Fiftieth Legislature First Regular Session

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Mesnard S.B. 1460

## MESNARD SUBSTITUTE FLOOR AMENDMENT

HOUSE OF REPRESENTATIVES AMENDMENTS TO S.B. 1460

I move the following SUBSTITUTE Floor Amendment to the COMMERCE Committee Amendment to

SENATE BILL 1460 (Reference to Senate engrossed bill)

Page 4, strike lines 4 through 8; line 9, strike "VALID." insert "THE WRITTEN 1 2 ARGUMENT SHALL CONTAIN THE NATURAL PERSON'S COMPLETE NAME. STREET ADDRESS OR 3 POST OFFICE BOX ADDRESS AND WRITTEN OR ELECTRONIC SIGNATURE. IF THE WRITTEN 4 ARGUMENTS ARE FILED BY A PERSON ON BEHALF OF A CORPORATION OR OTHER LEGAL 5 ENTITY OR ASSOCIATION. THE WRITTEN ARGUMENTS MUST BE ACCOMPANIED BY A COPY OF THE ENTITIES ORGANIZING DOCUMENT, A DESIGNATION OF THE OFFICE OR POSITION 6 7 THAT THE PERSON HOLDS WITHIN THE ORGANIZATION AND A COPY OF THE WRITTEN 8 APPOINTMENT OF THE PERSON TO SPEAK ON BEHALF OF THE ORGANIZATION. IF THE 9 WRITTEN ARGUMENTS ARE FILED BY A NEIGHBORHOOD ASSOCIATION, BLOCK WATCH OR 10 OTHER UNINCORPORATED ASSOCIATION. WRITTEN ARGUMENTS MUST BE ACCOMPANIED BY A LETTER OF AUTHORITY DESIGNATING THAT PERSON AS A SPOKESPERSON." 11

Page 5, line 10, after the period strike remainder of line; strike lines 11 through 14; line 15, strike "FOR THE PROTEST TO BE VALID." insert "THE WRITTEN ARGUMENT SHALL CONTAIN THE NATURAL PERSON'S COMPLETE NAME, STREET ADDRESS OR POST OFFICE BOX ADDRESS AND WRITTEN OR ELECTRONIC SIGNATURE. IF THE WRITTEN ARGUMENTS ARE FILED BY A PERSON ON BEHALF OF A CORPORATION OR OTHER LEGAL ENTITY OR ASSOCIATION, THE WRITTEN ARGUMENTS MUST BE ACCOMPANIED BY A COPY OF THE ENTITIES ORGANIZING DOCUMENT, A DESIGNATION OF THE OFFICE OR POSITION THAT THE PERSON HOLDS WITHIN THE ORGANIZATION AND A COPY OF THE WRITTEN APPOINTMENT OF THE PERSON TO SPEAK ON BEHALF OF THE ORGANIZATION. IF THE WRITTEN ARGUMENTS ARE FILED BY A NEIGHBORHOOD ASSOCIATION, BLOCK WATCH OR OTHER UNINCORPORATED ASSOCIATION, WRITTEN ARGUMENTS MUST BE ACCOMPANIED BY A LETTER OF AUTHORITY DESIGNATING THAT PERSON AS A SPOKESPERSON."

- Line 17, strike "BASED"; strike line 18; line 19, strike "A LICENSE"
- Lines 23 and 24, strike "AT ANY TIME, THE BOARD MAY" insert "THE DIRECTOR MAY
  REQUEST THE BOARD"
- 27 Line 37, strike "FIFTEEN" insert "THIRTY"
- Page 6, line 38, strike "IT SHALL BE PRESUMED" insert "THERE SHALL BE A REBUTTABLE
  PRESUMPTION"

1 Line 39, after "COMMUNITY" insert "AT THAT LOCATION"

Page 6, line 41 after the period insert "THE PRESUMPTION SHALL NOT APPLY ONCE THE LICENSED LOCATION HAS NOT BEEN IN USE FOR MORE THAN ONE HUNDRED EIGHTY DAYS AND THE PRESUMPTION SHALL NOT EXTEND TO THE PERSONAL QUALIFICATIONS OF THE APPLICANT."

