A BILL FOR AN ACT

RELATING TO LIQUOR LICENSES.

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

| 1 | SECTI | ON 1. Section 281-31, Hawaii Revised Statutes, is |
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| 2 | amended to | read as follows: |
| 3 | "§281 | -31 Licenses, classes. (a) Licenses may be granted |
| 4 | by the liq | uor commission as provided in this section. |
| 5 | (b) | Class 1. Manufacturer license. A license for the |
| 6 | manufactur | e of liquor shall authorize the licensee to: |
| 7 | (1) | Manufacture the liquor therein specified; |
| 8 | (2) | Sell it in original packages to any wholesaler who |
| 9 | | holds a license to resell it; and |
| 10 | (3) | Sell beer, wine, or other specified liquor |
| 11 | | manufactured or distilled on the licensee's premises |
| 12 | | from fruits or other products grown in the State, in |
| 13 | | any quantity: |
| 14 | | (A) At wholesale in original packages to any person |
| 15 | | who holds a license to resell it; and |
| 16 | | (B) To any person for private use and consumption. |

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1 Under this license, no liquor shall be consumed on the 2 premises, except as authorized by the commission. Of this 3 class, there shall be the following kinds: 4 (1)Beer; 5 (2)Wine; 6 (3) Alcohol; and 7 (4) Other specified liquor. 8 It shall be unlawful for any holder of a manufacturer 9 license to have any interest whatsoever in the license or 10 licensed premises of any other licensee. This subsection shall 11 not prevent the holder of a manufacturer license under this 12 chapter or under the law of another jurisdiction from 13 maintaining any interest in the license or licensed premises of 14 a wholesale dealer licensee under this chapter. 15 (c) Class 2. Restaurant license. 16 A license under this class shall authorize the (1)17 licensee to sell liquor specified in this subsection 18 for consumption on the premises; provided that a 19 restaurant licensee, with commission approval, may 20 provide off-premises catering of food and liquor; 21 provided further that the catering activity shall be

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1 directly related to the licensee's operation as a 2 restaurant. A license under this class shall also 3 authorize the licensee to sell beer, malt beverages, 4 or cider for off-premises consumption; provided that 5 the licensee has the appropriate kind of license 6 pursuant to paragraph (3); provided further that the 7 beer, malt beverage, or cider is sold in a securely 8 sealed or covered glass, ceramic, or metal container 9 that is sold to or provided by the patron, and each 10 sealed or covered glass, ceramic, or metal container 11 does not exceed a maximum capacity of one-half gallon. 12 A licensee under this class shall be issued a license 13 according to the category of establishment the 14 licensee owns or operates. The categories of 15 establishment shall be as follows: 16 A standard bar; or (A) 17 Premises in which live entertainment or recorded (B) 18 music is provided. Facilities for dancing by the 19 patrons may be permitted as provided by 20 commission rules.



| 1 | (2) | If a licensee under class 2 desires to change the |
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| 2 | | category of establishment the licensee owns or |
| 3 | | operates, the licensee shall apply for a new license |
| 4 | | applicable to the category of the licensee's |
| 5 | | establishment. |
| 6 | (3) | Of this class, there shall be the following kinds: |
| 7 | | (A) General (includes all liquor except alcohol); |
| 8 | | (B) Beer and wine; and |
| 9 | | (C) Beer. |
| 10 | (4) | A new class 2 license may be issued prior to an |
| 11 | | establishment commencing operation. An application |
| 12 | | for a new class 2 license shall include a |
| 13 | | certification by the applicant that the applicant |
| 14 | | intends to and shall derive no less than thirty per |
| 15 | | cent of the establishment's gross revenue from the |
| 16 | | sale of foods. |
| 17 | Notwithst | anding section 281-57, the commission may approve at |
| 18 | one publi | c hearing and without notice the change to a class 2 |
| 19 | restauran | t license of a licensee holding a class 5 dispenser |
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license who meets the requirements of a class 2 license.

