

Honolulu, Hawaii

Apr:127 , 2006

RE:

H.B. No. 1968

H.D. 1

S.D. 1

C.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Honorable Robert Bunda President of the Senate Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 1968, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INTOXICATING LIQUOR,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this bill is to provide equity between in-state and out-of-state wine manufactures by establishing a permit system for the direct shipment of wine to Hawaii's residents. Specifically, this bill allows wine manufacturers to directly ship wine to persons 21 years of age or older, provided that, among other things:

(1) The wine manufacturer obtains a direct wine shipper permit (permit) from the liquor commission of the county to which wine will be shipped;

- (2) The wine is for the household's personal use and not for resale;
- (3) The wine manufacturer provides an annual report to the liquor commission in each county where the permit is held; and
- (4) The wine manufacturer pays all applicable general excise and gallonage taxes.

Your Committee on Conference has amended this bill by:

- (1) Limiting the amount of wine that can be directly shipped to Hawaii residents to six nine-liter cases per household annually;
- (2) Authorizing the liquor commissions in each county to adopt rules necessary to carry out the provisions of this bill;
- (3) Changing the effective date from July 1, 2050, to upon approval; and
- (4) Making technical, nonsubstantive amendments for clarity and style.

The intent of this bill is not to promote excessive indulgence of alcohol. As such, your Committee on Conference would like to emphasize that this bill specifically provides that households can receive no more than six nine-liter cases of wine annually. In granting rule-making authority to county liquor commissions, your Committee on Conference intends for counties to implement systems designed to track and enforce the amounts of wine per year that households are receiving.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 1968, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 1968, H.D. 1, S.D. 1, C.D. 1.

Respectfully submitted on behalf of the managers:

ON THE PART OF THE SENATE

ON THE PART OF THE HOUSE

IN DIKI KADAMATSII Co-Chai

SYLVIA LUKE, Co-Chair

Hawaii State Legislature

CCR 89-00

Record of Votes of a Conference Committee

Bill / Concurrent Resolution No.: HB 1968, HD 1, SD 1					Date/Time: 4/27/06	f:	10	p.	
The recommendation of the House and Senate managers is to pass with amendments (CD).									
☐ The Committee is reconsidering its previous decision.									
The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.				
Senate Managers	A	WR	N	Е	House Managers	A	WR	N	Е
MENOR, Ron, Chr.					KARAMATSU, Jon Riki, Co-Chr.	1			
ESPERO, Will					LUKE, Sylvia, Co-Chr.	1/			
HOGUE, Bob					SOUKI, Joseph M.	<u> </u>			
					CHING, Corinne W.L.	/			

TOTAL	3	0	0	0	TOTAL	4	0	0	0
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A = Aye WR Senate Recommendation is:	- Ay	e with 1	NUSUI	vatiOH	House Recommendation is:	- 170			·
Adopted Not Adopted					Adopted Not Adopted				
Senate Lead Chair's or Designee's Signature:					House Lead Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Conference Committee Report House Clerk's Office Senate Clerk's Office Drafting Agency									