		ALCOHOLIC BEVERAGE SERVICE AMENDMENTS
		2014 GENERAL SESSION
		STATE OF UTAH
		Chief Sponsor: Kraig Powell
		Senate Sponsor:
	G T	ITLE
Gene	ral I	Description:
	Th	is bill modifies the Alcoholic Beverage Control Act to address issues related to the
regula	ation	of alcoholic products.
Highl	light	red Provisions:
	Th	is bill:
	►	modifies definitions;
	►	removes certain restrictions on the dispensing and storage of alcoholic products;
	►	removes the requirement for restaurants that patrons have intent to dine;
	►	removes restrictions related to sitting at a bar structure;
	►	requires that food be available for purchase at restaurant licensees when alcoholic
produ	icts a	re sold, offered for sale, or furnished;
	►	repeals credit for grandfathered bar structures; and
	►	makes technical changes.
Mone	ey Aj	ppropriated in this Bill:
	No	one
Other	r Sp	ecial Clauses:
	No	one
Utah	Cod	le Sections Affected:
AME	NDS	۶:
	32	B-1-102, as last amended by Laws of Utah 2013, Chapter 349

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28	32B-6-205, as last amended by Laws of Utah 2013, Chapter 353
29	32B-6-302, as last amended by Laws of Utah 2011, Chapter 334
30	32B-6-305, as last amended by Laws of Utah 2013, Chapter 353
31	32B-6-703, as last amended by Laws of Utah 2011, Second Special Session, Chapter 2
32	32B-6-805, as last amended by Laws of Utah 2012, Chapter 365
33	32B-6-905, as last amended by Laws of Utah 2013, Chapter 353
34	32B-8-402, as last amended by Laws of Utah 2011, Chapter 334
35	REPEALS:
36	32B-6-202, as last amended by Laws of Utah 2011, Chapter 334
37	<b>32B-6-205.1</b> , as enacted by Laws of Utah 2010, Chapter 276
38	<b>32B-6-305.1</b> , as enacted by Laws of Utah 2010, Chapter 276
39	32B-6-902, as last amended by Laws of Utah 2011, Second Special Session, Chapter 2
40	
41	Be it enacted by the Legislature of the state of Utah:
42	Section 1. Section <b>32B-1-102</b> is amended to read:
43	32B-1-102. Definitions.
44	As used in this title:
45	(1) "Airport lounge" means a business location:
46	(a) at which an alcoholic product is sold at retail for consumption on the premises; and
47	(b) that is located at an international airport with a United States Customs office on the
48	premises of the international airport.
49	(2) "Airport lounge license" means a license issued in accordance with Chapter 5,
50	Retail License Act, and Chapter 6, Part 5, Airport Lounge License.
51	(3) "Alcoholic beverage" means the following:
52	(a) beer; or
52 53	<ul><li>(a) beer; or</li><li>(b) liquor.</li></ul>
53	(b) liquor.
53 54	<ul><li>(b) liquor.</li><li>(4) (a) "Alcoholic product" means a product that:</li></ul>
53 54 55	<ul> <li>(b) liquor.</li> <li>(4) (a) "Alcoholic product" means a product that:</li> <li>(i) contains at least .5% of alcohol by volume; and</li> </ul>

59	(b) "Alcoholic product" includes an alcoholic beverage.
60	(c) "Alcoholic product" does not include any of the following common items that
61	otherwise come within the definition of an alcoholic product:
62	(i) except as provided in Subsection (4)(d), an extract;
63	(ii) vinegar;
64	(iii) cider;
65	(iv) essence;
66	(v) tincture;
67	(vi) food preparation; or
68	(vii) an over-the-counter medicine.
69	(d) "Alcoholic product" includes an extract containing alcohol obtained by distillation
70	when it is used as a flavoring in the manufacturing of an alcoholic product.
71	(5) "Alcohol training and education seminar" means a seminar that is:
72	(a) required by Chapter 5, Part 4, Alcohol Training and Education Act; and
73	(b) described in Section 62A-15-401.
74	(6) "Banquet" means an event:
75	(a) that is held at one or more designated locations approved by the commission in or
76	on the premises of a:
77	(i) hotel;
78	(ii) resort facility;
79	(iii) sports center; or
80	(iv) convention center;
81	(b) for which there is a contract:
82	(i) between a person operating a facility listed in Subsection (6)(a) and another person;
83	and
84	(ii) under which the person operating a facility listed in Subsection (6)(a) is required to
85	provide an alcoholic product at the event; and
86	(c) at which food and alcoholic products may be sold, offered for sale, or furnished.
87	(7) (a) "Bar" means a surface or structure:
88	(i) at which an alcoholic product is:
89	(A) stored; or

