

HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 677 (HF 458/HSB 27)	House Committee:	PASSED February 22 (22-0)
Committee:	State Government/Ways & Means	House Ways & Means:	PASSED March 21 (24-0)
Floor Manager:	Rep. Siegrist	House Floor:	PASSED April 11 (98-0)
Date:	May 12, 2023	Senate Floor:	PASSED May 4 (47-2)
Staff:	Jason Covey (1-3626)	Governor:	

Native Winery Retail Licenses

- Creates Special Class “C” Retail Native Wine licenses to allow native wine manufacturers to sell native wine at retail for on and off premise consumption.
- Allows native breweries to be granted up to 2 special class “C” retail alcohol licenses which allows for the selling of wine or beer to patrons for on premise consumption and unopened original containers are allowed to be sold for off premise consumption.
- The fee for the licenses is \$125 and a native wine manufacturer is allowed to be granted 2 Special Class “C” Retail Native licenses.

Section by Section Analysis

Section 1 – Definitions (Iowa Code 123.3(45))

Adds to chapter definitions “special class “c” retail native wine license”.

Section 2 - Retail alcohol licenses — classes (Iowa Code 123.30(3)(a))

Adds the ability for a special class “c” retail native wine licensee to sell beer purchased from class “B” beer permit holders in quantities of less than 5 cases per day.

Section 3 – Retail alcohol licenses — classes (Iowa Code 123.30(3)(b)(3))

NEW SUBPARAGRAPH – Adds special class “c” retail native wine licenses to sell native wine as provided by section 3 of this bill.

Section 4 - Retail alcohol licenses — classes (Iowa Code 123.30(3)(d)(4))

Adds the ability for a special class “c” retail native wine licensees to sell beer purchased from class “e” beer permit holders in quantities of less than 5 cases per day.

Section 5 – Authority under special class “C” retail native wine license (Iowa Code 123.31C)

NEW SECTION – Special class “C” retail native wine license holders are allowed to sell native wine at retail for consumption on or off premises.

License holders can only purchase wine for resale from a class “A” native winery

Section 6 – Retail alcohol license fees (Iowa Code 123.36(1))

NEW PARAGRAPH – The fee for a special class “c” native wine license fee shall be \$125

Section 7 - Limitations on business interests (Iowa Code 123.45(3))

Allows native breweries to be granted up to 2 special class “C” retail alcohol licenses which allows for the selling of wine or beer to patrons for on premise consumption and unopened original containers are allowed to be sold for off premise consumption.

Section 8 – Authority under class “A” and special class “A” beer permits (Iowa Code 123.130(2))

Allows native breweries to be granted up to 2 special class “C” retail alcohol licenses which allows for the selling of wine or beer to patrons for on premise consumption and unopened original containers are allowed to be sold for off premise consumption.

Section 9 - Native Wines (Iowa Code 123.176(5))

Adds special class “c” retail native wine licenses to the section on native wines.