6 Page 9, line 3, strike "nonretail"

Between lines 26 and 27, insert:

"Sec. 5. Section 4-203.02, Arizona Revised Statutes, is amended to read:

## 4-203.02. Special event license; rules

- A. The director may, subject to the approval of the board of supervisors of a county for events to be held in an unincorporated area or the governing body of a city or town for events to be held in a city or town, issue on a temporary basis:
- 1. A daily on-sale special event license authorizing the sale of spirituous liquor for consumption on the premises where sold. The fee for the license is twenty-five dollars per day. The director shall transfer the monies collected to the department of health services for the purpose prescribed in title 36, chapter 18, article 2.
- 2. A daily off-sale special event license authorizing a charitable auction for the sale of spirituous liquor for consumption off premises.
- B. The director may only issue the special event license to a political party or campaign committee supporting a candidate for public office or a ballot measure, an organization formed for a specific charitable or civic purpose, a fraternal organization in existence for over five years with a regular membership or a religious organization.
- C. An organization selling spirituous liquor under a special event license pursuant to subsection A, paragraph 1 of this section shall purchase such spirituous liquor from the holder of a license authorized to sell off-sale, or, in the case of a nonprofit organization which has obtained a special event license for the purpose of charitable fund raising activities, the nonprofit organization may receive the spirituous liquor from a

wholesaler as a donation, except that a licensee licensed pursuant to subsection A, paragraph 2 of this section may receive spirituous liquor from a donor when the donor receives no remuneration or payment of any kind, directly or indirectly, other than any tax benefits that might result.

- D. An organization that is issued a license pursuant to subsection A, paragraph 2 of this section shall receive at least seventy-five per cent of the gross receipts of the auction. Up to twenty-five per cent of the gross receipts of a special event auction conducted pursuant to subsection A, paragraph 2 of this section may be used to pay reasonable and necessary expenses incurred in connection with the auction. All expenses shall be supported by written contracts, invoices or receipts, which shall be made available to the director on request.
- E. The director may adopt those rules the director determines are necessary to implement and administer this section including a limitation on the number of times during a calendar year a qualified organization may apply for and be issued a license under this section. The qualified organization issued a license pursuant to subsection A, paragraph 1 of this section must receive at least twenty-five per cent of the gross revenues of the special events, which shall be supported by a contract between the parties to be supplied at the time of application.
- F. An organization that is issued a license pursuant to subsection A, paragraph 2 of this section shall not sell more than twenty cases of spirituous liquor annually under a special event license.
- G. Section 4-201 does not apply to the licenses provided for under this section.
- H. A LICENSED WHOLESALER MAY DONATE SPIRITUOUS LIQUOR DIRECTLY TO AN ORGANIZATION THAT IS ISSUED A LICENSE PURSUANT TO SUBSECTION A. THE LICENSED WHOLESALER SHALL IN SUCH INSTANCES ISSUE A NET ZERO COST BILLING INVOICE IN THE NAME OF THE SPECIAL EVENT LICENSEE. ALL LICENSEES MAKING OR RECEIVING SPIRITUOUS LIQUOR DONATIONS REMAIN SUBJECT TO THE APPLICABLE LIMITATIONS AND REQUIREMENTS SET FORTH IN THIS TITLE AND IN THE RULES PROMULGATED BY THE DEPARTMENT.

- I. A LICENSED WHOLESALER MAY TEMPORARILY LEAVE A DELIVERY VEHICLE AND
  OTHER ITEMS OF EQUIPMENT NECESSARY FOR THE SALE OR SERVICE OF SPIRITUOUS
  LIQUOR ON THE PREMISES OF A LICENSED SPECIAL EVENT FOR THE DURATION OF THE
  EVENT AND UP TO ONE BUSINESS DAY BEFORE AND AFTER THE EVENT.
  - J. A LICENSED WHOLESALER MAY LEAVE SPIRITUOUS LIQUOR PRODUCTS AT A SPECIAL EVENT IF THE PRODUCTS ARE PROPERLY DESCRIBED ON A PRELIMINARY BILLING INVOICE FROM THE WHOLESALER THAT IS ISSUED IN THE NAME OF THE OFF-SALE RETAILER WHICH ALSO NAMES THE SPECIAL EVENT LICENSEE. THE LICENSED WHOLESALER HAS UP TO FIVE BUSINESS DAYS AFTER THE SPECIAL EVENT ENDS TO MAKE ANY NECESSARY BILLING ADJUSTMENTS AND ISSUE A FINAL BILLING INVOICE TO THE OFF-SALE RETAILER WHICH ALSO NAMES THE SPECIAL EVENT LICENSEE."
- 12 Renumber to conform
- 13 Page 11, line 4, before the first "The" insert:
- 14 "A."

