

Senate Engrossed

liquor; consumption; watercraft

State of Arizona  
Senate  
Fifty-seventh Legislature  
First Regular Session  
2025

## CHAPTER 107

# SENATE BILL 1467

AN ACT

AMENDING SECTION 4-205.03, ARIZONA REVISED STATUTES; RELATING TO LIQUOR LICENSES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 4-205.03, Arizona Revised Statutes, is amended  
3 to read:

4 4-205.03. Government license; issuance; regulatory  
5 provisions; agreements with coliseum  
6 concessionaires; definitions

7 A. The department may issue a government license to any state  
8 agency, state board, state commission, county, city, town, community  
9 college or state university, the national guard or the Arizona exposition  
10 and state fair board on application authorized by the governing body of  
11 the state agency, state board, state commission, county, city, town,  
12 community college or state university, the national guard or the Arizona  
13 exposition and state fair board.

14 B. If the department issues the license, it shall be issued in the  
15 name of the state agency, state board, state commission, county, city,  
16 town, community college or state university, the national guard or the  
17 Arizona coliseum and exposition center. No application shall be filed  
18 unless authorized by the respective governing body. The application shall  
19 designate for each location a manager or other individual responsible for  
20 administering the license. The state agency, state board, state  
21 commission, county, city, town, community college or state university, the  
22 national guard or the Arizona exposition and state fair board shall give  
23 notice to the department within ten days after any change in the designee.  
24 The state agency, state board, state commission, county, city, town,  
25 community college or state university, the national guard or the Arizona  
26 coliseum and exposition center to which a license is issued is subject to  
27 the fine or penalty prescribed for any violation of the statutes relating  
28 to alcoholic beverages.

29 C. The holder of a government license may sell and serve spirituous  
30 liquors solely for consumption on the premises for which the license is  
31 issued. A separate license is required for each premises on which  
32 spirituous liquors are served. A single premises licensed under this  
33 section may consist of not more than one dock area that is designated by a  
34 city or town and that is situated on a lake owned by the city or town and  
35 not more than thirty boats that are operated on the lake. A dock and  
36 boats that comprise a premises under this subsection shall be operated in  
37 compliance with subsection G of this section.

38 D. A governing body in possession of a government license, ~~may~~ by  
39 appropriate legislation or rule, MAY authorize the use of the license  
40 pursuant to a concession agreement approved by the governing body.

41 E. The department may adopt rules in order to administer this  
42 section.

43 F. Any agreement entered into by the Arizona exposition and state  
44 fair board allowing an indicated concessionaire to serve alcoholic

1 beverages pursuant to this section shall contain a provision requiring the  
2 concessionaire to do both of the following:

3 1. Fully indemnify and hold harmless this state and any of its  
4 agencies, boards, commissions, officers and employees against any  
5 liability for loss or damage incurred either on or off state property and  
6 resulting from the negligent serving of alcoholic beverages by the  
7 concessionaire or the concessionaire's agents or employees.

8 2. Post a surety bond in favor of this state in an amount  
9 determined by the Arizona exposition and state fair board to be sufficient  
10 to indemnify this state against the potential liability or name this state  
11 as an additional insured in a liability policy that provides sufficient  
12 coverage to indemnify this state as determined by the Arizona exposition  
13 and state fair board.

14 G. The following apply to the operation of a dock and boats as a  
15 licensed premises pursuant to subsection C of this section:

16 1. Liquor may be sold only for consumption on the premises ~~in~~  
17 ~~conjunction with consumption of food.~~

18 2. Liquor shall not be served or consumed on the dock. Liquor  
19 shall not be served on a boat earlier than fifteen minutes before the boat  
20 is scheduled to depart from the dock and shall not be served after a boat  
21 returns to the dock.

22 3. A person shall not be served more than fifty ounces of beer, one  
23 liter of wine or four ounces of distilled spirits at one time while the  
24 person is on a boat.

25 4. A person shall not bring spirituous liquor onto a boat other  
26 than liquor purchased by the licensee or a concessionaire for resale under  
27 this title.

28 5. The pilot of each boat, all crew members and all persons who  
29 sell or serve spirituous liquor on each boat are deemed employees of the  
30 licensee for purposes of this title.

31 6. The pilot of each boat shall either have a current and valid  
32 coast guard operator's license or shall have successfully completed a  
33 safety and operator training course approved by the city or town.

34 7. Spirituous liquor ~~shall not~~ MAY ONLY be served, consumed or  
35 possessed by a customer on the boat between the hours of 9:00 A.M. AND  
36 11:00 p.m. ~~and 5:00 p.m.~~

37 8. All provisions of this title and rules adopted pursuant to this  
38 title that are not inconsistent with this section apply to sales and  
39 consumption of spirituous liquor on the licensed premises.

40 H. For the purposes of this section:

41 1. "Arizona coliseum and exposition center" includes all property  
42 under the control of the Arizona exposition and state fair board as  
43 provided in section 3-1001.

44 2. "Boat" means ~~a seaworthy vessel that is designed to carry and~~  
45 ~~that is capable of carrying not less than fifteen nor more than forty-five~~

1 ~~passengers, that has a displacement of not more than ten tons and that~~  
2 ~~possesses a current coast guard certificate.~~ ANY WATERCRAFT THAT MEETS ALL  
3 OF THE FOLLOWING REQUIREMENTS:

4 (a) IS PROPELLED BY MACHINERY, WHETHER OR NOT THE MACHINERY IS THE  
5 PRINCIPAL SOURCE OF PROPULSION.

6 (b) IS DESIGNED TO CARRY AND THAT IS CAPABLE OF CARRYING NOT LESS  
7 THAN FIFTEEN AND NOT MORE THAN ONE HUNDRED PASSENGERS.

8 (c) HAS A DISPLACEMENT OF NOT MORE THAN FIFTY TONS.

9 (d) HAS EITHER OF THE FOLLOWING:

10 (i) A CURRENT COAST GUARD CERTIFICATE.

11 (ii) ANY OTHER REQUIREMENT OF THE LOCAL GOVERNING BODY FOR  
12 OPERATION ON LOCAL NONNAVIGABLE WATERWAYS.

13 3. "Community college" has the same meaning prescribed in section  
14 15-1401.

15 4. "State university" means institutions as described in section  
16 15-1601.

APPROVED BY THE GOVERNOR MAY 2, 2025.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 2, 2025.