CERTIFICATION OF ENROLLMENT

SENATE BILL 6480

Chapter 133, Laws of 2004

58th Legislature 2004 Regular Session

SPECIAL OCCASION LIQUOR LICENSES

EFFECTIVE DATE: 6/10/04

Passed by the Senate March 8, 2004 YEAS 49 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House March 3, 2004 YEAS 96 NAYS 0

FRANK CHOPP

Speaker of the House of Representatives

Approved March 24, 2004.

CERTIFICATE

I, Milton H. Doumit, Jr., Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 6480** as passed by the Senate and the House of Representatives on the dates hereon set forth.

MILTON H. DOUMIT JR.

Secretary

FILED

March 24, 2004 - 3:24 p.m.

GARY F. LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SENATE BILL 6480

AS AMENDED BY THE HOUSE

Passed Legislature - 2004 Regular Session

State of Washington58th Legislature2004 Regular SessionBySenators Hewitt, Deccio, Hale, Doumit, Rasmussen, Honeyford and
Mulliken

Read first time 01/21/2004. Referred to Committee on Commerce & Trade.

1 AN ACT Relating to the special occasion liquor license; and 2 amending RCW 66.24.010 and 66.24.380.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 66.24.010 and 2002 c 119 s 3 are each amended to read 5 as follows:

(1) Every license shall be issued in the name of the applicant, and 6 7 the holder thereof shall not allow any other person to use the license. 8 (2) For the purpose of considering any application for a license, the board may cause an inspection of the premises to be made, and may 9 10 inquire into all matters in connection with the construction and 11 operation of the premises. For the purpose of reviewing any 12 application for a license and for considering the denial, suspension or revocation of any license, the liquor control board may consider any 13 14 prior criminal conduct of the applicant including a criminal history 15 record information check. The board may submit the criminal history record information check to the Washington state patrol and to the 16 identification division of the federal bureau of investigation in order 17 that these agencies may search their records for prior arrests and 18 19 convictions of the individual or individuals who filled out the forms.

The board shall require fingerprinting of any applicant whose criminal 1 2 history record information check is submitted to the federal bureau of investigation. The provisions of RCW 9.95.240 and of chapter 9.96A RCW 3 shall not apply to such cases. The board may, in its discretion, grant 4 5 or refuse the license applied for. Authority to approve an uncontested or unopposed license may be granted by the board to any staff member б 7 the board designates in writing. Conditions for granting such authority shall be adopted by rule. No retail license of any kind may 8 9 be issued to:

(a) A person who has not resided in the state for at least one
month prior to making application, except in cases of licenses issued
to dining places on railroads, boats, or aircraft;

13 (b) A copartnership, unless all of the members thereof are 14 qualified to obtain a license, as provided in this section;

(c) A person whose place of business is conducted by a manager or agent, unless such manager or agent possesses the same qualifications required of the licensee;

18 (d) A corporation or a limited liability company, unless it was 19 created under the laws of the state of Washington or holds a 20 certificate of authority to transact business in the state of 21 Washington.

(3)(a) The board may, in its discretion, subject to the provisions of RCW 66.08.150, suspend or cancel any license; and all rights of the licensee to keep or sell liquor thereunder shall be suspended or terminated, as the case may be.

(b) The board shall immediately suspend the license or certificate 26 27 of a person who has been certified pursuant to RCW 74.20A.320 by the department of social and health services as a person who is not in 28 compliance with a support order. If the person has continued to meet 29 all other requirements for reinstatement during the suspension, 30 31 reissuance of the license or certificate shall be automatic upon the 32 board's receipt of a release issued by the department of social and health services stating that the licensee is in compliance with the 33 34 order.

35 (c) The board may request the appointment of administrative law 36 judges under chapter 34.12 RCW who shall have power to administer 37 oaths, issue subpoenas for the attendance of witnesses and the 38 production of papers, books, accounts, documents, and testimony,

examine witnesses, and to receive testimony in any inquiry,
 investigation, hearing, or proceeding in any part of the state, under
 such rules and regulations as the board may adopt.

4 (d) Witnesses shall be allowed fees and mileage each way to and 5 from any such inquiry, investigation, hearing, or proceeding at the 6 rate authorized by RCW 34.05.446, as now or hereafter amended. Fees 7 need not be paid in advance of appearance of witnesses to testify or to 8 produce books, records, or other legal evidence.