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- Line 11, after the period insert "THE DIRECTOR MAY DISPOSE OF SEIZED SPIRITUOUS

  LIQUOR IN WHOLE OR IN PART BY PROVIDING THE SPIRITUOUS LIQUOR TO LAW

  ENFORCEMENT FOR TRAINING PURPOSES ONLY.
- 18 B."
- Line 13, after "OR" strike remainder of line; strike lines 14 through 16, insert
  "DISPOSED OF AS PROVIDED IN THIS SECTION. THE LICENSED WHOLESALER THAT
  DISTRIBUTES THE SPIRITUOUS LIQUOR BRAND IN THAT SALES TERRITORY MAY, BUT IS
  NOT REQUIRED TO, ACCEPT A RETURN OF THE LIQUOR AT NO COST FOR DISPOSAL OR TO
  ENABLE IT TO BE RETURNED TO THE SUPPLIER."
- 24 Page 12, line 33, strike "department of"
- Line 34, strike "COMMERCE" insert "OFFICE OF EMPLOYMENT AND POPULATION

  STATISTICS WITHIN THE ARIZONA DEPARTMENT OF ADMINISTRATION"
- Page 13, line 12, after the period insert "FOR DUAL LICENSES ISSUED PURSUANT TO A
  SINGLE SITE OR WHERE A SECOND LICENSE IS ISSUED TO A SITE WHICH ALREADY HAS A
  SPIRITUOUS LIQUOR LICENSE, OTHER THAN SETTLEMENT LICENSES ISSUED PURSUANT TO
  LAWS 2010, CHAPTER 85, SECTION 4, AS AMENDED BY THIS ACT, THE APPLICANT SHALL
  HAVE THE BURDEN OF ESTABLISHING THAT PUBLIC CONVENIENCE AND THE BEST INTEREST
  OF THE COMMUNITY WILL BE SERVED BY THE ISSUANCE OF THE LICENSE."

1 Strike pages 18 through 21

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- 2 Page 22, strike lines 1 through 10, insert:
- Sec. 13. Section 4-210.01, Arizona Revised Statutes, is amended to read:

## 4-210.01. Authority to impose civil penalty; training

- A. In lieu of or in addition to the suspension or revocation of or refusal to renew a license authorized by section 4-210, subsection A, the director may impose a civil penalty of not less than two hundred nor more than three thousand dollars for each violation. The licensee is entitled to appeal the decision of the director to the board. The board may affirm, modify or reverse the finding and decision of the director and may decrease the civil penalty imposed by the director.
- B. THE DIRECTOR MAY ESTABLISH PAYMENT OF THE CIVIL PENALTY AS AUTHORIZED IN SUBSECTION A OF THIS SECTION, BY THE LICENSEE IN THE FORM OF A SINGLE PAYMENT OR INSTALLMENT PAYMENTS.
- B. C. In addition to the imposition of any other penalty authorized by this title, the director may impose a requirement that the licensee or other person attend a training program approved by the department.
- 19 Renumber to conform
- Line 19, after the period insert "A CITY, TOWN OR COUNTY MAY ENFORCE LAWFUL
  ZONING REQUIREMENTS. ZONING SHALL NOT BE A BASIS FOR PROTESTING OR DENYING A
  LICENSE UNDER THIS TITLE."
- 23 Page 25, line 1, strike "dated and signed" insert "dated and signed"
- 24 Page 27, strike lines 18 through 43, insert:
- 25 "Sec. 17. Section 4-244, Arizona Revised Statutes, is amended to read:
- 26 4-244. <u>Unlawful acts</u>
- 27 It is unlawful:
- 1. For a person to buy for resale, sell or deal in spirituous liquors in this state without first having procured a license duly issued by the board.
- 2. For a person to sell or deal in alcohol for beverage purposes without first complying with this title.

