

Type 21 Liquor License: The Key to Selling Alcohol in California

If you're going to establish a retail outlet selling alcoholic drinks in California, it is important to know the licensing. Among the most popular licenses for retail outlets is the Type 21 Liquor License. The license permits stores to sell distilled spirits, wine, and beer for off-premise consumption, which makes it suitable for convenience stores, liquor stores, and grocery stores.

Finding your way through the process to receive this license can be difficult, but by having the proper information, you can easily have a smooth application and satisfy state regulations. This handbook will detail all that you need to know regarding the Type 21 Liquor License, such as its advantages, application process, and its similarities to other licenses.



What is a Type 21 Liquor License?

A Type 21 Liquor License is a permit issued by the state of California to businesses that entitles them to sell all alcoholic drinks in sealed containers for home consumption. Unlike licenses that grant permission for drinking on the premises, this license only allows for off-site drinking.

Most retail companies apply for this license since it provides flexibility in the sale of alcohol. Convenience stores, supermarkets, and liquor stores enjoy the privilege of offering a complete range of alcoholic drinks, including hard liquor, which is not allowed under a Type 20 license (beer and wine only).

<u>Advantages of a Type 21 Liquor License</u>

- ✓ Full Alcohol Selection Companies holding this license can sell beer, wine, and spirits, offering customers a full range of products.
- ✓ Off-Premise Consumption The alcohol is only sold in sealed containers, so customers have to drink it elsewhere.
- ✓ Ideal for Retailers Supermarkets, liquor stores, and convenience stores employ this license to lawfully sell alcoholic drinks.
- ✓ Controlled by the ABC The license is granted and regulated by the California Alcoholic Beverage Control (ABC) to ensure state law compliance.
- ✓ Transferable License The license is transferable in case the business is sold or relocated, making it a good business asset.

Type 21 Liquor License vs. Other Liquor Licenses

California has various liquor licenses for different business categories. This is how a Type 21 Liquor License stands in relation to other typical licenses:

- Type 20 (Off-Sale Beer & Wine) Enables beer and wine sales only, excluding spirits.
- Type 41 (On-Sale Beer & Wine Eating Place) Enables beer and wine sales in restaurants with the requirement of food service.
- Type 47 (On-Sale General Eating Place) Permits restaurants to sell beer, wine, and liquor, but food shall be the main source of profit.
- Type 48 (On-Sale General Public Premises) For bars and nightclubs where alcoholic beverages are consumed on the premises with no food service.

For wholesale retailers that intend to sell alcoholic drinks of all kinds, the Type 21 Liquor License should be used.

Buying and Selling a Type 21 Liquor License

Buy a Liquor License

If you're interested in purchasing a Type 21 Liquor License, follow these steps:

Research Availability – The number of licenses issued is limited, so check if one is available in your area.

Determine Costs – Prices vary based on location and demand, with some licenses costing tens of thousands of dollars.

Confirm Compliance – Ensure the license is in good standing prior to purchasing.

Execute the Transfer – Adhere to ABC procedures for transferring ownership lawfully.

Sell a Liquor License

If you have a Type 21 Liquor License and wish to sell, take these into consideration:

Determine Market Value – Price is based on location and present demand.

Document Preparation – Have all related records, such as compliance record, available to prospective buyers.

Find a Buyer – Once you find a buyer, utilize ABC's transfer process to effect the sale.

Final Thoughts

A Type 21 Liquor License is an important asset for California retail businesses seeking to sell a complete variety of alcoholic drinks. Whether applying for a new license, buying an existing one, or selling your existing license, knowing the process guarantees seamless transition.

With the proper planning, securing and retaining a Type 21 Liquor License is the key to making your alcohol retail business prosperous in California's market.

Visit here to see more about the Type 21 Liquor License : https://licensebrokers.com/