9 including but not limited to sandwiches, soups and salads. Provided 10 that popcorn, chips and other similar snack food shall not be 11 considered short-order food;

12 <u>59.</u> <u>60.</u> "Small brewer" means a brewer who manufactures less 13 than sixty-five thousand barrels of beer annually pursuant to a 14 validly issued Small Brewer License hereunder;

15 <u>60. 61.</u> "Small farm wine" means a wine that is produced by a 16 small farm winery with seventy-five percent (75%) or more Oklahoma-17 grown grapes, berries, other fruits, honey or vegetables;

18 <u>61. 62.</u> "Small farm winery" means a wine-making establishment 19 that does not annually produce for sale more than fifteen thousand 20 (15,000) gallons of wine as reported on the United States Department 21 of the Treasury Alcohol and Tobacco Tax and Trade Bureau, Report of 22 Wine Premises Operations (TTB Form 5120.17);

23 <u>62.</u> <u>63.</u> "Sparkling wine" means champagne or any artificially 24 carbonated wine;

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1 <u>63. 64.</u> "Special event" means an entertainment, recreation or 2 marketing event that occurs at a single location on an irregular 3 basis and at which alcoholic beverages are sold;

64. 65. "Spirits" means any beverage other than wine or beer, 4 5 which contains more than one-half of one percent (1/2 of 1%) alcohol measured by volume, and obtained by distillation, whether or not 6 mixed with other substances in solution and includes those products 7 known as whiskey, brandy, rum, gin, vodka, liqueurs, cordials and 8 9 fortified wines and similar compounds, but shall not include any alcohol liquid completely denatured in accordance with the Acts of 10 Congress and regulations pursuant thereto; 11

12 <u>65.</u> <u>66.</u> "Strong beer" means beer which, prior to October 1, 13 2018, was distributed pursuant to the Oklahoma Alcoholic Beverage 14 Control Act, Section 1-101 et seq. of this title;

15 <u>66.</u> <u>67.</u> "Successor brewer" means a primary source of supply, a 16 brewer, a cider manufacturer or an importer that acquires rights to 17 a beer or cider brand from a predecessor brewer;

18 67. 68. "Tax Commission" means the Oklahoma Tax Commission; 19 68. 69. "Territory" means a geographic region with a specified 20 boundary;

21 69. 70. "Wine and spirits wholesaler" or "wine and spirits 22 distributor" means and includes any sole proprietorship or 23 partnership licensed to distribute wine and spirits in the state. 24 The term "wholesaler", as used in the Oklahoma Alcoholic Beverage

Control Act, shall be construed to refer to a wine and spirits
 wholesaler;

3 70. 71. "Wine" means and includes any beverage containing more 4 than one-half of one percent (1/2 of 1%) alcohol by volume and not 5 more than twenty-four percent (24%) alcohol by volume at sixty (60) 6 degrees Fahrenheit obtained by the fermentation of the natural 7 contents of fruits, vegetables, honey, milk or other products 8 containing sugar, whether or not other ingredients are added, and 9 includes vermouth and sake, known as Japanese rice wine;

10 71. 72. "Winemaker" means and includes any person or 11 establishment who manufactures for human consumption any wine upon 12 which a license fee and a tax are imposed by any law of this state; 13 and

14 72. 73. "Satellite tasting room" means a licensed establishment 15 operated off the licensed premises of the holder of a small farm 16 winery or winemaker license, which serves wine for on-premises or 17 off-premises consumption.

Words in the plural include the singular, and vice versa, and words imparting the masculine gender include the feminine, as well as persons and licensees as defined in this section.

21 SECTION 3. AMENDATORY 37A O.S. 2021, Section 2-101, as 22 amended by Section 3, Chapter 338, O.S.L. 2023 (37A O.S. Supp. 2023, 23 Section 2-101), is amended to read as follows:

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1	Section 2-101. A. Except as otherwise provided in this	
2	section, the licenses issued by the ABLE Commission, and the annual	
3	fees therefor, shall be as follows:	
4	1. Brewer License\$1,250.00	
5	2. Small Brewer License \$125.00	
6	3. Distiller License \$3,125.00	
7	4. Winemaker License \$625.00	
8	5. Small Farm Winery License	
9	6. Rectifier License \$3,125.00	
10	7. Wine and Spirits Wholesaler License\$3,000.00	
11	8. Beer Distributor License	
12	9. The following retail spirits license fees	
13	shall be determined by the latest Federal	
14	Decennial Census:	
15	a. Retail Spirits License for cities and	
16	towns from 200 to 2,500 population\$305.00	
17	b. Retail Spirits License for cities and	
18	towns from 2,501 to 5,000 population\$605.00	
19	c. Retail Spirits License for cities and	
20	towns over 5,000 population	
21	10. Retail Wine License	
22	11. Retail Beer License\$500.00	
23	12. Mixed Beverage License \$1,005.00	
24	(initial license)	