4. For a distiller, vintner or brewer to require a wholesaler to offer or grant a discount to a retailer, unless the discount has also been offered and granted to the wholesaler by the distiller, vintner or brewer.

3. For a distiller, vintner, brewer or wholesaler knowingly to sell,

dispose of or give spirituous liquor to any person other than a licensee

except in sampling wares as may be necessary in the ordinary course of

business, except in donating spirituous liquor to a nonprofit organization

which has obtained a special event license for the purpose of charitable fund

raising activities or except in donating spirituous liquor with a cost to the distiller, brewer or wholesaler of up to  $\frac{\mathsf{one}}{\mathsf{one}}$  FIVE hundred dollars in a

calendar year to an organization that is exempt from federal income taxes

under SUBSECTIONS (3), (4), (6) OR (7) OF section 501(c) of the internal

revenue code and not licensed under this title.

- 5. For a distiller, vintner or brewer to use a vehicle for trucking or transportation of spirituous liquors unless there is affixed to both sides of the vehicle a sign showing the name and address of the licensee and the type and number of the person's license in letters not less than three and one-half inches in height.
- 6. For a person to take or solicit orders for spirituous liquors unless the person is a salesman or solicitor of a licensed wholesaler, a salesman or solicitor of a distiller, brewer, vintner, importer or broker or a registered retail agent.
- 7. For any retail licensee to purchase spirituous liquors from any person other than a solicitor or salesman of a wholesaler licensed in this state.
- 8. For a retailer to acquire an interest in property owned, occupied or used by a wholesaler in his business, or in a license with respect to the premises of the wholesaler.
- 9. Except as provided in paragraphs 10 and 11 of this section, for a licensee or other person to sell, furnish, dispose of or give, or cause to be sold, furnished, disposed of or given, to a person under the legal drinking age or for a person under the legal drinking age to buy, receive, have in the

person's possession or consume spirituous liquor. This paragraph shall not prohibit the employment by an off-sale retailer of persons who are at least sixteen years of age to check out, if supervised by a person on the premises who is at least nineteen years of age, package or carry merchandise, including spirituous liquor, in unbroken packages, for the convenience of the customer of the employer, if the employer sells primarily merchandise other than spirituous liquor.

- 10. For a licensee to employ a person under nineteen years of age to manufacture, sell or dispose of spirituous liquors. This paragraph shall not prohibit the employment by an off-sale retailer of persons who are at least sixteen years of age to check out, if supervised by a person on the premises who is at least nineteen years of age, package or carry merchandise, including spirituous liquor, in unbroken packages, for the convenience of the customer of the employer, if the employer sells primarily merchandise other than spirituous liquor.
- 11. For an on-sale retailer to employ a person under nineteen years of age in any capacity connected with the handling of spirituous liquors. This paragraph does not prohibit the employment by an on-sale retailer of a person under nineteen years of age who cleans up the tables on the premises for reuse, removes dirty dishes, keeps a ready supply of needed items and helps clean up the premises.
- 12. For a licensee, when engaged in waiting on or serving customers, to consume spirituous liquor or for a licensee or on-duty employee to be on or about the licensed premises while in an intoxicated or disorderly condition.
- 13. For an employee of a retail licensee, during that employee's working hours or in connection with such employment, to give to or purchase for any other person, accept a gift of, purchase for himself or consume spirituous liquor, except that:
- (a) An employee of a licensee, during that employee's working hours or in connection with the employment, while the employee is not engaged in waiting on or serving customers, may give spirituous liquor to or purchase spirituous liquor for any other person.

