A BILL FOR AN ACT

RELATING TO INTOXICATING LIQUOR.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 281-31, Hawaii Revised Statutes, is

amended as follows:

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1. By amending subsection (c) to read:

"(c) Class 2. Restaurant license.

(1) A license under this class shall authorize the licensee to sell liquor specified in this subsection for consumption on the premises; provided that a restaurant licensee, with commission approval, may provide off-premises catering of food and liquor; provided further that the catering activity shall be directly related to the licensee's operation as a restaurant. A license under this class shall also authorize the licensee to sell beer, malt beverages, or cider for off-premises consumption; provided that the beer, malt beverage, or cider is sold in a securely sealed or covered glass, ceramic, or metal container that is sold to or provided by the patron,

and each sealed or covered glass, ceramic, or metal

1		container does not exceed a maximum capacity of one-
2		half gallon. A licensee under this class shall be
3		issued a license according to the category of
4		establishment the licensee owns or operates. The
5		categories of establishment shall be as follows:
6		(A) A standard bar; or
7		(B) Premises in which live entertainment or recorded
8		music is provided. Facilities for dancing by the
9		patrons may be permitted as provided by
10		commission rules.
11	(2)	If a licensee under class 2 desires to change the
12		category of establishment the licensee owns or
13		operates, the licensee shall apply for a new license
14		applicable to the category of the licensee's
15		establishment.
16	(3)	Of this class, there shall be the following kinds:
17		(A) General (includes all liquor except alcohol);
18		(B) Beer and wine; and
19		(C) Beer.
20	Notwithsta	anding section 281-57, the commission may approve at
21	one public	c hearing and without notice the change to a class 2

- 1 restaurant license of a licensee holding a class 5 dispenser
- 2 license who meets the requirements of a class 2 license."
- 3 2. By amending subsection (e) to read:
- 4 "(e) Class 4. Retail dealer license. A license to sell
- 5 liquor at retail or to class 10 licensees shall authorize the
- 6 licensee to sell the liquor therein specified in their original
- 7 packages. A license under this class shall also authorize the
- 8 licensee to sell beer, malt beverages, or cider in non-original
- 9 packages; provided that the beer, malt beverage, or cider is
- 10 sold in a securely sealed or covered glass, ceramic, or metal
- 11 container that is sold to or provided by the patron, and each
- 12 sealed or covered glass, ceramic, or metal container does not
- 13 exceed a maximum capacity of one half-gallon. Under a class 4
- 14 license, no liquor shall be consumed on the premises except as
- 15 authorized by the commission. Of this class, there shall be the
- 16 following kinds:
- 17 (1) General (includes all liquor except alcohol);
- 18 (2) Beer and wine; and
- 19 (3) Alcohol."
- 20 3. By amending subsection (n) to read:
- 21 "(n) Class 14. Brewpub license. A brewpub licensee:

1	(1)	May sell malt beverages manufactured on the licensee's
2		premises for consumption on the premises;
3	(2)	May sell malt beverages manufactured by the licensee
4		in brewery-sealed packages to class 3 wholesale dealer
5		licensees pursuant to conditions imposed by the county
6		by ordinance or rule;
7	(3)	May sell intoxicating liquor purchased from a class 3
8		wholesale dealer licensee to consumers for consumption
9		on the licensee's premises. The categories of
10		establishments shall be as follows:
11		(A) A standard bar; or
12		(B) Premises in which live entertainment or recorded
13		music is provided. Facilities for dancing by the
14		patrons may be permitted as provided by
15		commission rules;
16	(4)	May, subject to federal labeling and bottling
17		requirements, sell malt beverages manufactured on the
18		licensee's premises to consumers in brewery-sealed
19		kegs and sell malt beverages manufactured on the
20		licensee's premises or purchased from a class 1
21		manufacturer licensee, a class 3 wholesale dealer

1		Ticensee, a class 14 brewpub licensee, or a class 16
2		small craft producer pub licensee to consumers in
3		growlers for off-premises consumption; provided that
4		for purposes of this paragraph, "growler" means a
5		glass, ceramic, or metal container, not to exceed one
6		half-gallon, which shall be securely sealed;
7	(5)	May, subject to federal labeling and bottling
8		requirements, sell malt beverages manufactured on the
9		licensee's premises in recyclable containers provided
10		by the licensee or by the consumer which do not exceed
11		one gallon per container and are securely sealed on
12		the licensee's premises to consumers for off-premises
13		consumption;
14	(6)	Shall comply with all regulations pertaining to class
15		4 retail dealer licensees when engaging in the retail
16		sale of malt beverages;
17	(7)	May, subject to federal labeling and bottling
18		requirements, sell malt beverages manufactured on the
19		licensee's premises in brewery-sealed containers
20		directly to class 2 restaurant licensees, class 3
21		wholesale dealer licensees, class 4 retail dealer