1		\$905.00
2		(renewal)
3	13.	Mixed Beverage/Caterer Combination License \$1,250.00
4	14.	On-Premises Beer and Wine License\$500.00
5		(initial license)
6		\$450.00
7		(renewal)
8	15.	Bottle Club License \$1,000.00
9		(initial license)
10		\$900.00
11		(renewal)
12	16.	Caterer License \$1,005.00
13		(initial license)
14		\$905.00
15		(renewal)
16	17.	Annual Special Event License
17	18.	Quarterly Special Event License\$55.00
18	19.	Hotel Beverage License \$1,005.00
19		(initial license)
20		\$905.00
21		(renewal)
22	20.	Airline/Railroad/Commercial Passenger Vessel Beverage
23		License\$1,005.00
24		(initial license)

1		\$905.00
2		(renewal)
3	21.	Agent License \$55.00
4	22.	Employee License\$30.00
5	23.	Industrial License\$23.00
6	24.	Carrier License \$23.00
7	25.	Private Carrier License \$23.00
8	26.	Bonded Warehouse License\$190.00
9	27.	Storage License \$23.00
10	28.	Nonresident Seller License\$750.00
11	29.	Manufacturer License:
12		a. 50 cases or less sold in Oklahoma in
13		last calendar year\$50.00
14		b. 51 to 500 cases sold in Oklahoma in
15		last calendar year\$75.00
16		c. 501 cases or more sold in Oklahoma in
17		last calendar year\$150.00
18	30.	Manufacturer's Agent License\$55.00
19	31.	Sacramental Wine Supplier License\$100.00
20	32.	Charitable Auction License\$1.00
21	33.	Charitable Alcoholic Beverage License\$55.00
22	34.	Winemaker Self-Distribution License:
23		a. produced ten thousand (10,000) gallons
24		or less in last calendar year\$350.00

1		b. produced more than ten thousand
2		(10,000) gallons but no more than
3		fifteen thousand (15,000) gallons in
4		last calendar year \$750.00
5	35.	Annual Public Event License\$1,005.00
6	36.	One-Time Public Event License\$255.00
7	37.	Small Brewer Self-Distribution License:
8		a. produced fifteen thousand (15,000)
9		barrels or less in last calendar year \$350.00
10		b. produced more than fifteen thousand
11		(15,000) barrels in last calendar year \$750.00
12	38.	Brewpub License\$1,005.00
13	39.	Brewpub Self-Distribution License\$750.00
14	40.	Complimentary Beverage License\$75.00
15	41.	Satellite Tasting Room License\$100.00
16	42.	Event Venue License
17	в.	1. There shall be added to the initial or renewal fees for
18	a mixed	beverage license an administrative fee, which shall not be
19	deemed t	o be a license fee, in the amount of Five Hundred Dollars
20	(\$500.00), which shall be paid at the same time and in the same
21	manner a	s the license fees prescribed by paragraph 12 of subsection
22	A of thi	s section; provided, this fee shall not be assessed against
23	service	organizations or fraternal beneficiary societies which are

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1 exempt under Section 501(c)(19), (8) or (10) of the Internal Revenue 2 Code.

2. There shall be added to the fee for a mixed beverage/caterer combination license an administrative fee, which shall not be deemed to be a license fee, in the amount of Two Hundred Fifty Dollars (\$250.00), which shall be paid at the same time and in the same manner as the license fee prescribed by paragraph 13 of subsection A of this section.

9 C. Notwithstanding the provisions of subsection A of this 10 section:

The license fee for a mixed beverage or bottle club license
 for those service organizations or fraternal beneficiary societies
 which are exempt under Section 501(c)(19), (8) or (10) of the
 Internal Revenue Code shall be Five Hundred Dollars (\$500.00) per
 year; and

The renewal fee for an airline/railroad/commercial passenger
 vessel beverage license held by a railroad described in 49 U.S.C.,
 Section 24301, shall be One Hundred Dollars (\$100.00).

D. An applicant may apply for and receive both an on-premisesbeer and wine license and a caterer license.

E. All licenses, except as otherwise provided, shall be valid
for one (1) year from date of issuance unless revoked or
surrendered. Provided, all employee licenses shall be valid for two
(2) years.