90	(B) dispensed; or
91	(ii) from which an alcoholic product is served.
92	(b) "Bar structure" means a surface or structure on a licensed premises if on or at any
93	place of the surface or structure an alcoholic product is:
94	(i) stored; or
95	(ii) dispensed.
96	(8) (a) Subject to Subsection (8)(d), "beer" means a product that:
97	(i) contains at least .5% of alcohol by volume, but not more than 4% of alcohol by
98	volume or 3.2% by weight; and
99	(ii) is obtained by fermentation, infusion, or decoction of malted grain.
100	(b) "Beer" may or may not contain hops or other vegetable products.
101	(c) "Beer" includes a product that:
102	(i) contains alcohol in the percentages described in Subsection (8)(a); and
103	(ii) is referred to as:
104	(A) beer;
105	(B) ale;
106	(C) porter;
107	(D) stout;
108	(E) lager; or
109	(F) a malt or malted beverage.
110	(d) "Beer" does not include a flavored malt beverage.
111	(9) "Beer-only restaurant license" means a license issued in accordance with Chapter 5,
112	Retail License Act, and Chapter 6, Part 9, Beer-Only Restaurant License.
113	(10) "Beer retailer" means a business:
114	(a) that is engaged, primarily or incidentally, in the retail sale of beer to a patron,
115	whether for consumption on or off the business premises; and
116	(b) to whom a license is issued:
117	(i) for an off-premise beer retailer, in accordance with Chapter 7, Part 2, Off-Premise
118	Beer Retailer Local Authority; or
119	(ii) for an on-premise beer retailer, in accordance with Chapter 5, Retail License Act,
120	and Chapter 6, Part 7, On-Premise Beer Retailer License.

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121	(11) "Beer wholesaling license" means a license:
122	(a) issued in accordance with Chapter 13, Beer Wholesaling License Act; and
123	(b) to import for sale, or sell beer in wholesale or jobbing quantities to one or more
124	retail licensees or off-premise beer retailers.
125	(12) "Billboard" means a public display used to advertise, including:
126	(a) a light device;
127	(b) a painting;
128	(c) a drawing;
129	(d) a poster;
130	(e) a sign;
131	(f) a signboard; or
132	(g) a scoreboard.
133	(13) "Brewer" means a person engaged in manufacturing:
134	(a) beer;
135	(b) heavy beer; or
136	(c) a flavored malt beverage.
137	(14) "Brewery manufacturing license" means a license issued in accordance with
138	Chapter 11, Part 5, Brewery Manufacturing License.
139	(15) "Certificate of approval" means a certificate of approval obtained from the
140	department under Section 32B-11-201.
141	(16) "Chartered bus" means a passenger bus, coach, or other motor vehicle provided by
142	a bus company to a group of persons pursuant to a common purpose:
143	(a) under a single contract;
144	(b) at a fixed charge in accordance with the bus company's tariff; and
145	(c) to give the group of persons the exclusive use of the passenger bus, coach, or other
146	motor vehicle, and a driver to travel together to one or more specified destinations.
147	(17) "Church" means a building:
148	(a) set apart for worship;
149	(b) in which religious services are held;
150	(c) with which clergy is associated; and
151	(d) that is tax exempt under the laws of this state.

