1 STATE OF OKLAHOMA 2 1st Session of the 57th Legislature (2019) 3 SENATE BILL NO. 813 By: Bice 4 5 6 7 AS INTRODUCED 8 An Act relating to alcoholic beverage licenses; creating a complimentary beverage license for certain 9 purpose; stating eligibility for license; restricting purchases to certain providers; exempting employees who serve beverages from licensure; making license 10 renewable annually; exempting license from permanent 11 location requirement; allowing winery and brewer to serve samples and sealed product on certain premises; 12 amending Section 13, Chapter 366, O.S.L. 2016, as last amended by Section 2, Chapter 312, O.S.L. 2018 (37A O.S. Supp. 2018, Section 2-101), which relates 13 to license fees; setting license fees; providing an effective date; and declaring an emergency. 14 15 16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 17 A new section of law to be codified 18 SECTION 1. NEW LAW in the Oklahoma Statutes as Section 2-159 of Title 37A, unless there 19 is created a duplication in numbering, reads as follows: 20 A complimentary beverage license shall authorize the holder 21 thereof: To provide, free of charge for on premises consumption 22 23 only, no more than two alcoholic beverages containing spirits,

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twelve (12) ounces of wine, or twenty-four (24) ounces of beer per

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day, to a guest or client who is twenty-one (21) years of age or This license shall not be issued to a business which possesses any other form of license issued by the ABLE Commission, except for event-type licenses. Complimentary beverage licenses shall only be issued to a business located in a building or structure that has a permanent physical address. This license shall only be issued to businesses which involve retail sales or provide services to its clients including, but not limited to, furniture stores, art studios, nail salons, hair salons, cigar stores, clothing stores, bridal shops or business support services. A chamber of commerce, main street, economic development authority, vocational trade school, higher education college or similar organization promoting economic development or an organization that is exempt from taxation pursuant to the provisions of subsection (c) of Section 501 of the United States Internal Revenue Code shall also qualify for a complimentary beverage license. A business whose patronage is primarily persons under the age of eighteen (18), is a restaurant or a business that provides adult entertainment shall not qualify for a license. Upon issuance of the license, the business shall purchase all of its alcoholic beverages from a brewer, winemaker, retail spirit, retail beer, or retail wine licensee and will become a licensed premise subject to inspection by any ABLE Commission agent or any other peace officer, pursuant to Section 5-115 of Title 37A of the Oklahoma Statutes. Employees who serve the

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alcoholic beverage shall be twenty-one (21) years of age or older
and shall not be required to obtain an employee license. A

complimentary beverage license shall not be used in lieu of a mixed
beverage, caterer, brew pub, brewer, public event, special event,
beer and wine, or charitable event license. This license is an
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annual license and renewable on an annual basis.

A chamber of commerce, main street, economic development authority, vocational trade school, higher education college or similar organization promoting economic development shall be exempt from the permanent location requirement and permitted to utilize the license at other locations within the city in which they are located or on their campus for member recruitment, education and development of new business functions.

The holder of an Oklahoma winery or brewers license may serve free samples and offer for sale sealed product for off premises consumption at temporary tastings on the premises of a complimentary beverage licensee.

SECTION 2. AMENDATORY Section 13, Chapter 366, O.S.L.

2016, as last amended by Section 2, Chapter 312, O.S.L. 2018 (37A

0.S. Supp. 2018, Section 2-101), is amended to read as follows:

Section 2-101. A. Except as otherwise provided in this

section, the licenses issued by the ABLE Commission, and the annual

fees therefor, shall be as follows:

1. Brewer License......\$1,250.00

1	2.	Small Brewer License\$125.00
2	3.	Distiller License\$3,125.00
3	4.	Winemaker License\$625.00
4	5.	Small Farm Winery License\$75.00
5	6.	Rectifier License\$3,125.00
6	7.	Wine and Spirits Wholesaler License\$3,000.00
7	8.	Beer Distributor License\$750.00
8	9.	The following retail spirits license fees shall be
9	determi	ned by the latest Federal Decennial Census:
10		a. Retail Spirits License for cities and
11		towns from 200 to 2,500 population\$305.00
12		b. Retail Spirits License for cities and
13		towns from 2,501 to 5,000 population \$605.00
14		c. Retail Spirits License for cities and
15		towns over 5,000 population\$905.00
16	10.	Retail Wine License\$1,000.00
17	11.	Retail Beer License\$500.00
18	12.	Mixed Beverage License\$1,005.00
19		(initial license)
20		\$905.00
21		(renewal)
22	13.	Mixed Beverage/Caterer Combination License \$1,250.00
23	14.	On-Premises Beer and Wine License\$500.00
24		(initial license)