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1 F. The holder of a license, issued by the ABLE Commission, for 2 a bottle club located in a county of this state where the sale of alcoholic beverages by the individual drink for on-premises 3 consumption has been authorized, may exchange the bottle club 4 5 license for a mixed beverage license or an on-premises beer and wine license and operate the licensed premises as a mixed beverage 6 establishment or an on-premises beer and wine establishment subject 7 to the provisions of the Oklahoma Alcoholic Beverage Control Act. 8 9 There shall be no additional fee for such exchange and the mixed 10 beverage license or on-premises beer and wine license issued shall 11 expire one (1) year from the date of issuance of the original bottle club license. 12 13 G. In addition to the applicable licensing fee, the following surcharge shall be assessed annually on the following licenses: 14 1. Nonresident Seller License..... \$2,500.00 15 2. Manufacturer License: 16 50 cases or less sold in Oklahoma in a. 17 last calendar year..... \$100.00 18

51 to 500 cases sold in Oklahoma in b. 19 last calendar year..... \$225.00 20 с. 501 cases or more sold in Oklahoma in 21 last calendar year..... \$450.00 22 3. Wine and Spirits Wholesaler License..... \$2,500.00 23 4. 24

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1	5. Retail Spirits License for cities and towns
2	over 5,000 population \$250.00
3	6. Retail Spirits License for cities and towns
4	from 2,501 to 5,000 population\$200.00
5	7. Retail Spirits License for cities and towns
6	from 200 to 2,500 population\$150.00
7	8. Retail Wine License
8	9. Retail Beer License\$250.00
9	10. Mixed Beverage License \$25.00
10	11. Mixed Beverage/Caterer Combination License \$25.00
11	12. Caterer License \$25.00
12	13. On-Premises Beer and Wine License
13	14. Annual Public Event License
14	15. Small Farm Winery License \$25.00
15	16. Small Brewer License\$35.00
16	17. Complimentary Beverage License
17	The surcharge shall be paid concurrent with the licensee's
18	annual licensing fee and, in addition to Five Dollars (\$5.00) of the
19	employee license fee, shall be deposited in the Alcoholic Beverage
20	Governance Revolving Fund established pursuant to Section 5-128 of
21	this title.
22	H. Any license issued by the ABLE Commission under this title

23 may be relied upon by other licensees as a valid license, and no
24 other licensee shall have any obligation to independently determine

1 the validity of such license or be held liable solely as a 2 consequence of another licensee's failure to maintain a valid 3 license.

4 SECTION 4. AMENDATORY 37A O.S. 2021, Section 2-112, is 5 amended to read as follows:

Section 2-112. A caterer license shall authorize the holder 6 thereof to sell mixed beverages for on-premises consumption 7 incidental to the sale or distribution of food at particular 8 9 functions, occasions or events which are temporary in nature or at event venues. A caterer license shall not be issued in lieu of a 10 mixed beverage license. A caterer license shall only be issued in 11 12 counties of this state where the sale of alcoholic beverages by the 13 individual drink for on-premises consumption has been authorized. A separate license shall be required for each place of business. 14

15 SECTION 5. AMENDATORY 37A O.S. 2021, Section 2-113, as 16 amended by Section 1, Chapter 42, O.S.L. 2023 (37A O.S. Supp. 2023, 17 Section 2-113), is amended to read as follows:

Section 2-113. A. 1. A caterer license may be issued to any person for the purpose of sale, delivery or distribution of alcoholic beverages incidental to the sale or distribution of food on a premises not licensed by the ABLE Commission <u>or on the premises</u> <u>of holders of an event venue license</u>. For purposes of this section, "incidental to the sale or distribution of food" means food sales constituting at least thirty-five percent (35%) of the caterer's

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total combined annual sales. A caterer license shall not be issued
 to a person whose main purpose is the sale of alcoholic beverages.

2. A caterer license may only be issued to those persons that 3 prepare, sell and distribute food for consumption either on licensed 4 5 or unlicensed premises. In order to renew a caterer license, annual food sales must constitute at least thirty-five percent (35%) of the 6 caterer's total combined sales based on the most recent calendar 7 year. A caterer shall not be required to prepare, sell and 8 9 distribute food at every catered event as long as the caterer 10 satisfies the requirement set forth in this section.

3. Each caterer shall submit an annual sales report containing revenue attributable to alcoholic beverages, food and all other revenues attributable to the catering service. The annual sales report must be submitted thirty (30) days prior to expiration of the caterer license on forms prescribed by the ABLE Commission. The caterer license may not be renewed if the caterer fails to provide complete or sufficient financial data.

4. Each caterer shall submit a monthly event report containing information on all events scheduled for the subsequent month. If an event is scheduled after the first day of the month for an event to occur in the same month, then the caterer shall report that event within twenty-four (24) hours of scheduling the event or within twenty-four (24) hours prior to the event, whichever occurs first.

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The monthly event report shall be submitted on the first day of each
 month.

5. All reports shall be submitted electronically on forms
prescribed by the ABLE Commission. Provided, if the caterer does
not have access to the Internet, then monthly reports must be
submitted by facsimile to the ABLE Commission's office in Oklahoma
City, in which case the caterer must retain a copy of the facsimile
confirmation sheet for at least twelve (12) months.