152	(18) (a) "Club license" means a license issued in accordance with Chapter 5, Retail
153	License Act, and Chapter 6, Part 4, Club License.
154	(b) "Club license" includes:
155	(i) a dining club license;
156	(ii) an equity club license;
157	(iii) a fraternal club license; or
158	(iv) a social club license.
159	(19) "Commission" means the Alcoholic Beverage Control Commission created in
160	Section 32B-2-201.
161	(20) "Commissioner" means a member of the commission.
162	(21) "Community location" means:
163	(a) a public or private school;
164	(b) a church;
165	(c) a public library;
166	(d) a public playground; or
167	(e) a public park.
168	(22) "Community location governing authority" means:
169	(a) the governing body of the community location; or
170	(b) if the commission does not know who is the governing body of a community
171	location, a person who appears to the commission to have been given on behalf of the
172	community location the authority to prohibit an activity at the community location.
173	(23) "Container" means a receptacle that contains an alcoholic product, including:
174	(a) a bottle;
175	(b) a vessel; or
176	(c) a similar item.
177	(24) "Convention center" means a facility that is:
178	(a) in total at least 30,000 square feet; and
179	(b) otherwise defined as a "convention center" by the commission by rule.
180	(25) (a) Subject to Subsection (25)(b), "counter" means a surface or structure in a
181	dining area of a licensed premises where seating is provided to a patron for service of food.
182	(b) "Counter" does not include a surface or structure if on or at any point of the surface

183	or structure an alcoholic product is:
184	(i) stored; or
185	(ii) dispensed.
186	(26) "Department" means the Department of Alcoholic Beverage Control created in
187	Section 32B-2-203.
188	(27) "Department compliance officer" means an individual who is:
189	(a) an auditor or inspector; and
190	(b) employed by the department.
191	(28) "Department sample" means liquor that is placed in the possession of the
192	department for testing, analysis, and sampling.
193	(29) "Dining club license" means a license issued in accordance with Chapter 5, Retail
194	License Act, and Chapter 6, Part 4, Club License, that is designated by the commission as a
195	dining club license.
196	(30) "Director," unless the context requires otherwise, means the director of the
197	department.
198	(31) "Disciplinary proceeding" means an adjudicative proceeding permitted under this
199	title:
200	(a) against a person subject to administrative action; and
201	(b) that is brought on the basis of a violation of this title.
202	[(32) (a) Subject to Subsection (32)(b), "dispense" means:]
203	[(i) drawing of an alcoholic product:]
204	[(A) from an area where it is stored; or]
205	[(B) as provided in Subsection 32B-6-205(12)(b)(ii), 32B-6-305(12)(b)(ii),
206	<del>32B-6-805(15)(b)(ii), or 32B-6-905(12)(b)(ii); and</del> ]
207	[(ii) using the alcoholic product described in Subsection (32)(a)(i) on the premises of
208	the licensed premises to mix or prepare an alcoholic product to be furnished to a patron of the
209	retail licensee.]
210	[(b) The definition of "dispense" in this Subsection (32) applies only to:]
211	[(i) a full-service restaurant license;]
212	[(ii) a limited-service restaurant license;]
213	[(iii) a reception center license; and]

213 [(iii) a reception center license; and]

214	[(iv) a beer-only restaurant license.]
215	[(33)] (32) "Distillery manufacturing license" means a license issued in accordance
216	with Chapter 11, Part 4, Distillery Manufacturing License.
217	[(34)] (33) "Distressed merchandise" means an alcoholic product in the possession of
218	the department that is saleable, but for some reason is unappealing to the public.
219	[(35)] (34) "Educational facility" includes:
220	(a) a nursery school;
221	(b) an infant day care center; and
222	(c) a trade and technical school.
223	[(36)] (35) "Equity club license" means a license issued in accordance with Chapter 5,
224	Retail License Act, and Chapter 6, Part 4, Club License, that is designated by the commission
225	as an equity club license.
226	[ <del>(37)</del> ] <u>(36)</u> "Event permit" means:
227	(a) a single event permit; or
228	(b) a temporary beer event permit.
229	[(38)] (37) "Exempt license" means a license exempt under Section 32B-1-201 from
230	being considered in determining the total number of a retail license that the commission may
231	issue at any time.
232	[(39)] (38) (a) "Flavored malt beverage" means a beverage:
233	(i) that contains at least .5% alcohol by volume;
234	(ii) that is treated by processing, filtration, or another method of manufacture that is not
235	generally recognized as a traditional process in the production of a beer as described in 27
236	C.F.R. Sec. 25.55;
237	(iii) to which is added a flavor or other ingredient containing alcohol, except for a hop
238	extract; and
239	(iv) (A) for which the producer is required to file a formula for approval with the
240	federal Alcohol and Tobacco Tax and Trade Bureau pursuant to 27 C.F.R. Sec. 25.55; or
241	(B) that is not exempt under Subdivision (f) of 27 C.F.R. Sec. 25.55.
242	(b) "Flavored malt beverage" is considered liquor for purposes of this title.
243	[(40)] (39) "Fraternal club license" means a license issued in accordance with Chapter
244	5, Retail License Act, and Chapter 6, Part 4, Club License, that is designated by the

