**<u>SHB 2563</u>** - S COMM AMD

By Committee on Labor, Commerce, Research & Development

Strike everything after the enacting clause and insert the following:

3 "Sec. 1. RCW 66.24.010 and 2004 c 133 s 1 are each amended to read 4 as follows:

5 (1) Every license shall be issued in the name of the applicant, and 6 the holder thereof shall not allow any other person to use the license.

7 (2) For the purpose of considering any application for a license, 8 the board may cause an inspection of the premises to be made, and may inquire into all matters in connection with the construction and 9 10 operation of the premises. For the purpose of reviewing any application for a license and for considering the denial, suspension or 11 12 revocation of any license, the liquor control board may consider any prior criminal conduct of the applicant including a criminal history 13 14 record information check. The board may submit the criminal history 15 record information check to the Washington state patrol and to the 16 identification division of the federal bureau of investigation in order that these agencies may search their records for prior arrests and 17 convictions of the individual or individuals who filled out the forms. 18 The board shall require fingerprinting of any applicant whose criminal 19 20 history record information check is submitted to the federal bureau of 21 investigation. The provisions of RCW 9.95.240 and of chapter 9.96A RCW 22 shall not apply to such cases. The board may, in its discretion, grant 23 or refuse the license applied for. Authority to approve an uncontested 24 or unopposed license may be granted by the board to any staff member the board designates in writing. Conditions for granting such 25 authority shall be adopted by rule. No retail license of any kind may 26 27 be issued to:

(a) A person <u>doing business as a sole proprietor</u> who has not
 resided in the state for at least one month prior to ((making)

## Official Print - 1

1 application)) receiving a license, except in cases of licenses issued 2 to dining places on railroads, boats, or aircraft;

3 (b) A copartnership, unless all of the members thereof are 4 qualified to obtain a license, as provided in this section;

5 (c) A person whose place of business is conducted by a manager or 6 agent, unless such manager or agent possesses the same qualifications 7 required of the licensee;

8 (d) A corporation or a limited liability company, unless it was 9 created under the laws of the state of Washington or holds a 10 certificate of authority to transact business in the state of 11 Washington.

12 (3)(a) The board may, in its discretion, subject to the provisions 13 of RCW 66.08.150, suspend or cancel any license; and all rights of the 14 licensee to keep or sell liquor thereunder shall be suspended or 15 terminated, as the case may be.

(b) The board shall immediately suspend the license or certificate 16 17 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 18 compliance with a support order. If the person has continued to meet 19 all other requirements for reinstatement during the suspension, 20 21 reissuance of the license or certificate shall be automatic upon the 22 board's receipt of a release issued by the department of social and health services stating that the licensee is in compliance with the 23 24 order.

(c) The board may request the appointment of administrative law judges under chapter 34.12 RCW who shall have power to administer oaths, issue subpoenas for the attendance of witnesses and the 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.

32 (d) Witnesses shall be allowed fees and mileage each way to and 33 from any such inquiry, investigation, hearing, or proceeding at the 34 rate authorized by RCW 34.05.446, as now or hereafter amended. Fees 35 need not be paid in advance of appearance of witnesses to testify or to 36 produce books, records, or other legal evidence.

(e) In case of disobedience of any person to comply with the orderof the board or a subpoena issued by the board, or any of its members,

or administrative law judges, or on the refusal of a witness to testify to any matter regarding which he or she may be lawfully interrogated, the judge of the superior court of the county in which the person resides, on application of any member of the board or administrative law judge, shall compel obedience by contempt proceedings, as in the case of disobedience of the requirements of a subpoena issued from said court or a refusal to testify therein.

(4) Upon receipt of notice of the suspension or cancellation of a 8 license, the licensee shall forthwith deliver up the license to the 9 board. Where the license has been suspended only, the board shall 10 return the license to the licensee at the expiration or termination of 11 the period of suspension. The board shall notify all vendors in the 12 city or place where the licensee has its premises of the suspension or 13 cancellation of the license; and no employee may allow or cause any 14 liquor to be delivered to or for any person at the premises of that 15 16 licensee.

(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.

22 (b) Unless sooner canceled, every license issued by the board shall expire at midnight of the thirtieth day of June of the fiscal year for 23 24 which it was issued. However, if the board deems it feasible and 25 desirable to do so, it may establish, by rule pursuant to chapter 34.05 RCW, a system for staggering the annual renewal dates for any and all 26 27 licenses authorized by this chapter. If such a system of staggered annual renewal dates is established by the board, the license fees 28 provided by this chapter shall be appropriately prorated during the 29 first year that the system is in effect. 30

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

37 (7) Every licensee shall post and keep posted its license, or38 licenses, in a conspicuous place on the premises.

1 (8)(a) Unless (b) of this subsection applies, before the board 2 issues a license to an applicant it shall give notice of such 3 application to the chief executive officer of the incorporated city or 4 town, if the application is for a license within an incorporated city 5 or town, or to the county legislative authority, if the application is 6 for a license outside the boundaries of incorporated cities or towns.

7 (b) If the application for a special occasion license is for an event held during a county, district, or area fair as defined by RCW 8 15.76.120, and the county, district, or area fair is located on 9 property owned by the county but located within an incorporated city or 10 town, the county legislative authority shall be the entity notified by 11 the board under (a) of this subsection. The board shall send a 12 13 duplicate notice to the incorporated city or town within which the fair 14 is located.