- (b) An employee of an on-sale retail licensee, during that employee's working hours or in connection with the employment, while the employee is not engaged in waiting on or serving customers, may taste samples of beer or wine not to exceed four ounces per day or distilled spirits not to exceed two ounces per day provided by an employee of a wholesaler or distributor who is present at the time of the sampling.
- (c) An employee of an on-sale retail licensee, under the supervision of a manager as part of the employee's training and education, while not engaged in waiting on or serving customers may taste samples of distilled spirits not to exceed two ounces per educational session or beer or wine not to exceed four ounces per educational session, and provided that a licensee shall not have more than two educational sessions in any thirty day period.
- (d) An unpaid volunteer who is a bona fide member of a club and who is not engaged in waiting on or serving spirituous liquor to customers may purchase for himself and consume spirituous liquor while participating in a scheduled event at the club. An unpaid participant in a food competition may purchase for himself and consume spirituous liquor while participating in the food competition.
- (e) An unpaid volunteer of a special event licensee under section 4-203.02 may purchase and consume spirituous liquor while not engaged in waiting on or serving spirituous liquor to customers at the special event. This subdivision does not apply to an unpaid volunteer whose responsibilities include verification of a person's legal drinking age, security or the operation of any vehicle or heavy machinery.
- 14. For a licensee or other person to serve, sell or furnish spirituous liquor to a disorderly or obviously intoxicated person, or for a licensee or employee of the licensee to allow or permit a disorderly or obviously intoxicated person to come into or remain on or about the premises, except that a licensee or an employee of the licensee may allow an obviously intoxicated person to remain on the premises for a period of time of not to exceed thirty minutes after the state of obvious intoxication is known or should be known to the licensee in order that a nonintoxicated person may

transport the obviously intoxicated person from the premises. For the purposes of this section, "obviously intoxicated" means inebriated to the extent that a person's physical faculties are substantially impaired and the impairment is shown by significantly uncoordinated physical action or significant physical dysfunction that would have been obvious to a reasonable person.

- 15. For an on-sale or off-sale retailer or an employee of such retailer to sell, dispose of, deliver or give spirituous liquor to a person between the hours of 2:00 a.m. and 6:00 a.m.
- 16. For a licensee or employee to knowingly permit any person on or about the licensed premises to give or furnish any spirituous liquor to any person under twenty-one years of age or knowingly permit any person under twenty-one years of age to have in the person's possession spirituous liquor on the licensed premises.
- 17. For an on-sale retailer or an employee of such retailer to allow a person to consume or possess spirituous liquors on the premises between the hours of 2:30 a.m. and 6:00 a.m.
- 18. For an on-sale retailer to permit an employee or for an employee to solicit or encourage others, directly or indirectly, to buy the employee drinks or anything of value in the licensed premises during the employee's working hours. No on-sale retailer shall serve employees or allow a patron of the establishment to give spirituous liquor to, purchase liquor for or drink liquor with any employee during the employee's working hours.
- 19. For an off-sale retailer or employee to sell spirituous liquor except in the original unbroken container, to permit spirituous liquor to be consumed on the premises or to knowingly permit spirituous liquor to be consumed on adjacent property under the licensee's exclusive control.
- 20. For a person to consume spirituous liquor in a public place, thoroughfare or gathering. The license of a licensee permitting a violation of this paragraph on the premises shall be subject to revocation. This paragraph does not apply to the sale of spirituous liquors on the premises of and by an on-sale retailer. This paragraph also does not apply to a person

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consuming beer from a broken package in a public recreation area or on private property with permission of the owner or lessor or on the walkways surrounding such private property or to a person consuming beer or wine from a broken package in a public recreation area as part of a special event or festival that is conducted under a license secured pursuant to section 4-203.02 or 4-203.03.

- 21. For a person to have possession of or to transport spirituous liquor which is manufactured in a distillery, winery, brewery or rectifying plant contrary to the laws of the United States and this state. Any property used in transporting such spirituous liquor shall be forfeited to the state and shall be seized and disposed of as provided in section 4-221.
- For an on-sale retailer or employee to allow a person under the legal drinking age to remain in an area on the licensed premises during those hours in which its primary use is the sale, dispensing or consumption of alcoholic beverages after the licensee, or the licensee's employees, know or should have known that the person is under the legal drinking age. on-sale retailer may designate an area of the licensed premises as an area in which spirituous liquor will not be sold or consumed for the purpose of allowing underage persons on the premises if the designated area is separated by a physical barrier and at no time will underage persons have access to the area in which spirituous liquor is sold or consumed. A licensee or an employee of a licensee may require a person who intends to enter a licensed premises or a portion of a licensed premises where persons under the legal drinking age are prohibited under this section to exhibit a written instrument of identification that is acceptable under section 4-241 as a condition of entry. The director, or a municipality, may adopt rules to regulate the presence of underage persons on licensed premises provided the rules adopted by a municipality are more stringent than those adopted by the director. The rules adopted by the municipality shall be adopted by local ordinance and shall not interfere with the licensee's ability to comply with this paragraph. This paragraph does not apply:

- (a) If the person under the legal drinking age is accompanied by a spouse, parent or legal guardian of legal drinking age or is an on-duty employee of the licensee.
- (b) If the owner, lessee or occupant of the premises is a club as defined in section 4-101, paragraph 7, subdivision (a) and the person under the legal drinking age is any of the following:
  - (i) An active duty military service member.
  - (ii) A veteran.
- (iii) A member of the United States army national guard or the United States air national guard.
  - (iv) A member of the United States military reserve forces.
- (c) To the area of the premises used primarily for the serving of food during the hours when food is served.
- 23. For an on-sale retailer or employee to conduct drinking contests, to sell or deliver to a person an unlimited number of spirituous liquor beverages during any set period of time for a fixed price, to deliver more than thirty-two ounces of beer, one liter of wine or four ounces of distilled spirits in any spirituous liquor drink to one person at one time for that person's consumption or to advertise any practice prohibited by this paragraph.
- 24. For a licensee or employee to knowingly permit the unlawful possession, use, sale or offer for sale of narcotics, dangerous drugs or marijuana on the premises.
- 25. For a licensee or employee to knowingly permit prostitution or the solicitation of prostitution on the premises.
- 26. For a licensee or employee to knowingly permit unlawful gambling on the premises.
- 27. For a licensee or employee to knowingly permit trafficking or attempted trafficking in stolen property on the premises.
- 28. For a licensee or employee to fail or refuse to make the premises or records available for inspection and examination as provided in this title or to comply with a lawful subpoena issued under this title.

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- 1 29. For any person other than a peace officer or a member of a 2 sheriff's volunteer posse while on duty who has received firearms training 3 that is approved by the Arizona peace officer standards and training board, 4 the licensee or an employee of the licensee acting with the permission of the 5 licensee to be in possession of a firearm while on the licensed premises of 6 an on-sale retailer. This paragraph shall not be construed to include a situation in which a person is on licensed premises for a limited time in 7 8 order to seek emergency aid and such person does not buy, receive, consume or 9 possess spirituous liquor. This paragraph shall not apply to:
  - (a) Hotel or motel guest room accommodations.
  - (b) The exhibition or display of a firearm in conjunction with a meeting, show, class or similar event.
  - (c) A person with a permit issued pursuant to section 13-3112 who carries a concealed handgun on the licensed premises of any on-sale retailer that has not posted a notice pursuant to section 4-229.
  - 30. For a licensee or employee to knowingly permit a person in possession of a firearm other than a peace officer or a member of a sheriff's volunteer posse while on duty who has received firearms training that is approved by the Arizona peace officer standards and training board, the licensee or an employee of the licensee acting with the permission of the licensee to remain on the licensed premises or to serve, sell or furnish spirituous liquor to a person in possession of a firearm while on the licensed premises of an on-sale retailer. It shall be a defense to action under this paragraph if the licensee or employee requested assistance of a peace officer to remove such person. This paragraph shall not apply to:
    - (a) Hotel or motel guest room accommodations.
  - (b) The exhibition or display of a firearm in conjunction with a meeting, show, class or similar event.
  - (c) A person with a permit issued pursuant to section 13-3112 who carries a concealed handgun on the licensed premises of any on-sale retailer that has not posted a notice pursuant to section 4-229.