9 (e) In case of disobedience of any person to comply with the order of the board or a subpoena issued by the board, or any of its members, 10 or administrative law judges, or on the refusal of a witness to testify 11 to any matter regarding which he or she may be lawfully interrogated, 12 13 the judge of the superior court of the county in which the person resides, on application of any member of the board or administrative 14 law judge, shall compel obedience by contempt proceedings, as in the 15 case of disobedience of the requirements of a subpoena issued from said 16 17 court or a refusal to testify therein.

(4) Upon receipt of notice of the suspension or cancellation of a 18 license, the licensee shall forthwith deliver up the license to the 19 board. Where the license has been suspended only, the board shall 20 21 return the license to the licensee at the expiration or termination of 22 the period of suspension. The board shall notify all vendors in the city or place where the licensee has its premises of the suspension or 23 24 cancellation of the license; and no employee may allow or cause any 25 liquor to be delivered to or for any person at the premises of that licensee. 26

(5)(a) At the time of the original issuance of a spirits, beer, and wine restaurant license, the board shall prorate the license fee charged to the new licensee according to the number of calendar quarters, or portion thereof, remaining until the first renewal of that license is required.

32 (b) Unless sooner canceled, every license issued by the board shall 33 expire at midnight of the thirtieth day of June of the fiscal year for 34 which it was issued. However, if the board deems it feasible and 35 desirable to do so, it may establish, by rule pursuant to chapter 34.05 36 RCW, a system for staggering the annual renewal dates for any and all 37 licenses authorized by this chapter. If such a system of staggered

1 annual renewal dates is established by the board, the license fees
2 provided by this chapter shall be appropriately prorated during the
3 first year that the system is in effect.

4 (6) Every license issued under this section shall be subject to all 5 conditions and restrictions imposed by this title or by the regulations 6 in force from time to time. All conditions and restrictions imposed by 7 the board in the issuance of an individual license shall be listed on 8 the face of the individual license along with the trade name, address, 9 and expiration date.

10 (7) Every licensee shall post and keep posted its license, or 11 licenses, in a conspicuous place on the premises.

(8)(a) Unless (b) of this subsection applies, before the board 12 13 ((shall)) issues a license to an applicant it shall give notice of such application to the chief executive officer of the incorporated city or 14 town, if the application ((be)) is for a license within an incorporated 15 16 city or town, or to the county legislative authority, if the 17 application ((be)) <u>is</u> for a license outside the boundaries of incorporated cities or towns((; and such)). 18

(b) If the application for a special occasion license is for an 19 event held during a county, district, or area fair as defined by RCW 20 21 15.76.120, and the county, district, or area fair is located on 22 property owned by the county but located within an incorporated city or town, the county legislative authority shall be the entity notified by 23 24 the board under (a) of this subsection. The board shall send a duplicate notice to the incorporated city or town within which the fair 25 is located. 26

27 (c) The incorporated city or $town((\tau))$ through the official or 28 employee selected by it, or the county legislative authority or the 29 official or employee selected by it, shall have the right to file with 30 the board within twenty days after date of transmittal of such notice, 31 written objections against the applicant or against the premises for 32 which the license is $asked((\tau, and))$.

33 (d) The written objections shall include ((with such objections))
34 a statement of all facts upon which such objections are based, and in
35 case written objections are filed, may request and the liquor control
36 board may in its discretion hold a formal hearing subject to the
37 applicable provisions of Title 34 RCW.

(e) Upon the granting of a license under this title the board shall 1 2 send a duplicate of the license or written notification to the chief executive officer of the incorporated city or town in which the license 3 is granted, or to the county legislative authority if the license is 4 granted outside the boundaries of incorporated cities or towns. When 5 the license is for a special occasion license for an event held during 6 7 a county, district, or area fair as defined by RCW 15.76.120, and the county, district, or area fair is located on county-owned property but 8 located within an incorporated city or town, the duplicate shall be 9 sent to both the incorporated city or town and the county legislative 10 authority. 11

12 (9) Before the board issues any license to any applicant, it shall 13 give (a) due consideration to the location of the business to be 14 conducted under such license with respect to the proximity of churches, schools, and public institutions and (b) written notice by certified 15 mail of the application to churches, schools, and public institutions 16 17 within five hundred feet of the premises to be licensed. The board shall issue no beer retailer license for either on-premises or off-18 premises consumption or wine retailer license for either on-premises or 19 off-premises consumption or spirits, beer, and wine restaurant license 20 21 covering any premises not now licensed, if such premises are within five hundred feet of the premises of any tax-supported public 22 elementary or secondary school measured along the most direct route 23 24 over or across established public walks, streets, or other public 25 passageway from the outer property line of the school grounds to the nearest public entrance of the premises proposed for license, and if, 26 27 after receipt by the school or public institution of the notice as provided in this subsection, the board receives written notice, within 28 twenty days after posting such notice, from an official representative 29 or representatives of the school within five hundred feet of said 30 proposed licensed premises, indicating to the board that there is an 31 32 objection to the issuance of such license because of proximity to a school. For the purpose of this section, church shall mean a building 33 erected for and used exclusively for religious worship and schooling or 34 other activity in connection therewith. No liquor license may be 35 issued or reissued by the board to any motor sports facility or 36 37 licensee operating within the motor sports facility unless the motor 38 sports facility enforces a program reasonably calculated to prevent