1		\$450.00
2		(renewal)
3	15.	Bottle Club License\$1,000.00
4		(initial license)
5		\$900.00
6		(renewal)
7	16.	Caterer License\$1,005.00
8		(initial license)
9		\$905.00
10		(renewal)
11	17.	Annual Special Event License\$55.00
12	18.	Quarterly Special Event License\$55.00
13	19.	Hotel Beverage License\$1,005.00
14		(initial license)
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15		\$905.00
16		(renewal)
17	20.	Airline/Railroad Beverage License\$1,005.00
18		(initial license)
19		\$905.00
20		(renewal)
21	21.	Agent License\$55.00
22	22.	Employee License\$30.00
23	23.	Industrial License\$23.00
24	24.	Carrier License\$23.00

25.	Private Carrier License \$23.00
26.	Bonded Warehouse License\$190.00
27.	Storage License\$23.00
28.	Nonresident Seller License or Manufacturer's
	License\$750.00
29.	Manufacturer's Agent License\$55.00
30.	Sacramental Wine Supplier License\$100.00
31.	Charitable Auction License\$1.00
32.	Charitable Alcoholic Beverage License\$55.00
33.	Winemaker Self-Distribution License \$750.00
34.	Annual Public Event License\$1,005.00
35.	One-Time Public Event License\$255.00
36.	Small Brewer Self-Distribution License \$750.00
37.	Brewpub License\$1,005.00
38.	Brewpub Self-Distribution License \$750.00
<u>39.</u>	Complimentary Beverage License\$75.00
В.	1. There shall be added to the initial or renewal fees for
a Mixed	Beverage License an administrative fee, which shall not be
deemed t	o be a license fee, in the amount of Five Hundred Dollars
(\$500.00), which shall be paid at the same time and in the same
manner a	s the license fees prescribed by paragraph 10 of subsection
A of thi	s section; provided, this fee shall not be assessed against
service	organizations or fraternal beneficiary societies which are
	26. 27. 28. 29. 30. 31. 32. 33. 34. 35. 36. 37. 38. 39. B. a Mixed deemed t (\$500.00 manner a A of thi

- 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 11 of subsection A

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

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- 1. 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
- 2. The renewal fee for an airline/railroad 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-premises beer 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.

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
3	alcoholic beverages by the individual drink for on-premises
4	consumption has been authorized, may exchange the bottle club
5	license for a mixed beverage license or an on-premises beer and wine
6	license and operate the licensed premises as a mixed beverage
7	establishment or an on-premises beer and wine establishment subject
8	to the provisions of the Oklahoma Alcoholic Beverage Control Act.
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
12	club license.
13	G. In addition to the applicable licensing fee, the following
14	surcharge shall be assessed annually on the following licenses:
15	1. Nonresident Seller or Manufacturer License \$2,500.00
16	2. Wine and Spirits Wholesaler License\$2,500.00
17	3. Beer Distributor\$1,000.00
18	4. Retail Spirits License for cities and towns
19	over 5,000 population\$250.00
20	5. Retail Spirits License for cities and towns
21	from 2,501 to 5,000 population\$200.00
22	6. Retail Spirits License for cities and towns
23	from 200 to 2,500 population\$150.00
24	7. Retail Wine License\$250.00

1	8. Retail Beer License\$250.00	
2	9. Mixed Beverage License\$25.00	
3	10. Mixed Beverage/Caterer Combination License \$25.00	
4	11. Caterer License\$25.00	
5	12. On-Premises Beer and Wine License\$25.00	
6	13. Annual Public Event License\$25.00	
7	14. Small Farm Winery License\$25.00	
8	15. Small Brewer License\$35.00	
9	16. Complimentary Beverage License\$25.00	
10	The surcharge shall be paid concurrent with the licensee's	
11	annual licensing fee and, in addition to Five Dollars (\$5.00) of the	
12	employee license fee, shall be deposited in the Alcoholic Beverage	
13	Governance Revolving Fund established pursuant to Section 5-128 of	
14	this title.	
15	H. Any license issued by the ABLE Commission under this title	
16	may be relied upon by other licensees as a valid license, and no	
17	other licensee shall have any obligation to independently determine	
18	the validity of such license or be held liable solely as a	
19	consequence of another licensee's failure to maintain a valid	
20	license.	
21	SECTION 3. This act shall become effective July 1, 2019.	
22	SECTION 4. It being immediately necessary for the preservation	
23	of the public peace, health or safety, an emergency is hereby	

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declared to exist, by reason whereof this act shall take effect and
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    be in full force from and after its passage and approval.
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