9 6. Any caterer who fails to submit a monthly report shall have 10 the caterer license automatically suspended until such time that the 11 caterer has fully complied with all reporting requirements. Any 12 caterer whose annual food sales do not exceed thirty-five percent 13 (35%) of his or her total annual combined sales shall not have the 14 caterer's license renewed.

B. The ABLE Commission shall promulgate rules governing theapplication for and the issuance of caterer licenses.

C. The restrictions and rules which apply to the sale of mixed beverages on the premises of a mixed beverage licensee also apply to the sale under the authority of a caterer license. Any act, which if done on the premises of a mixed beverage licensee, would be a ground for revocation or suspension of the mixed beverage license is a ground for revocation or suspension of a caterer license.

D. If the premises where the event being catered is held arealready operating pursuant to another type of license issued by the

1 ABLE Commission, the caterer and the other licensee shall both be 2 responsible for the actions of the caterer and shall both be subject to penalties for violations by the caterer of the Oklahoma Alcoholic 3 Beverage Control Act and any rules promulgated thereto. 4 This 5 subsection shall not apply to the holder of an event venue license. 6 Ε. A caterer licensee may not store alcoholic beverages unless the licensee has a storage license issued by the ABLE Commission. 7 Α caterer licensee selling beer and cider to consumers shall only 8 9 purchase such beer and cider from the distributor or wholesaler 10 within the county in which the licensee will be selling the beer and cider to consumers. 11

F. A caterer may provide alcoholic beverage sales on the premises of a person currently applying for an on-premises beer and wine license, mixed beverage/caterer combination license, or mixed beverage license, provided the following terms have been satisfied:

The caterer shall take reasonable steps to ensure that the 16 1. on-premises beer and wine applicant, mixed beverage/caterer 17 combination applicant, or mixed beverage applicant uses only 18 licensed employees to perform licensable activities while using the 19 caterer's license. The caterer shall use his or her best efforts to 20 attempt to have a licensed employee on-site supervising the sale of 21 such caterer's alcoholic beverages at all times, but the caterer 22 shall not be disciplined for failing to have a licensed employee on-23 The caterer expressly acknowledges that he or she is liable 24 site.

for all violations of the Oklahoma Alcoholic Beverage Control Act and rules of the ABLE Commission that are committed by the onpremises beer and wine applicant, the mixed beverage/caterer combination applicant, or the mixed beverage applicant and its employees during this period;

2. The caterer and the on-premises beer and wine applicant, the
mixed beverage/caterer combination applicant, or the mixed beverage
applicant must submit to the ABLE Commission a written agreement
setting forth all the terms of the catering agreement at least
twenty-four (24) hours prior to the commencement of the catered
event; and

3. The caterer may not provide alcoholic beverage sales on the unlicensed premises of the on-premises beer and wine applicant, mixed beverage/caterer combination applicant, or the mixed beverage applicant for more than sixty (60) days, or after the applicant's license has been denied, whichever occurs first.

G. A caterer may provide alcoholic beverage services for
temporary public events which have been licensed and approved by the
ABLE Commission.

H. A caterer may provide alcoholic beverage services for a
mixed beverage licensee which holds a live performing arts
presentation and is open to the public not more than one hundred
twenty (120) days per year.

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1 I. A caterer or a licensed bartender shall not sell or 2 distribute alcoholic beverages on the premises of an event venue as defined in Section 1-103 of this title unless the event venue holds 3 4 an event venue license pursuant to Section 6 of this act or is not 5 required to hold an event venue license pursuant to this act. NEW LAW A new section of law to be codified 6 SECTION 6. in the Oklahoma Statutes as Section 5-163 of Title 37A, unless there 7 is created a duplication in numbering, reads as follows: 8

9 A. An event venue license shall authorize the holder to operate
10 a space as defined in Section 1-103 of Title 37A of the Oklahoma
11 Statutes and provide alcoholic beverage services during events
12 hosted on the licensed premises.

B. An event venue shall display all licenses issued by the ABLE
Commission in a conspicuous place at all times on the licensed
premises.

C. An event venue, as defined in Section 1-103 of Title 37A of 16 the Oklahoma Statutes, which does not permit alcoholic beverages on 17 its premises, which already holds a mixed beverage license, on-18 premises beer and wine license, small brewer license, brewpub 19 license, winemaker license, small farm winery license, which is the 20 site of an event for the holder of a public event, special event, 21 charitable event license, or has a contract with a caterer or 22 caterers that are already holders of a mixed beverage/caterer 23

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1	combination license, shall not be required to obtain an event venue
2	license pursuant to this section.
3	D. The ABLE Commission shall promulgate rules necessary for the
4	implementation of this section.
5	SECTION 7. This act shall become effective November 1, 2024.
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