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| 1 | (d) Class 3. Wholesale dealer license. A license for the |
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| 2 | sale of liquor at wholesale shall authorize the licensee to |
| 3 | import and sell only to licensees or to others who are by law |
| 4 | authorized to resell the liquor specified by the license but are |
| 5 | not by law required to hold a license; provided that a class 3 |
| 6 | licensee may sell samples of liquor back to the manufacturer. |
| 7 | Under a class 3 license, no liquor shall be consumed on the |
| 8 | premises except as authorized by the commission. Of this class, |
| 9 | there shall be the following kinds: |
| 10 | (1) General (includes all liquor except alcohol); |
| 11 | (2) Beer and wine; and |
| 12 | (3) Alcohol. |
| 13 | If any wholesale dealer solicits or takes any orders in any |
| 14 | county other than that where the dealer's place of business is |
| 15 | located, the orders may be filled only by shipment direct from |
| 16 | the county in which the wholesale dealer holds the dealer |
| 17 | license. Nothing in this subsection shall prevent a wholesaler |
| 18 | from selling liquor to post exchanges, ships' service stores, |
| 19 | army or navy officers' clubs, or similar organizations located |
| 20 | on army or navy reservations, or to any vessel other than |
| 21 | vessels performing a regular water transportation service |

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1 between any two or more ports in the State, or to aviation
2 companies who operate an aerial transportation enterprise
3 subject to chapter 269 and engaged in regular flight passenger
4 services between any two or more airports in the State for use
5 on aircraft, or aviation companies engaged in transpacific
6 flight operations for use on aircraft outside the jurisdiction
7 of the State.

8 (e)Class 4. Retail dealer license. A license to sell 9 liquor at retail or to class 10 licensees shall authorize the 10 licensee to sell the liquor therein specified in their original 11 packages. A license under this class shall also authorize the 12 licensee to sell beer, malt beverages, or cider in non-original 13 packages; provided that the beer, malt beverage, or cider is sold in a securely sealed or covered glass, ceramic, or metal 14 15 container that is sold to or provided by the patron, and each 16 sealed or covered glass, ceramic, or metal container does not 17 exceed a maximum capacity of one half-gallon. Under a class 4 18 license, no liquor shall be consumed on the premises except as 19 authorized by the commission. Of this class, there shall be the 20 following kinds:

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General (includes all liquor except alcohol);



| 1 | (2) | Seer and wine; and | |
|----|-----|---|-----------------|
| 2 | (3) | Alcohol. | |
| 3 | (f) | Class 5. Dispenser license. | |
| 4 | (1) | A license under this class shall author: | ize the |
| 5 | | licensee to sell liquor specified in the | is subsection |
| 6 | | for consumption on the premises. A lice | ensee under |
| 7 | | chis class shall be issued a license acc | cording to the |
| 8 | | category of establishment the licensee of | owns or |
| 9 | | operates. The categories of establishme | ents shall be |
| 10 | | as follows: | |
| 11 | | (A) A standard bar; | |
| 12 | | (B) Premises in which a person performs | s or entertains |
| 13 | | unclothed or in attire restricted t | to use by |
| 14 | | entertainers pursuant to commission | n rules; |
| 15 | | (C) Premises in which live entertainment | nt or recorded |
| 16 | | music is provided; provided that fa | acilities for |
| 17 | | dancing by the patrons may be permi | itted as |
| 18 | | provided by commission rules; or | |
| 19 | | (D) Premises in which employees or ente | ertainers are |
| 20 | | compensated to sit with patrons, re | egardless of |
| 21 | | whether the employees or entertaine | ers are |



| 1 | | consuming nonalcoholic beverages while in the |
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| 2 | | company of the patrons pursuant to commission |
| 3 | | rules. |
| 4 | (2) | If a licensee under class 5 desires to change the |
| 5 | | category of establishment the licensee owns or |
| 6 | | operates, the licensee shall apply for a new license |
| 7 | | applicable to the category of the licensee's |
| 8 | | establishment. |
| 9 | (3) | Of this class, there shall be the following kinds: |
| 10 | | (A) General (includes all liquor except alcohol); |
| 11 | | (B) Beer and wine; and |
| 12 | | (C) Beer. |
| 13 | (g) | Class 6. Club license. A club license shall be |
| 14 | general c | only but shall exclude alcohol and shall authorize the |
| 15 | licensee | to sell liquor to members of the club and to guests of |
| 16 | the club | enjoying the privileges of membership for consumption |
| 17 | only on t | he premises kept and operated by the club; provided |
| 18 | that the | license shall also authorize any club member to keep in |
| 19 | the membe | er's private locker on the premises a reasonable |
| 20 | quantity | of liquor owned by the member for the member's own |
| 21 | personal | use and not to be sold that may be consumed only on the |