alcohol or alcoholic beverages not purchased within the facility from 1 2 entering the facility and such program is approved by local law enforcement agencies. It is the intent under this subsection that a 3 retail license shall not be issued by the board where doing so would, 4 in the judgment of the board, adversely affect a private school meeting 5 the requirements for private schools under Title 28A RCW, which school 6 7 is within five hundred feet of the proposed licensee. The board shall fully consider and give substantial weight to objections filed by 8 private schools. If a license is issued despite the proximity of a 9 private school, the board shall state in a letter addressed to the 10 private school the board's reasons for issuing the license. 11

(10) The restrictions set forth in subsection (9) of this section shall not prohibit the board from authorizing the assumption of existing licenses now located within the restricted area by other persons or licenses or relocations of existing licensed premises within the restricted area. In no case may the licensed premises be moved closer to a church or school than it was before the assumption or relocation.

19 (11) Nothing in this section prohibits the board, in its 20 discretion, from issuing a temporary retail or distributor license to 21 an applicant assuming an existing retail or distributor license to 22 continue the operation of the retail or distributor premises during the 23 period the application for the license is pending and when the 24 following conditions exist:

(a) The licensed premises has been operated under a retail or distributor license within ninety days of the date of filing the application for a temporary license;

(b) The retail or distributor license for the premises has been
 surrendered pursuant to issuance of a temporary operating license;

30 (c) The applicant for the temporary license has filed with the 31 board an application to assume the retail or distributor license at 32 such premises to himself or herself; and

33 (d) The application for a temporary license is accompanied by a 34 temporary license fee established by the board by rule.

A temporary license issued by the board under this section shall be for a period not to exceed sixty days. A temporary license may be extended at the discretion of the board for an additional sixty-day

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period upon payment of an additional fee and upon compliance with all
 conditions required in this section.

Refusal by the board to issue or extend a temporary license shall not entitle the applicant to request a hearing. A temporary license may be canceled or suspended summarily at any time if the board determines that good cause for cancellation or suspension exists. RCW 66.08.130 and chapter 34.05 RCW shall apply to temporary licenses.

8 Application for a temporary license shall be on such form as the 9 board shall prescribe. If an application for a temporary license is 10 withdrawn before issuance or is refused by the board, the fee which 11 accompanied such application shall be refunded in full.

12 **Sec. 2.** RCW 66.24.380 and 1997 c 321 s 24 are each amended to read 13 as follows:

There shall be a retailer's license to be designated as a special occasion license to be issued to a not-for-profit society or organization to sell spirits, beer, and wine by the individual serving for on-premises consumption at a specified event, such as at picnics or other special occasions, at a specified date and place; fee sixty dollars per day.

20 (1) The not-for-profit society or organization is limited to sales 21 of no more than twelve calendar days per year. For the purposes of this subsection, special occasion licensees that are "agricultural area 22 23 fairs or "agricultural county, district, and area fairs," as defined by RCW 15.76.120, that receive a special occasion license may, once per 24 calendar year, count as one event fairs that last multiple days, so 25 26 long as alcohol sales are at set dates, times, and locations, and the board receives prior notification of the dates, times, and locations. 27 The special occasion license applicant will pay the sixty dollars per 28 day for this event. 29

30 (2) The licensee may sell beer and/or wine in original, unopened 31 containers for off-premises consumption if permission is obtained from 32 the board prior to the event.

(3) Sale, service, and consumption of spirits, beer, and wine is to
 be confined to specified premises or designated areas only.

(4) Spirituous liquor sold under this special occasion license must
 be purchased at a state liquor store or agency without discount at
 retail prices, including all taxes.

- 1 (5) Any violation of this section is a class 1 civil infraction 2 having a maximum penalty of two hundred fifty dollars as provided for
- 3 in chapter 7.80 RCW.

Passed by the Senate March 8, 2004. Passed by the House March 3, 2004. Approved by the Governor March 24, 2004. Filed in Office of Secretary of State March 24, 2004.