- 31. For any person in possession of a firearm while on the licensed premises of an on-sale retailer to consume spirituous liquor.
- 32. For a licensee or employee to knowingly permit spirituous liquor to be removed from the licensed premises, except in the original unbroken package. This paragraph shall not apply to either of the following:
- (a) A person who removes a bottle of wine which has been partially consumed in conjunction with a purchased meal from licensed premises if a cork is inserted flush with the top of the bottle or the bottle is otherwise securely closed.
- (b) A person who is in licensed premises that have noncontiguous portions that are separated by a public or private walkway or driveway and who takes spirituous liquor from one portion of the licensed premises across the public or private walkway or driveway directly to the other portion of the licensed premises.
- 33. For a person who is obviously intoxicated to buy or attempt to buy spirituous liquor from a licensee or employee of a licensee or to consume spirituous liquor on licensed premises.
- 34. For a person under twenty-one years of age to drive or be in physical control of a motor vehicle while there is any spirituous liquor in the person's body.
- 35. For a person under twenty-one years of age to operate or be in physical control of a motorized watercraft that is underway while there is any spirituous liquor in the person's body. For the purposes of this paragraph, "underway" has the same meaning prescribed in section 5-301.
- 36. For a licensee, manager, employee or controlling person to purposely induce a voter, by means of alcohol, to vote or abstain from voting for or against a particular candidate or issue on an election day.
- 37. For a licensee to fail to report an occurrence of an act of violence to either the department or a law enforcement agency.
- 38. For a licensee to use a vending machine for the purpose of dispensing spirituous liquor.

- 39. For a licensee to offer for sale a wine carrying a label including a reference to Arizona or any Arizona city, town or geographic location unless at least seventy-five per cent by volume of the grapes used in making the wine were grown in Arizona.
  - 40. For a retailer to knowingly allow a customer to bring spirituous liquor onto the licensed premises, except that an on-sale retailer may allow a wine and food club to bring wine onto the premises for consumption by the club's members and guests of the club's members in conjunction with meals purchased at a meeting of the club that is conducted on the premises and that at least seven members attend. An on-sale retailer who allows wine and food clubs to bring wine onto its premises under this paragraph shall comply with all applicable provisions of this title and any rules adopted pursuant to this title to the same extent as if the on-sale retailer had sold the wine to the members of the club and their guests. For the purposes of this paragraph, "wine and food club" means an association that has more than twenty bona fide members paying at least six dollars per year in dues and that has been in existence for at least one year.
  - 41. For a person under twenty-one years of age to have in the person's body any spirituous liquor. In a prosecution for a violation of this paragraph:
  - (a) Pursuant to section 4-249, it is a defense that the spirituous liquor was consumed in connection with the bona fide practice of a religious belief or as an integral part of a religious exercise and in a manner not dangerous to public health or safety.
  - (b) Pursuant to section 4-226, it is a defense that the spirituous liquor was consumed for a bona fide medicinal purpose and in a manner not dangerous to public health or safety.
  - 42. For an employee of a licensee to accept any gratuity, compensation, remuneration or consideration of any kind to either:
  - (a) Permit a person who is under twenty-one years of age to enter any portion of the premises where that person is prohibited from entering pursuant to paragraph 22 of this section.

	JAVAN D. MESNARD
25	Amend title to conform
24	ORIGINAL PLACEMENT LICENSE"
23	Line 39, after "SECTION" insert "AND MAY NOT COLLECT ANY FEE ASSOCIATED WITH THE
22	Line 38, strike "REPLACEMENT LICENSES AND" insert "ANY"
21	Page 32, line 37, strike "OR TOWN" insert ", TOWN OR COUNTY"
20	PERIOD FOLLOWING THE UNLAWFUL COLLECTION OF THE FEE,"
19	strike "COLLECTED IN VIOLATION OF THIS SECTION." insert "FOR A FIVE YEAR
18	Page 31, line 7, after the period strike remainder of line; strike line 8; line 9,
17	Renumber to conform
16	public."
15	for inspection by any peace officer, distributor, wholesaler or member of the
14	conspicuous public area of the licensed premises that is readily accessible
13	All on-sale RETAIL licensees shall display the liquor license in a
12	4-262. <u>Display of license</u>
11	"Sec. 20. Section 4-262, Arizona Revised Statutes, is amended to read:
10	Page 30 between lines 5 and 6, insert:
9	Renumber to conform
8	person intends to resell the spirituous liquor."
7	spirituous liquor to a person if the retail licensee or employee knows the
6	44. For a retail licensee or an employee of a retail licensee to sell
5	produce a vaporized product for the purpose of consumption by inhalation.
4	or process which mixes spirituous liquor with pure oxygen or another gas to
3	43. For a person to purchase, offer for sale or use any device, machine
2	who is under twenty-one years of age.
1	(b) Sell, furnish, dispose of or give spirituous liquor to a persor

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