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AMENDMENTS TO LB376

Introduced by General Affairs.

- 1. Strike the original sections and insert the following new 1
- sections: 2
- Section 1. Section 53-101, Revised Statutes Cumulative Supplement, 3
- 2022, is amended to read: 4
- 5 53-101 Sections 53-101 to 53-1,122 and sections 3 to 7 of this act
- shall be known and may be cited as the Nebraska Liquor Control Act. 6
- 7 Sec. 2. Section 53-103, Reissue Revised Statutes of Nebraska, is
- amended to read: 8
- 53-103 For purposes of the Nebraska Liquor Control Act, the 9
- definitions found in sections 53-103.01 to 53-103.49 and sections 3 and 4 10
- 11 of this act apply.
- Sec. 4. (1) Primary source of supply in the United States means: 12
- 13 (a) The manufacturer, producer, or owner of any alcoholic liquor at
- the time it becomes a marketable product in the United States; 14
- 15 (b) The bottler of any alcoholic liquor in the United States;
- (c) The exclusive agent within the United States or any of the 16
- states of any manufacturer, producer, owner, or bottler of any alcoholic 17
- liquor outside the United States; or 18
- (d) A licensed Nebraska craft brewery, farm winery, microdistillery, 19
- 20 or manufacturer.
- (2) To be the primary source of supply in the United States, the 21
- 22 licensee causing such alcoholic liquor to be imported into Nebraska must
- be the first source, such as the manufacturer or the source closest to 23
- 24 the manufacturer, in the channel of commerce from which the product can
- be secured by Nebraska licensed wholesalers. 25
- (1)(a) Beginning July 1, 2024, prior to the sale or 26 Sec. 5.
- 27 shipment of any alcoholic liquor into the State of Nebraska, each

- 1 <u>licensed manufacturer</u>, <u>licensed wholesaler</u>, <u>or holder of a shipping</u>
- 2 license shall submit to the commission, along with any applicable fee set
- 3 by the commission not to exceed thirty dollars, a report on a form
- 4 prescribed and furnished by the commission, which shall include:
- 5 (i) The licensee's name and license number;
- 6 (ii) The designated Nebraska licensed wholesaler for such product,
- 7 if applicable;
- 8 (iii) The name of the primary source of supply in the United States;
- 9 (iv) The products to be imported, including the brand name, class or
- 10 type of product, and fanciful name if applicable;
- 11 (v) Evidence of compliance with federal label requirements pursuant
- 12 to the Federal Alcohol Administration Act 27 U.S.C. chapter 8, and rules
- 13 and regulations adopted pursuant to such act, as such act and regulations
- 14 <u>existed on January 1, 2023, or a sample of the actual label if federal</u>
- 15 approval is not required; and
- 16 (vi) Any other information the commission may require related to
- 17 such sale or shipment.
- 18 (b) If the licensed manufacturer, licensed wholesaler, or holder of
- 19 a shipping license is not the product manufacturer, such licensee shall
- 20 <u>also include with such form a separate letter from the product</u>
- 21 <u>manufacturer designating such licensee as the primary source of supply in</u>
- 22 <u>the United States or the sole source of supply in Nebraska. A separate</u>
- 23 <u>letter is required for each primary source.</u>
- 24 (2) If the primary source of supply in the United States for such
- 25 alcoholic liquor changes, the new licensed manufacturer, licensed
- 26 wholesaler, or holder of a shipping license importing such alcoholic
- 27 liquor shall submit the information required pursuant to subsection (1)
- 28 of this section at least thirty days prior to the shipment of such
- 29 <u>alcoholic liquor into this state. The licensed manufacturer, licensed</u>
- 30 <u>wholesaler</u>, or holder of a shipping license shall also remit to the
- 31 <u>commission any applicable fee set by the commission not to exceed thirty</u>

1 dollars.

- 2 (3) Nothing in this section shall restrict or prohibit the
- 3 importation of alcoholic liquor to a Nebraska licensed wholesaler from an
- 4 affiliated wholesaler if (a) the report required by this section has
- 5 previously been submitted for the alcoholic liquor product being
- 6 imported, (b) the report designates the Nebraska licensed wholesaler for
- 7 such product, and (c) the product was obtained by the affiliated
- 8 wholesaler from the same primary source of supply identified on the
- 9 <u>report.</u>
- 10 (4) The commission shall remit any fees collected pursuant to this
- 11 section to the State Treasurer for credit to the Nebraska Liquor Control
- 12 <u>Commission Rule and Regulation Cash Fund.</u>
- 13 (5) The commission may adopt and promulgate rules and regulations to
- 14 <u>carry out this section.</u>
- 15 Sec. 8. Section 53-117.06, Reissue Revised Statutes of Nebraska, is
- 16 amended to read:
- 17 53-117.06 Any money collected by the commission pursuant to section
- 18 53-117.05 or 53-167.02 or section 5 of this act shall be credited to the
- 19 Nebraska Liquor Control Commission Rule and Regulation Cash Fund, which
- 20 fund is hereby created. The purpose of the fund shall be to cover any
- 21 administrative costs, including salary and benefits, incurred by the
- 22 commission in producing or distributing the material referred to in such
- 23 sections and to defray the costs associated with electronic regulatory
- 24 transactions, industry education events, enforcement training, and
- 25 equipment for regulatory work. Transfers may be made from the fund to the
- 26 General Fund at the direction of the Legislature. Any money in the
- 27 Nebraska Liquor Control Commission Rule and Regulation Cash Fund
- 28 available for investment shall be invested by the state investment
- 29 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
- 30 State Funds Investment Act.
- 31 Sec. 13. Original sections 53-103, 53-117.06, 53-123.11, and 53-168,

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1 Reissue Revised Statutes of Nebraska, and sections 53-101, 53-124.11, and

2 53-169, Revised Statutes Cumulative Supplement, 2022, are repealed.