245	commission as a fraternal club license.
246	[(41)] (40) "Full-service restaurant license" means a license issued in accordance with
247	Chapter 5, Retail License Act, and Chapter 6, Part 2, Full-Service Restaurant License.
248	[(42)] (41) (a) "Furnish" means by any means to provide with, supply, or give an
249	individual an alcoholic product, by sale or otherwise.
250	(b) "Furnish" includes to:
251	(i) serve;
252	(ii) deliver; or
253	(iii) otherwise make available.
254	[(43)] (42) "Guest" means an individual who meets the requirements of Subsection
255	32B-6-407(9).
256	[(44)] (43) "Health care practitioner" means:
257	(a) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act;
258	(b) an optometrist licensed under Title 58, Chapter 16a, Utah Optometry Practice Act;
259	(c) a pharmacist licensed under Title 58, Chapter 17b, Pharmacy Practice Act;
260	(d) a physical therapist licensed under Title 58, Chapter 24b, Physical Therapy Practice
261	Act;
262	(e) a nurse or advanced practice registered nurse licensed under Title 58, Chapter 31b,
263	Nurse Practice Act;
264	(f) a recreational therapist licensed under Title 58, Chapter 40, Recreational Therapy
265	Practice Act;
266	(g) an occupational therapist licensed under Title 58, Chapter 42a, Occupational
267	Therapy Practice Act;
268	(h) a nurse midwife licensed under Title 58, Chapter 44a, Nurse Midwife Practice Act;
269	(i) a mental health professional licensed under Title 58, Chapter 60, Mental Health
270	Professional Practice Act;
271	(j) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act;
272	(k) an osteopath licensed under Title 58, Chapter 68, Utah Osteopathic Medical
273	Practice Act;
274	(l) a dentist or dental hygienist licensed under Title 58, Chapter 69, Dentist and Dental
275	Hygienist Practice Act: and

275 Hygienist Practice Act; and

276	(m) a physician assistant licensed under Title 58, Chapter 70a, Physician Assistant Act.
277	$\left[\frac{(45)}{(44)}\right]$ (a) "Heavy beer" means a product that:
278	(i) contains more than 4% alcohol by volume; and
279	(ii) is obtained by fermentation, infusion, or decoction of malted grain.
280	(b) "Heavy beer" is considered liquor for the purposes of this title.
281	[(46)] (45) "Hotel" is as defined by the commission by rule.
282	[(47)] (46) "Identification card" means an identification card issued under Title 53,
283	Chapter 3, Part 8, Identification Card Act.
284	[(48)] (47) "Industry representative" means an individual who is compensated by
285	salary, commission, or other means for representing and selling an alcoholic product of a
286	manufacturer, supplier, or importer of liquor.
287	[(49)] (48) "Industry representative sample" means liquor that is placed in the
288	possession of the department for testing, analysis, and sampling by a local industry
289	representative on the premises of the department to educate the local industry representative of
290	the quality and characteristics of the product.
291	[(50)] (49) "Interdicted person" means a person to whom the sale, offer for sale, or
292	furnishing of an alcoholic product is prohibited by:
293	(a) law; or
294	(b) court order.
295	[(51)] (50) "Intoxicated" means that a person:
296	(a) is significantly impaired as to the person's mental or physical functions as a result of
297	the use of:
298	(i) an alcoholic product;
299	(ii) a controlled substance;
300	(iii) a substance having the property of releasing toxic vapors; or
301	(iv) a combination of Subsections $[(51)]$ (50)(a)(i) through (iii); and
302	(b) exhibits plain and easily observed outward manifestations of behavior or physical
303	signs produced by the over consumption of an alcoholic product.
304	[(52)] (51) "Investigator" means an individual who is:
305	(a) a department compliance officer; or
306	(b) a nondepartment enforcement officer.