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1 premises. A club licensee shall be authorized to host 2 charitable functions that are open to the general public only 3 pursuant to commission rules. 4 The categories of establishment shall be as follows: 5 (1) A standard bar; or 6 (2) Premises in which live entertainment or recorded music 7 is provided. Facilities for dancing by the patrons 8 may be permitted as provided by commission rules. 9 (h) Class 8. Transient vessel license. A general license 10 may be granted to the owner of any vessel for the sale of liquor 11 other than alcohol on board the vessel while en route within the 12 jurisdictional limits of the State and within any port of the 13 State. Sales shall be made only for consumption by passengers 14 and their quests on board the vessel. The license shall be 15 issuable in each county where the sales are to be made; provided 16 that the application for the license may be made by any agent 17 representing the owner. 18 (i) Class 9. Tour or cruise vessel license. A general 19 license may be granted to the owner of any tour or cruise vessel 20 for the sale of liquor other than alcohol on board the vessel 21 while in the waters of the State; provided that sales be made



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| 1 | only for | consumption by passengers on board while the vessel is |
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| 2 | in operat | ion outside the port or dock of any island of the |
| 3 | State, un | less otherwise approved by the county where the license |
| 4 | has been | issued. The license shall be issuable in the county |
| 5 | where the | home port of the vessel is situated. If, on any |
| 6 | vessel fo | r which no license has been obtained under this |
| 7 | chapter, | any liquor is sold or served within three miles of the |
| 8 | shore of | any island of the State, it shall constitute a |
| 9 | violation | of this chapter. |
| 10 | The | categories of establishment shall be as follows: |
| 11 | (1) | A standard bar; or |
| 12 | (2) | Premises in which live entertainment or recorded music |
| 13 | | is provided. Facilities for dancing by the patrons |
| 14 | | may be permitted as provided by commission rules. |
| 15 | (j) | Class 10. Special license. |
| 16 | (1) | A special license may be granted for the sale of |
| 17 | | liquor for a period not to exceed three days and |
| 18 | | pursuant to commission rule may be approved by the |
| 19 | | administrator for fundraising events by nonprofit |
| 20 | | organizations, political candidates, and political |
| 21 | | parties; provided that any registered educational or |



1 charitable nonprofit organization may sell liquors in 2 their original packages for off-premises consumption; 3 provided further that any social club granted 4 tax-exempt status pursuant to section 501(c)(7) of the 5 Internal Revenue Code of 1986, as amended, may sell wine from the social club's inventory to the club's 6 7 members for off-premises consumption. Of this class, 8 there shall be the following kinds: 9 (A) General (includes all liquor except alcohol); 10 (B) Beer and wine; and 11 (C) Beer. 12 Liquor sold under a class 10 license shall be consumed 13 on the premises. 14 Notwithstanding any other section of this chapter to (2)15 the contrary, the commission shall waive any hearings, 16 fees, notarization of documents, submission of floor 17 plans and other governmental clearances, and other 18 requirements for the issuance of a class 10 license. 19 The class 10 license granted under this subsection for 20 a fundraising event shall include the ability to 21 auction off, at a live or silent auction, liquor in



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1 sealed or covered glass, ceramic, or metal containers 2 or services that provide liquor. No criminal history record check under section 281-53.5 or 846-2.7 or any 3 4 other section of this chapter shall be required. The 5 commission may require proof of liquor liability 6 insurance for the fundraising event and a current list 7 of officers and directors if the applicant is a 8 nonprofit organization.

9 (k) Class 11. Cabaret license. A cabaret license shall 10 be general only but shall exclude alcohol and shall authorize 11 the sale of liquor for consumption on the premises. A cabaret 12 license shall be issued only for premises where food is served, 13 facilities for dancing by the patrons including a dance floor 14 are provided, and live or amplified recorded music or 15 professional entertainment, except professional entertainment by 16 a person who performs or entertains unclothed, is provided for 17 the patrons; provided that professional entertainment by persons 18 who perform or entertain unclothed shall be authorized by: 19 (1) A cabaret license for premises where professional

entertainment by persons who perform or entertain

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| 1 | | unclothed was presented on a regular and consistent |
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| 2 | | basis immediately prior to June 15, 1990; or |
| 3 (2 | 2) | A cabaret license that, pursuant to rules adopted by |
| 4 | | the liquor commission, permits professional |
| 5 | | entertainment by persons who perform or entertain |
| 6 | | unclothed. |

