



Kim Reynolds *Governor of Iowa*
Adam Gregg *Lieutenant Governor*

Stephen Larson *Administrator*

September 2, 2022

To: Iowa Brewpubs

From: Lolani Lekkas, Public Service Manager 2, Alcoholic Beverages Division

Re: Senate File 2374 – Off-Premises Retail Sales at your Manufacturing Location.

The transition provisions in Senate File 2374 authorize the Iowa Alcoholic Beverages Division (ABD) to implement legislative changes upon enactment. ABD has begun implementing changes provided in Senate File 2374 that do not require modifications to ABD's eLAPS licensing system or the Iowa Department of Revenue's GovConnectIowa system.

Therefore, effective September 2, 2022, Iowa brewpubs are allowed to sell the beer they manufacture and package in original, unopened containers at their brewpub location for off-premises consumption without that beer going through a beer wholesaler. Previously, beer a brewpub manufactured and packaged in original, unopened containers and sold for off-premises consumption at the brewpub had to be sold to a beer wholesaler and purchased back by the brewpub. **Now, brewpubs may sell ALL of their beer manufactured at that brewpub location directly to the customer.**

Important notes:

- A brewpub is now responsible for payment of beer barrel tax through the ABD eLAPS licensing system on all of their beer that is sold for on- and off-premises consumption at the brewpub location. For barrel tax questions, please reference <https://abd.iowa.gov/licensing/elaps>, Tax Reporting, or contact our Native Manufacturing Unit at crrabtree@iowaabd.com or warrick@iowaabd.com.
- A brewpub **shall not** transfer beer from one manufacturing location to another manufacturing location without that beer going through a beer wholesaler.
- A brewpub **shall not** transfer beer from their manufacturing location to a 5 or 14 day license issued to the brewpub without that beer going through a beer wholesaler.
- All other beer sold for on- or off-premises consumption at the brewpub location must be purchased from a beer wholesaler or a native brewery that is self-distributing.

If you have questions, please email education@iowaabd.com
or refer to our website at <https://abd.iowa.gov>