307	$\left[\frac{(53)}{(52)}\right]$ "Invitee" is as defined in Section 32B-8-102.
308	[ <del>(54)</del> ] <u>(53)</u> "License" means:
309	(a) a retail license;
310	(b) a license issued in accordance with Chapter 11, Manufacturing and Related
311	Licenses Act;
312	(c) a license issued in accordance with Chapter 12, Liquor Warehousing License Act;
313	or
314	(d) a license issued in accordance with Chapter 13, Beer Wholesaling License Act.
315	[(55)] (54) "Licensee" means a person who holds a license.
316	[(56)] (55) "Limited-service restaurant license" means a license issued in accordance
317	with Chapter 5, Retail License Act, and Chapter 6, Part 3, Limited-Service Restaurant License.
318	[(57)] (56) "Limousine" means a motor vehicle licensed by the state or a local
319	authority, other than a bus or taxicab:
320	(a) in which the driver and a passenger are separated by a partition, glass, or other
321	barrier;
322	(b) that is provided by a business entity to one or more individuals at a fixed charge in
323	accordance with the business entity's tariff; and
324	(c) to give the one or more individuals the exclusive use of the limousine and a driver
325	to travel to one or more specified destinations.
326	[ <del>(58)</del> ] <u>(57)</u> (a) (i) "Liquor" means a liquid that:
327	(A) is:
328	(I) alcohol;
329	(II) an alcoholic, spirituous, vinous, fermented, malt, or other liquid;
330	(III) a combination of liquids a part of which is spirituous, vinous, or fermented; or
331	(IV) other drink or drinkable liquid; and
332	(B) (I) contains at least .5% alcohol by volume; and
333	(II) is suitable to use for beverage purposes.
334	(ii) "Liquor" includes:
335	(A) heavy beer;
336	(B) wine; and
337	(C) a flavored malt beverage.

338	(b) "Liquor" does not include beer.
339	[(59)] (58) "Liquor Control Fund" means the enterprise fund created by Section
340	32B-2-301.
341	[(60)] (59) "Liquor warehousing license" means a license that is issued:
342	(a) in accordance with Chapter 12, Liquor Warehousing License Act; and
343	(b) to a person, other than a licensed manufacturer, who engages in the importation for
344	storage, sale, or distribution of liquor regardless of amount.
345	[(61)] (60) "Local authority" means:
346	(a) for premises that are located in an unincorporated area of a county, the governing
347	body of a county; or
348	(b) for premises that are located in an incorporated city or a town, the governing body
349	of the city or town.
350	[(62)] (61) "Lounge or bar area" is as defined by rule made by the commission.
351	[(63)] (62) "Manufacture" means to distill, brew, rectify, mix, compound, process,
352	ferment, or otherwise make an alcoholic product for personal use or for sale or distribution to
353	others.
354	[(64)] (63) "Member" means an individual who, after paying regular dues, has full
355	privileges in an equity club licensee or fraternal club licensee.
356	[(65)] (64) (a) "Military installation" means a base, air field, camp, post, station, yard,
357	center, or homeport facility for a ship:
358	(i) (A) under the control of the United States Department of Defense; or
359	(B) of the National Guard;
360	(ii) that is located within the state; and
361	(iii) including a leased facility.
362	(b) "Military installation" does not include a facility used primarily for:
363	(i) civil works;
364	(ii) a rivers and harbors project; or
365	(iii) a flood control project.
366	[(66)] (65) "Minor" means an individual under the age of 21 years.
367	[(67)] (66) "Nondepartment enforcement agency" means an agency that:
368	(a) (i) is a state agency other than the department; or