7 A cabaret license under paragraph (1) or (2) authorizing 8 professional entertainment by persons who perform or entertain 9 unclothed shall be transferable through June 30, 2000. A 10 cabaret license under paragraph (1) or (2) authorizing 11 professional entertainment by persons who perform or entertain 12 unclothed shall not be transferable after June 30, 2000, except 13 upon approval by the liquor commission and pursuant to rules 14 adopted by the commission. Notwithstanding any rule of the 15 liquor commission to the contrary, cabarets in resort areas may 16 be opened for the transaction of business until 4 a.m. 17 throughout the entire week. A cabaret license shall not be 18 issued for any premises located within an apartment mixed use 19 subprecinct within a special improvement or special district in 20 which the economy is primarily based on tourism.



1 (1)Class 12. Hotel license. A license to sell liquor in 2 a hotel shall authorize the licensee to provide entertainment 3 and dancing on the hotel premises and to sell all liquor except 4 alcohol for consumption on the premises; provided that a hotel 5 licensee, with commission approval, may provide off-premises 6 catering of food and liquor if the catering activity is directly 7 related to the licensee's food service. 8 Procedures [such as] including room service, self-service 9 no-host minibars or similar service in guest rooms, and service 10 at parties in areas that are the property of and contiguous to 11 the hotel are permitted with commission approval. 12 Any licensee who would otherwise fall within the hotel 13 license class but holds a different class of license may be 14 required to apply for a hotel license. 15 If the licensee applies for a change of classification 16 prior to July 30, 1992, the licensee shall not be subject to the 17 requirements of sections 281-52, 281-54, and 281-57 through

18 281–59.

19 Any licensee holding a class 12 license on May 1, 2007 who 20 would otherwise qualify for a class 15 license may apply to the 21 liquor commission of the county in which the licensee is seeking



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1 a change in liquor license for a change to a class 15 license; 2 provided that the licensee shall not be subject to the 3 requirements of section 281-54 and sections 281-57 to 281-60. 4 If a licensee holding a class 12 license on May 1, 2007 5 applies for a change to a class 15 license, the respective 6 liquor commission shall hold a public hearing upon notice. On 7 the day of hearing or any adjournment thereof, the liquor 8 commission shall consider the application, accept all written or 9 oral testimony for or against the application, and render its 10 decision granting or refusing the application. If the 11 application is denied, the class 12 license shall continue in 12 effect in accordance with law. 13 (m) Class 13. Caterer license. A general license may be 14 granted to any applicant who serves food as part of their 15 operation for the sale of liquor other than alcohol while 16 performing food catering functions off the premises. 17 No catering service for the sale of liquor shall be 18 performed off the licensee's premises unless prior written 19 notice of the service has been delivered to the office of the 20 liquor commission of the county concerned. The notice shall 21 state the date, time, and location of the proposed event and



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| 1 | shall inc | lude a written statement signed by the owner or |
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| 2 | represent | ative of the property that the function will be subject |
| 3 | to the li | quor laws and to inspection by investigators. |
| 4 | (n) | Class 14. Brewpub license. A brewpub licensee: |
| 5 | (1) | May sell malt beverages manufactured on the licensee's |
| 6 | | premises for consumption on the premises; |
| 7 | (2) | May sell malt beverages manufactured by the licensee |
| 8 | | in brewery-sealed packages to class 3 wholesale dealer |
| 9 | | licensees pursuant to conditions imposed by the county |
| 10 | | by ordinance or rule; |
| 11 | (3) | May sell intoxicating liquor purchased from a class 3 |
| 12 | | wholesale dealer licensee to consumers for consumption |
| 13 | | on the licensee's premises. The categories of |
| 14 | | establishments shall be as follows: |
| 15 | | (A) A standard bar; or |
| 16 | | (B) Premises in which live entertainment or recorded |
| 17 | | music is provided. Facilities for dancing by the |
| 18 | | patrons may be permitted as provided by |
| 19 | | commission rules; |
| 20 | (4) | May, subject to federal labeling and bottling |
| 21 | | requirements, sell malt beverages manufactured on the |

