

Honolulu, Hawaii

MAR 21 2025

RE: H.B. No. 108
H.D. 2
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Third State Legislature
Regular Session of 2025
State of Hawaii

Sir:

Your Committees on Commerce and Consumer Protection and Energy and Intergovernmental Affairs, to which was referred H.B. No. 108, H.D. 2, entitled:

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

beg leave to report as follows:

The purpose and intent of this measure is to allow direct shipment of beer and distilled spirits by certain licensees.

Your Committees received testimony in support of this measure from the Mayor of the County of Hawai'i; County of Hawai'i Department of Liquor Control; County of Kaua'i Department of Liquor Control; one member of the Kauai County Council; Lanikai Brewing Co.; Kauai Beer Company; Koloa Rum Co.; Kona Brewing Hawaii; Kaua'i Island Brewing Company, LLC; Big Island Brewhaus; Hanalei Spirits Distillery Corp.; Maui Brewing Co.; Brewers Association; Maui Wine; Malama Mushrooms; Lahaina Brewery dba Koholā Brewery; Beer Lab HI; Maui Chamber of Commerce; Hana Koa Brewing Co.; Ola Brew Co.; UPS; Techmana LLC; and seventeen individuals.

Your Committees received testimony in opposition to this measure from the Hawaii Food Industry Association; ABC Stores; Wine and Spirits Wholesalers of America; Hawaii Liquor Wholesalers Association; Seven-Eleven Hawaii, Inc.; Wailea Wine; Retail



Merchants of Hawaii; Tamura Enterprises, Inc.; and Hawai'i Alcohol Policy Alliance.

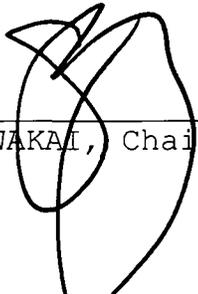
Your Committees find that the direct shipment of alcoholic beverages under existing law is limited to wineries and prohibits non-winery manufacturers from shipping other alcoholic beverages, such as beer and distilled spirits, to consumers. Your Committees further find that wineries have successfully shipped their products under existing safeguards, demonstrating their ability to operate under a well-regulated system effectively. Expanding the same opportunities to breweries and distilleries by allowing direct-to-consumer shipping would open new markets, increase sales, and generate additional tax revenue for the State. This measure will modernize the laws governing the craft beer and distilling industry to meet consumer demands.

Your Committees have amended this measure by:

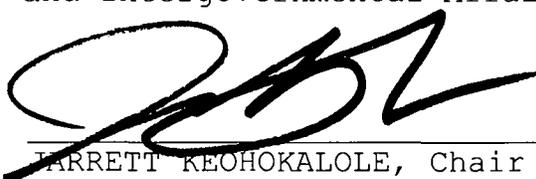
- (1) Inserting an effective date of July 1, 2050, to encourage further discussion; and
- (2) Making a technical, nonsubstantive amendment for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Commerce and Consumer Protection and Energy and Intergovernmental Affairs that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 108, H.D. 2, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 108, H.D. 2, S.D. 1, and be referred to your Committee on Judiciary.

Respectfully submitted on
behalf of the members of the
Committees on Commerce and
Consumer Protection and Energy
and Intergovernmental Affairs,



GLENN WAKAI, Chair



JARRETT KEOHOKALOLE, Chair



The Senate
Thirty-Third Legislature
State of Hawai'i

Record of Votes
Committee on Commerce and Consumer Protection
CPN

Bill / Resolution No.:* HB108 HD2	Committee Referral: CPN/ELA, JDC	Date: 3/20/25		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KEOHOKALOLE, Jarrett (C)	✓			
FUKUNAGA, Carol (VC)		✓		
MCKELVEY, Angus L.K.	✓			
RICHARDS, III, Herbert M. "Tim"	✓			
AWA, Brenton			✓	
TOTAL	3	1	1	
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align:center; font-family: cursive; font-size: 1.2em; margin-top: 10px;"> <i>Carol Fukunaga</i> </div>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes

The Senate
Thirty-Third Legislature
State of Hawai'i

Record of Votes
Committee on Energy and Intergovernmental Affairs
EIG

Bill / Resolution No.:*	Committee Referral:	Date:
HB108 HD2	CPN/EIG, JDC	3/20/25
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____		
The Recommendation is:		
<input type="checkbox"/> Pass, unamended 2312	<input checked="" type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310
<input type="checkbox"/> Recommit 2313		
Members	Aye	Aye (WR)
Nay	Excused	
WAKAI, Glenn (C)	✓	
CHANG, Stanley (VC)	✓	
DECOITE, Lynn	✓	
RICHARDS, III, Herbert M. "Tim"	✓	
FEVELLA, Kurt		✓
TOTAL	4	1
Recommendation:		
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted		
Chair's or Designee's Signature:		
		
Distribution:		
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency
Goldenrod Committee File Copy		

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