369	(ii) is an agency of a county, city, or town; and
370	(b) has a responsibility to enforce one or more provisions of this title.
371	[(68)] (67) "Nondepartment enforcement officer" means an individual who is:
372	(a) a peace officer, examiner, or investigator; and
373	(b) employed by a nondepartment enforcement agency.
374	[(69)] (68) (a) "Off-premise beer retailer" means a beer retailer who is:
375	(i) licensed in accordance with Chapter 7, Part 2, Off-Premise Beer Retailer Local
376	Authority; and
377	(ii) engaged in the retail sale of beer to a patron for consumption off the beer retailer's
378	premises.
379	(b) "Off-premise beer retailer" does not include an on-premise beer retailer.
380	[(70)] (69) "On-premise banquet license" means a license issued in accordance with
381	Chapter 5, Retail License Act, and Chapter 6, Part 6, On-Premise Banquet License.
382	[(71)] (70) "On-premise beer retailer" means a beer retailer who is:
383	(a) authorized to sell, offer for sale, or furnish beer under a license issued in
384	accordance with Chapter 5, Retail License Act, and Chapter 6, Part 7, On-Premise Beer
385	Retailer License; and
386	(b) engaged in the sale of beer to a patron for consumption on the beer retailer's
387	premises:
388	(i) regardless of whether the beer retailer sells beer for consumption off the licensed
389	premises; and
390	(ii) on and after March 1, 2012, operating:
391	(A) as a tavern; or
392	(B) in a manner that meets the requirements of Subsection 32B-6-703(2)(e)(i).
393	$\left[\frac{(72)}{(71)}\right]$ "Opaque" means impenetrable to sight.
394	[(73)] (72) "Package agency" means a retail liquor location operated:
395	(a) under an agreement with the department; and
396	(b) by a person:
397	(i) other than the state; and
398	(ii) who is authorized by the commission in accordance with Chapter 2, Part 6, Package
399	Agency, to sell packaged liquor for consumption off the premises of the package agency.

399 Agency, to sell packaged liquor for consumption off the premises of the package agency.

400	[ <del>(74)</del> ] (73) "Package agent" means a person who holds a package agency.
401	[(75)] (74) "Patron" means an individual to whom food, beverages, or services are sold,
402	offered for sale, or furnished, or who consumes an alcoholic product including:
403	(a) a customer;
404	(b) a member;
405	(c) a guest;
406	(d) an attendee of a banquet or event;
407	(e) an individual who receives room service;
408	(f) a resident of a resort;
409	(g) a public customer under a resort spa sublicense, as defined in Section 32B-8-102;
410	or
411	(h) an invitee.
412	[(76)] (75) "Permittee" means a person issued a permit under:
413	(a) Chapter 9, Event Permit Act; or
414	(b) Chapter 10, Special Use Permit Act.
415	[(77)] (76) "Person subject to administrative action" means:
416	(a) a licensee;
417	(b) a permittee;
418	(c) a manufacturer;
419	(d) a supplier;
420	(e) an importer;
421	(f) one of the following holding a certificate of approval:
422	(i) an out-of-state brewer;
423	(ii) an out-of-state importer of beer, heavy beer, or flavored malt beverages; or
424	(iii) an out-of-state supplier of beer, heavy beer, or flavored malt beverages; or
425	(g) staff of:
426	(i) a person listed in Subsections $[(77)]$ (76)(a) through (f); or
427	(ii) a package agent.
428	[(78)] (77) "Premises" means a building, enclosure, or room used in connection with
429	the storage, sale, furnishing, consumption, manufacture, or distribution, of an alcoholic
430	product, unless otherwise defined in this title or rules made by the commission.

431	[(79)] (78) "Prescription" means an order issued by a health care practitioner when:
432	(a) the health care practitioner is licensed under Title 58, Occupations and Professions,
433	to prescribe a controlled substance, other drug, or device for medicinal purposes;
434	(b) the order is made in the course of that health care practitioner's professional
435	practice; and
436	(c) the order is made for obtaining an alcoholic product for medicinal purposes only.
437	[(80)] (79) (a) "Private event" means a specific social, business, or recreational event:
438	(i) for which an entire room, area, or hall is leased or rented in advance by an identified
439	group; and
440	(ii) that is limited in attendance to people who are specifically designated and their
441	guests.
442	(b) "Private event" does not include an event to which the general public is invited,
443	whether for an admission fee or not.
444	[ <del>(81)</del> ] <u>(80)</u> (a) "Proof of age" means:
445	(i) an identification card;
446	(ii) an identification that:
447	(A) is substantially similar to an identification card;
448	(B) is issued in accordance with the laws of a state other than Utah in which the
449	identification is issued;
450	(C) includes date of birth; and
451	(D) has a picture affixed;
452	(iii) a valid driver license certificate that:
453	(A) includes date of birth;
454	(B) has a picture affixed; and
455	(C) is issued:
456	(I) under Title 53, Chapter 3, Uniform Driver License Act; or
457	(II) in accordance with the laws of the state in which it is issued;
458	(iv) a military identification card that:
459	(A) includes date of birth; and
460	(B) has a picture affixed; or
461	(v) a valid passport.