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1 licensee's premises to consumers in brewery-sealed 2 kegs and recyclable or reusable containers and sell 3 malt beverages manufactured on the licensee's premises 4 or purchased from a class 1 manufacturer licensee, a 5 class 3 wholesale dealer licensee, a class 14 brewpub 6 licensee, or a class 18 small craft producer pub 7 licensee to consumers in growlers for off-premises 8 consumption; provided that for purposes of this 9 paragraph, "growler" means a recyclable or reusable 10 container that does not exceed one gallon and is 11 securely sealed on the licensee's premises; 12 (5) Shall comply with all requirements pertaining to class 13 4 retail dealer licensees when engaging in the retail 14 sale of malt beverages; 15 (6) May, subject to federal labeling and bottling 16 requirements, sell malt beverages manufactured on the 17 licensee's premises in brewery-sealed containers 18 directly to class 2 restaurant licensees, class 3 19 wholesale dealer licensees, class 4 retail dealer 20 licensees, class 5 dispenser licensees, class 6 club 21 licensees, class 8 transient vessel licensees, class 9

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| 1 | | tour or cruise vessel licensees, class 10 special |
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| 2 | | licensees, class 11 cabaret licensees, class 12 hotel |
| 3 | | licensees, class 13 caterer licensees, class 14 |
| 4 | | brewpub licensees, class 15 condominium hotel |
| 5 | | licensees, class 18 small craft producer pub |
| 6 | | licensees, and consumers pursuant to conditions |
| 7 | | imposed by county ordinances or rules governing class |
| 8 | | 1 manufacturer licensees and class 3 wholesale dealer |
| 9 | | licensees; |
| 10 | (7) | May conduct the activities under paragraphs (1) to (6) |
| 11 | | at locations other than the licensee's primary |
| 12 | | manufacturing premises; provided that: |
| 13 | | (A) The manufacturing takes place in Hawaii; |
| 14 | | (B) Each of the other locations: |
| 15 | | (i) Operates within the State under the same |
| 16 | | trade name for the premises; and |
| 17 | | (ii) Is properly licensed within the county of |
| 18 | | its operation as a class 1 manufacturer |
| 19 | | licensee, class 2 restaurant licensee, class |
| 20 | | 4 retail dealer licensee, class 5 dispenser |
| 21 | | licensee, class 12 hotel licensee, class 14 |

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| 1 | | brewpub licensee, or class 18 small craft |
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| 2 | | producer pub licensee; |
| 3 | (C) | The county liquor commission of the county in |
| 4 | | which the licensee satellite is located shall |
| 5 | | have jurisdiction of the satellite; and |
| 6 | (D) | All requirements of the license class of the |
| 7 | | location shall be in effect as required by the |
| 8 | | county liquor commission for the satellite |
| 9 | | licensed premises; and |
| 10 | (8) May | allow minors, who are accompanied by a parent or |
| 11 | lega | l guardian of legal drinking age, on the |
| 12 | lice | nsee's premises. |
| 13 | (o) Clas | s 15. Condominium hotel license. A license to |
| 14 | sell liquor in | a condominium hotel shall authorize the licensee |
| 15 | to provide ent | ertainment and dancing on the condominium hotel |
| 16 | premises and t | o sell all liquor except alcohol for consumption |
| 17 | on the premise | s; provided that a condominium hotel licensee, |
| 18 | with commissio | n approval, may provide off-premises catering; |
| 19 | provided furth | er that the catering activity is directly related |
| 20 | to the license | e's operation as a condominium hotel. |

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| 1 | Procedures [such as] <u>including</u> room service, self-service | |
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| 2 | no-host minibars or similar service in apartments, and service | |
| 3 | at private parties in areas that are the property of and | |
| 4 | contiguous to the condominium hotel are permitted with | |
| 5 | commission approval. | |
| 6 | A condominium hotel licensee shall not sell liquor in the | |
| 7 | manner authorized by a class 4 retail dealer license. | |
| 8 | Any licensee who would otherwise meet the criteria for the | |
| 9 | condominium hotel license class but holds a different class of | |
| 10 | license may be required to apply for a condominium hotel | |
| 11 | license. | |
| 12 | (p) Class 16. Winery license. A winery licensee: | |
| 13 | (1) Shall manufacture not more than twenty thousand | |
| 14 | barrels of wine on the licensee's premises during the | |
| 15 | license year; | |
| 16 | (2) May sell wine manufactured on the licensee's premises | |
| 17 | for consumption on the premises; | |
| 18 | (3) May sell wine manufactured by the licensee in | |
| 19 | winery-sealed packages to class 3 wholesale dealer | |
| 20 | licensees pursuant to conditions imposed by the county | 7 |
| 21 | by ordinance or rule; | |
| | | |