15 (c) The incorporated city or town through the official or employee 16 selected by it, or the county legislative authority or the official or 17 employee selected by it, shall have the right to file with the board 18 within twenty days after date of transmittal of such notice, written 19 objections against the applicant or against the premises for which the 20 license is asked. <u>The board may extend the time period for submitting</u> 21 written objections.

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

27 (e) Upon the granting of a license under this title the board shall send ((a duplicate of the license or)) written notification to the 28 chief executive officer of the incorporated city or town in which the 29 license is granted, or to the county legislative authority if the 30 license is granted outside the boundaries of incorporated cities or 31 towns. When the license is for a special occasion license for an event 32 held during a county, district, or area fair as defined by RCW 33 15.76.120, and the county, district, or area fair is located on county-34 owned property but located within an incorporated city or town, the 35 36 ((<del>duplicate</del>)) written notification shall be sent to both the 37 incorporated city or town and the county legislative authority.

(9)(a) Before the board issues any license to any applicant, it 1 2 shall give  $\left(\left(\frac{a}{a}\right)\right)$  <u>(i)</u> due consideration to the location of the business to be conducted under such license with respect to the 3 proximity of churches, schools, and public institutions and (((b))) 4 (ii) written notice ((by certified mail)), with receipt verification, 5 of the application to churches, schools, and public institutions within 6 7 five hundred feet of the premises to be licensed. The board shall issue no beer retailer license for either on-premises or off-premises 8 consumption or wine retailer license for either on-premises or off-9 premises consumption or spirits, beer, and wine restaurant license 10 covering any premises not now licensed, if such premises are within 11 12 five hundred feet of the premises of any tax-supported public 13 elementary or secondary school measured along the most direct route 14 over or across established public walks, streets, or other public passageway from the ((outer property line)) main entrance of the school 15 ((grounds)) to the nearest public entrance of the premises proposed for 16 17 license, and if, after receipt by the school ((or public institution)) of the notice as provided in this subsection, the board receives 18 written ((notice)) objection, within twenty days after ((posting)) 19 receiving notice, from official representative 20 such an or 21 representatives of the school within five hundred feet of said proposed 22 licensed premises, indicating to the board that there is an objection to the issuance of such license because of proximity to a school. 23 The 24 board may extend the time period for submitting objections. For the purpose of this section, church shall mean a building erected for and 25 used exclusively for religious worship and schooling or other activity 26 27 in connection therewith. For the purpose of this section, public institution shall mean institutions of higher education, parks, 28 community centers, libraries, and transit centers. 29

30 (b) No liquor license may be issued or reissued by the board to any 31 motor sports facility or licensee operating within the motor sports 32 facility unless the motor sports facility enforces a program reasonably 33 calculated to prevent alcohol or alcoholic beverages not purchased 34 within the facility from entering the facility and such program is 35 approved by local law enforcement agencies.

36 (c) It is the intent under this subsection (9) that a retail 37 license shall not be issued by the board where doing so would, in the 38 judgment of the board, adversely affect a private school meeting the requirements for private schools under Title 28A RCW, which school is within five hundred feet of the proposed licensee. The board shall fully consider and give substantial weight to objections filed by private schools. If a license is issued despite the proximity of a private school, the board shall state in a letter addressed to the private school the board's reasons for issuing the license.

7 (10) The restrictions set forth in subsection (9) of this section 8 shall not prohibit the board from authorizing the assumption of 9 existing licenses now located within the restricted area by other 10 persons or licenses or relocations of existing licensed premises within 11 the restricted area. In no case may the licensed premises be moved 12 closer to a church or school than it was before the assumption or 13 relocation.

14 (11)(a) Nothing in this section prohibits the board, in its 15 discretion, from issuing a temporary retail or distributor license to 16 an applicant ((assuming an existing retail or distributor license)) to 17 ((continue the operation of)) operate the retail or distributor 18 premises during the period the application for the license is pending 19 ((and when the following conditions exist:

20 (a) The licensed premises has been operated under a retail or 21 distributor license within ninety days of the date of filing the 22 application for a temporary license;

23 (b) The retail or distributor license for the premises has been 24 surrendered pursuant to issuance of a temporary operating license;

25 (c) The applicant for the temporary license has filed with the 26 board an application to assume the retail or distributor license at 27 such premises to himself or herself; and

28 (d) The application for a temporary license is accompanied by a 29 temporary license fee established by the board by rule)). The board 30 may establish a fee for a temporary license by rule.

31 (b) A temporary license issued by the board under this section 32 shall be for a period not to exceed sixty days. A temporary license 33 may be extended at the discretion of the board for ((an)) additional 34 periods of sixty-days ((period)) upon payment of an additional fee and 35 upon compliance with all conditions required in this section.

36 (c) Refusal by the board to issue or extend a temporary license 37 shall not entitle the applicant to request a hearing. A temporary 38 license may be canceled or suspended summarily at any time if the board

## Official Print - 6

determines that good cause for cancellation or suspension exists. RCW 66.08.130 ((and chapter 34.05 RCW shall apply)) applies to temporary licenses.

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

<u>SHB 2563</u> - S COMM AMD By Committee on Labor, Commerce, Research & Development

8 On page 1, line 1 of the title, after "licenses;" strike the 9 remainder of the title and insert "and amending RCW 66.24.010."

--- END ---