

Assembly Bill No. 432—Committee
on Commerce and Labor

CHAPTER.....

AN ACT relating to intoxicating liquor; revising the definition of “supplier” as that term applies to certain purchases of liquor; prohibiting an importer or wholesale dealer of alcoholic beverages from operating or locating its business on the premises or other property of any supplier; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

Existing law provides for the taxation, regulation and licensing of suppliers, importers and wholesale dealers of intoxicating liquor and alcoholic beverages. (Chapter 369 of NRS; NRS 597.120-597.262) **Section 1** of this bill includes within the definition of “supplier” a subsidiary or affiliate of the supplier as that term applies to certain provisions governing the purchase of liquor by a wholesale dealer who is not the importer designated by a supplier. **Section 2** of this bill prohibits any person who is engaged in the business of importing or wholesaling alcoholic beverages in this State from operating or otherwise locating his or her business on the premises or other property of any supplier.

EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 369.486 is hereby amended to read as follows:
369.486 1. A wholesaler who is not the importer designated by the supplier pursuant to NRS 369.386 may purchase liquor only from:
(a) The importer designated by the supplier pursuant to NRS 369.386 to import that liquor; or
(b) A wholesaler who purchased the liquor from the importer designated by the supplier pursuant to NRS 369.386 to import that liquor.
2. As used in this section, “supplier” means the brewer, distiller, manufacturer, producer, vintner or bottler of liquor, *any subsidiary or affiliate of the supplier*, or his or her designated agent.

Sec. 2. NRS 597.220 is hereby amended to read as follows:
597.220 1. Any person who is engaged in the business of importing or wholesaling alcoholic beverages in the State of Nevada shall not ~~engage~~ :
(a) *Engage* in the business of retailing alcoholic beverages in this state ~~+~~ ; or



(b) Operate or otherwise locate his or her business on the premises or other property of any supplier.

2. For the purposes of this section, a person who transfers or receives alcoholic beverages in the manner described in NRS 369.4865 must not be considered to be engaged in the business of wholesaling alcoholic beverages based solely upon those transfers.