| May, subject to federal labeling and bottling |
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| requirements, sell wine manufactured on the licensee's |
| premises in winery-sealed kegs and magnums to |
| consumers for off-premises consumption; provided that |
| for purposes of this paragraph, "magnum" means a glass |
| container not to exceed one half-gallon, [which] <u>that</u> |
| may be securely sealed; |
| May, subject to federal labeling and bottling |
| requirements, sell wine manufactured on the licensee's |
| premises in recyclable containers provided by the |
| licensee or by the consumer [which] that do not exceed |
| one gallon per container and are securely sealed on |
| the licensee's premises to consumers for off-premises |
| consumption; |
| Shall comply with all rules pertaining to class 4 |
| retail dealer licensees when engaging in the retail |
| sale of wine; and |
| May sell wine manufactured on the licensee's premises |
| in winery-sealed containers directly to class 2 |
| restaurant licensees, class 3 wholesale dealer |
| licensees, class 4 retail dealer licensees, class 5 |
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1 dispenser licensees, class 6 club licensees, class 8 2 transient vessel licensees, class 9 tour or cruise 3 vessel licensees, class 10 special licensees, class 11 4 cabaret licensees, class 12 hotel licensees, class 13 5 caterer licensees, class 14 brewpub licensees, class 6 15 condominium hotel licensees, and class 18 small 7 craft producer pub licensees pursuant to conditions 8 imposed by county planning and public works 9 departments and rules governing class 3 wholesale 10 dealer licensees.

(q) Class 17. Bring-your-own-beverage license. In
counties having a population in excess of 500,000, there is
established a class 17 license; provided that in a county having
a population of 500,000 or less, the respective commission may
establish a class 17 license to which this subsection shall
apply.

17 (1) A general license of this class shall authorize the
18 licensee to permit patrons to bring their own liquors
19 for consumption on the premises between the hours of
20 6:00 a.m. to 2:00 a.m. the following day. A licensee
21 under this class shall be issued a license according



| 1 | | to the category of establishment the licensee owns or |
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| 2 | | operates. The categories of establishments shall be |
| 3 | | as follows: |
| 4 | | (A) Premises in which recorded music and live |
| 5 | | entertainment, including karaoke, are provided; |
| 6 | | or |
| 7 | | (B) Premises in which recorded music and live |
| 8 | | entertainment, including karaoke and dancing, are |
| 9 | | provided. |
| 10 | (2) | If a licensee under this class desires to change the |
| 11 | | category of establishment the licensee owns or |
| 12 | | operates, the licensee shall apply for a new license |
| 13 | | applicable to the category of the licensee's |
| 14 | | establishment. |
| 15 | (3) | A licensee under this class shall not be subject to |
| 16 | | liquor commission rules relating to percentage fees. |
| 17 | (r) | Class 18. Small craft producer pub license. A small |
| 18 | craft pro | ducer pub licensee: |
| 19 | (1) | Shall manufacture not more than: |
| 20 | | (A) Seventy thousand barrels of malt beverages; |
| 21 | | (B) Twenty thousand barrels of wine; or |

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



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



| 1 | | are securely sealed on the licensee's premises to |
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| 2 | | consumers for off-premises consumption; |
| 3 | (7) | Shall comply with all requirements pertaining to class |
| 4 | | 4 retail dealer licensees when engaging in the retail |
| 5 | | sale of malt beverages, wine, and alcohol; |
| 6 | (8) | May, subject to federal labeling and bottling |
| 7 | | requirements, sell malt beverages, wine, and alcohol |
| 8 | | manufactured on the licensee's premises in |
| 9 | | producer-sealed containers directly to class 2 |
| 10 | | restaurant licensees, class 3 wholesale dealer |
| 11 | | licensees, class 4 retail dealer licensees, class 5 |
| 12 | | dispenser licensees, class 6 club licensees, class 8 |
| 13 | | transient vessel licensees, class 9 tour or cruise |
| 14 | | vessel licensees, class 10 special licensees, class 11 |
| 15 | | cabaret licensees, class 12 hotel licensees, class 13 |
| 16 | | caterer licensees, class 14 brewpub licensees, class |
| 17 | | 15 condominium hotel licensees, class 18 small craft |
| 18 | | producer pub licensees, and consumers pursuant to |
| 19 | | conditions imposed by county ordinances or rules |
| 20 | | governing class 1 manufacturer licensees and class 3 |
| 21 | | wholesale dealer licensees; |



