CERTIFICATION OF ENROLLMENT

SENATE BILL 5940

Chapter 64, Laws of 2022

67th Legislature 2022 Regular Session

LIQUOR LICENSEES—PACKAGING SERVICES ENDORSEMENT

EFFECTIVE DATE: June 9, 2022

Passed by the Senate February 9, 2022 Yeas 47 Nays 0

DENNY HECK

President of the Senate

Passed by the House March 2, 2022 Yeas 93 Nays 3

LAURIE JINKINS

Speaker of the House of Representatives

Approved March 11, 2022 11:00 AM

CERTIFICATE

I, Sarah Bannister, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 5940** as passed by the Senate and the House of Representatives on the dates hereon set forth.

SARAH BANNISTER

Secretary

FILED

March 11, 2022

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SENATE BILL 5940

Passed Legislature - 2022 Regular Session

State of Washington

67th Legislature 2022 Regular Session

By Senator King

- AN ACT Relating to creating a license endorsement allowing 1 2 domestic licensed alcohol manufacturers to provide contract packaging 3 services to other alcohol manufacturing licensees within this state; 4 and adding a new section to chapter 66.24 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 NEW SECTION. Sec. 1. A new section is added to chapter 66.24 7 RCW to read as follows:
- 8 (1) There is an endorsement available to any liquor manufacturer licensed in this state under RCW 66.24.140, 66.24.145, 66.24.170, 9 10 66.24.240, or 66.24.244 whereby the licensee may contract with 11 licensed liquor distillers, craft distillers, domestic brewers, microbreweries, wineries, and domestic wineries licensed in this 12 13 state to provide packaging services that include, but are not limited 14 to:
 - (a) Canning, bottling, and bagging of alcoholic beverages;
- 16 (b) Mixing products before packaging;

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- 17 (c) Repacking of finished products into mixed consumer packs or 18 multipacks; and
- 19 (d) Receiving and returning products to the originating liquor licensed businesses as part of a contract in which the contracting 20

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liquor licensed party for which the services are being provided retains title and ownership of the products at all times.

- (2) Holders of the endorsement authorized under this section:
- (a) May contract with other nonliquor licensed businesses if the contract does not include alcohol products;
- (b) May not contract directly or indirectly with any retail liquor licensee for the sale of the alcohol products being packaged under this section, unless they are medicinal, culinary, or toilet preparations not usable as beverages, as described in RCW 66.12.070;
- 10 (c) May not engage in direct liquor sales to retail liquor 11 licensees on behalf of the contracted party or the contracted party's 12 products, except for the sale of alcohol products described in RCW 13 66.12.070; and
- 14 (d) May not mix or infuse THC, CBD, or any other cannabinoid into any products containing alcohol.
 - (3) The board shall approve a written request for an endorsement under this section for any authorized licensee in good standing at the time of the request without further requirement for additional licensing or administrative review.
- 20 (4) The annual fee for this endorsement is \$100.

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Passed by the Senate February 9, 2022. Passed by the House March 2, 2022. Approved by the Governor March 11, 2022. Filed in Office of Secretary of State March 11, 2022.

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