HOUSE BILL REPORT HB 2825

As Passed House:

February 7, 2008

Title: An act relating to medical, hospital, mechanical, manufacturing, or scientific entities or persons obtaining nonbeverage alcohol directly from suppliers.

Brief Description: Allowing certain alcohol permit holders to obtain alcohol in nonbeverage form directly from suppliers.

Sponsors: By Representatives Conway, Condotta and Armstrong.

Brief History:

Committee Activity:

Commerce & Labor: 1/25/08 [DP].

Floor Activity:

Passed House: 2/7/08, 95-0.

Brief Summary of Bill

 Allows persons engaged in medical or dental pursuits, in charge of a hospital or sanitarium, or engaged in mechanical or manufacturing or scientific pursuits, and with a class I or II liquor permit, to obtain liquor directly from a supplier.

HOUSE COMMITTEE ON COMMERCE & LABOR

Majority Report: Do pass. Signed by 7 members: Representatives Conway, Chair; Wood, Vice Chair; Condotta, Ranking Minority Member; Chandler, Assistant Ranking Minority Member; Green, Moeller and Williams.

Staff: Joan Elgee (786-7106).

Background:

The Liquor Control Board (Board) issues permits for specific limited purposes. A class I permit allows physicians, dentists, and persons in charge of a hospital or sanitarium to purchase liquor. A class II permit allows a person engaged in the mechanical or manufacturing business or in scientific pursuits requiring alcohol to purchase liquor. The

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liquor for these purposes is typically nonbeverage spirits and must be purchased from the Board.

Two other permits allow the purchase of alcohol directly from a supplier. Manufacturers of confections or food products who use liquor in their products and druggists who use liquor in prescriptions may purchase liquor directly from a supplier.

Summary of Bill:

Persons with class I or II liquor permits may purchase nonbeverage liquor directly from a supplier and are not required to purchase the liquor from the Board.

Appropriation: None.

Fiscal Note: Available.

Effective Date: The bill takes effect 90 days after adjournment of session in which bill is

passed.

Staff Summary of Public Testimony:

(In support) The decentralization of purchasing functions means many different units will need to purchase ethanol, which will be a burden for the Board. There is no need for the Board to be involved in these nonbeverage purchases and purchasing directly from a supplier will be more efficient.

(Opposed) None.

Persons Testifying: Randy Hodgins, University of Washington; and Rick Garza, Liquor Control Board.

Persons Signed In To Testify But Not Testifying: None.