| 1 | (9) | Мау | condu | ct the activities under paragraphs (1) to (8) |
|----|-----|------|-------------------|---|
| 2 | | at l | ocati | ons other than the licensee's premises; |
| 3 | | prov | ided [.] | that: |
| 4 | | (A) | The 1 | manufacturing takes place in Hawaii; |
| 5 | | (B) | Each | of the other locations: |
| 6 | | | (i) | Operates within the State under the same |
| 7 | | | | trade name for the premises; and |
| 8 | | | (ii) | Is properly licensed within the county of |
| 9 | | | | its operation as a class 1 manufacturer |
| 10 | | | | licensee, class 2 restaurant licensee, class |
| 11 | | | | 4 retail dealer licensee, class 5 dispenser |
| 12 | | | | licensee, class 12 hotel licensee, class 14 |
| 13 | | | | brewpub licensee, or class 18 small craft |
| 14 | | | | producer pub licensee; |
| 15 | | (C) | The | county liquor commission of the county in |
| 16 | | | whic | h the licensee satellite is located shall |
| 17 | | | have | jurisdiction of the satellite; and |
| 18 | | (D) | All | requirements of the license class of the |
| 19 | | | loca | tion shall be in effect as required by the |
| 20 | | | coun | ty liquor commission for the satellite |
| 21 | | | lice | nsed premises; and |



H.B. NO. 17

| 1 | (10) Ma | y allow minors, who are accompanied by a parent or |
|----|--------------|--|
| 2 | le | gal guardian of legal drinking age, on the |
| 3 | li | censee's premises. |
| 4 | (s) Re | staurants, retail dealers, dispensers, clubs, |
| 5 | cabarets, ho | tels, caterers, brewpubs, condominium hotels, |
| 6 | bring-your-c | wn-beverage establishments, and small craft producer |
| 7 | pubs license | d under class 2, class 4, class 5, class 6, class |
| 8 | 11, class 12 | , class 13, class 14, class 15, class 17, and class |
| 9 | 18 shall mai | ntain at all times liquor liability insurance |
| 10 | coverage in | an amount not less than \$1,000,000; provided that |
| 11 | convenience | minimarts holding a class 4 license shall not be |
| 12 | required to | maintain liquor liability insurance coverage in that |
| 13 | amount. Pro | oof of coverage shall be kept on the premises and |
| 14 | shall be mad | le available for inspection by the commission at any |
| 15 | time during | the licensee's regular business hours. In the event |
| 16 | of a license | e's failure to obtain or maintain the required |
| 17 | coverage, th | e commission shall refuse to issue or renew a |
| 18 | license or s | shall suspend or terminate the license as |
| 19 | appropriate. | No license shall be granted, reinstated, or |
| 20 | renewed unti | I after the required insurance coverage is obtained. |

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| 1 | (t) It shall be unlawful for any retail licensee except a |
|----|---|
| 2 | class 10 licensee to purchase or acquire liquor from any person |
| 3 | other than a wholesaler licensed pursuant to this chapter, |
| 4 | except as otherwise provided in this section. |
| 5 | (u) Any provision to the contrary notwithstanding, a |
| 6 | patron may remove from any class of licensed premises any |
| 7 | portion of wine, liquor, or beer that was purchased on or |
| 8 | brought onto the premises of the licensee engaged in meal |
| 9 | service for consumption with a meal; provided that it is |
| 10 | recorked or resealed in its original container. |
| 11 | (v) Sections 281-57 to 281-60 shall not apply to classes |
| 12 | 8, 9, 10, and 13. |
| 13 | (w) Any provision of this section to the contrary |
| 14 | notwithstanding, a county liquor commission may authorize a |
| 15 | licensee in that county to sell with food unopened: |
| 16 | (1) Beer; |
| 17 | (2) Wine; and |
| 18 | (3) Prepackaged cocktails, |
| 19 | for pick up, delivery, take out, or other means to be consumed |
| 20 | off-premises." |
| | |



4

H.B. NO. 17

SECTION 2. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.

3 SECTION 3. This Act shall take effect upon its approval.

INTRODUCED BY:

7000

By Pequest JAN 1 1 2023



Report Title:

Liquor Licenses; Liquor Commission; Sales; Off-Premises Consumption

Description:

Authorizes a county liquor commission to allow licensees to sell unopened beer, wine, and prepackaged cocktails with food for pick up, delivery, take out, or other means to be consumed off-premises.

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