S.B. NO. 5151 S.D. 2

1		licensees, class 5 dispenser licensees, class 6 club
2		licensees, class 8 transient vessel licensees, class 9
3		tour or cruise vessel licensees, class 10 special
4		licensees, class 11 cabaret licensees, class 12 hotel
5		licensees, class 13 caterer licensees, class 14
6		brewpub licensees, class 15 condominium hotel
7		licensees, class 18 small craft producer pub
8		licensees, and consumers pursuant to conditions
9		imposed by county regulations governing class 1
10		manufacturer licensees and class 3 wholesale dealer
11		licensees; and
12	(8)	May conduct the activities under paragraphs (1) to (7)
13		at one location other than the licensee's premises;
14		provided that:
15		(A) The manufacturing takes place in Hawaii; and
16		(B) The other location is properly licensed under the
17		same ownership."
18	4.	By amending subsection (r) to read:
19	"(r)	Class 18. Small craft producer pub license. A small
20	craft pro	ducer pub licensee:
21	(1)	Shall manufacture not more than:

1		(A) Sixty thousand barrels of malt beverages;
2		(B) Twenty thousand barrels of wine; or
3		(C) Seven thousand five hundred barrels of alcohol on
4		the licensee's premises during the license year;
5	·	provided that for purposes of this paragraph, "barrel"
6		means a container not exceeding thirty-one gallons or
7		wine gallons of liquor;
8	(2)	May sell malt beverages, wine, or alcohol manufactured
9		on the licensee's premises for consumption on the
10		premises;
11	(3)	May sell malt beverages, wine, or alcohol manufactured
12		by the licensee in producer-sealed packages to class 3
13		wholesale dealer licensees pursuant to conditions
14		imposed by the county by ordinance or rule;
15	(4)	May sell intoxicating liquor purchased from a class 3
16		wholesale dealer licensee to consumers for consumption
17		on the licensee's premises. The categories of
18		establishments shall be as follows:
19		(A) A standard bar; or
20		(B) Premises in which live entertainment or recorded
21		music is provided. Facilities for dancing by the

1		patrons may be permitted as provided by
2		commission rules;
3	(5)	May, subject to federal labeling and bottling
4		requirements, sell malt beverages manufactured on the
5		licensee's premises to consumers in producer-sealed
6		kegs and sell malt beverages manufactured on the
7	·	licensee's premises or purchased from a class 1
8		manufacturer licensee, a class 3 wholesale dealer
9		licensee, a class 14 brewpub licensee, or a class 18
10		small craft producer pub licensee to consumers in
11		growlers for off-premises consumption; provided that
12		for purposes of this paragraph, "growler" means a
13		glass, ceramic, or metal container, not to exceed one
14		half-gallon, which shall be securely sealed;
15	(6)	May, subject to federal labeling and bottling
16		requirements, sell malt beverages, wine, or alcohol
17		manufactured on the licensee's premises in recyclable
18		containers provided by the licensee or by the consumer
19		which do not exceed:
20		(A) One gallon per container for malt beverages and
21		wine; and

1		(B) One liter for alcohol; and
2		are securely sealed on the licensee's premises to
3		consumers for off-premises consumption;
4	(7)	Shall comply with all regulations pertaining to class
5		4 retail dealer licensees when engaging in the retail
6		sale of malt beverages, wine, and alcohol;
7	(8)	May, subject to federal labeling and bottling
8		requirements, sell malt beverages, wine, and alcohol
9		manufactured on the licensee's premises in producer-
10		sealed containers directly to class 2 restaurant
11		licensees, class 3 wholesale dealer licensees, class
12		retail dealer licensees, class 5 dispenser licensees,
13		class 6 club licensees, class 8 transient vessel
14		licensees, class 9 tour or cruise vessel licensees,
15		class 10 special licensees, class 11 cabaret
16		licensees, class 12 hotel licensees, class 13 caterer
17		licensees, class 14 brewpub licensees, class 15
18		condominium hotel licensees, class 18 small craft
19		producer pub licensees, and consumers pursuant to
20		conditions imposed by county regulations governing

S.B. NO. 5151 S.D. 2

1		class 1 manufacturer licensees and class 3 wholesale
2		dealer licensees; and
3	(9)	May conduct the activities under paragraphs (1) to (8)
4		at one location other than the licensee's premises;
5		provided that:
6		(A) The manufacturing takes place in Hawaii; and
7		(B) The other location is properly licensed under the
8		same ownership."
9	SECT	ION 2. This Act does not affect rights and duties that
10	matured,	penalties that were incurred, and proceedings that were
11	begun bef	ore its effective date.
12	SECT	ION 3. New statutory material is underscored.
13	SECT	ION 4. This Act shall take effect on July 1, 2020.

Report Title:

Liquor Licenses; Restaurant; Retail Dealer; Brewpub; Small Craft Producer Pub

Description:

Authorizes restaurants with a liquor license to sell beer, malt beverages, or cider for off-premises consumption, under certain conditions. Authorizes retail dealers with a class 4 liquor license to sell beer, malt beverages, or cider in non-original packages, under certain conditions. Authorizes brewpubs and small craft producer pubs with a liquor license to sell malt beverages purchased from another liquor licensee for off-premises consumption. Effective July 1, 2020. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.