462	(b) "Proof of age" does not include a driving privilege card issued in accordance with
463	Section 53-3-207.
464	[(82)] (81) (a) "Public building" means a building or permanent structure that is:
465	(i) owned or leased by:
466	(A) the state; or
467	(B) a local government entity; and
468	(ii) used for:
469	(A) public education;
470	(B) transacting public business; or
471	(C) regularly conducting government activities.
472	(b) "Public building" does not include a building owned by the state or a local
473	government entity when the building is used by a person, in whole or in part, for a proprietary
474	function.
475	[(83)] (82) "Public conveyance" means a conveyance to which the public or a portion
476	of the public has access to and a right to use for transportation, including an airline, railroad,
477	bus, boat, or other public conveyance.
478	[(84)] (83) "Reception center" means a business that:
479	(a) operates facilities that are at least 5,000 square feet; and
480	(b) has as its primary purpose the leasing of the facilities described in Subsection $[(84)]$
481	(83)(a) to a third party for the third party's event.
482	[(85)] (84) "Reception center license" means a license issued in accordance with
483	Chapter 5, Retail License Act, and Chapter 6, Part 8, Reception Center License.
484	[(86)] (85) (a) "Record" means information that is:
485	(i) inscribed on a tangible medium; or
486	(ii) stored in an electronic or other medium and is retrievable in a perceivable form.
487	(b) "Record" includes:
488	(i) a book;
489	(ii) a book of account;
490	(iii) a paper;
491	(iv) a contract;
492	(v) an agreement;

493	(vi) a document; or
494	(vii) a recording in any medium.
495	[(87)] (86) "Residence" means a person's principal place of abode within Utah.
496	[(88)] (87) "Resident," in relation to a resort, is as defined in Section 32B-8-102.
497	[(89)] (88) "Resort" is as defined in Section 32B-8-102.
498	[(90)] (89) "Resort facility" is as defined by the commission by rule.
499	[(91)] (90) "Resort license" means a license issued in accordance with Chapter 5,
500	Retail License Act, and Chapter 8, Resort License Act.
501	[(92)] (91) "Restaurant" means a business location:
502	(a) at which a variety of foods are prepared;
503	(b) at which complete meals are served to the general public; and
504	(c) that is engaged primarily in serving meals to the general public.
505	[(93)] (92) "Retail license" means one of the following licenses issued under this title:
506	(a) a full-service restaurant license;
507	(b) a master full-service restaurant license;
508	(c) a limited-service restaurant license;
509	(d) a master limited-service restaurant license;
510	(e) a club license;
511	(f) an airport lounge license;
512	(g) an on-premise banquet license;
513	(h) an on-premise beer license;
514	(i) a reception center license; or
515	(j) a beer-only restaurant license.
516	[(94)] (93) "Room service" means furnishing an alcoholic product to a person in a
517	guest room of a:
518	(a) hotel; or
519	(b) resort facility.
520	[(95)] (94) "Serve" means to place an alcoholic product before an individual.
521	[(96)] (95) (a) "School" means a building used primarily for the general education of
522	minors.
523	(b) "School" does not include an educational facility.

524	[(97)] (96) "Sell" or "offer for sale" means a transaction, exchange, or barter whereby,
525	for consideration, an alcoholic product is either directly or indirectly transferred, solicited,
526	ordered, delivered for value, or by a means or under a pretext is promised or obtained, whether
527	done by a person as a principal, proprietor, or as staff, unless otherwise defined in this title or
528	the rules made by the commission.
529	[(98)] (97) "Sexually oriented entertainer" means a person who while in a state of
530	seminudity appears at or performs:
531	(a) for the entertainment of one or more patrons;
532	(b) on the premises of:
533	(i) a social club licensee; or
534	(ii) a tavern;
535	(c) on behalf of or at the request of the licensee described in Subsection [ $(98)$ ] $(97)$ (b);
536	(d) on a contractual or voluntary basis; and
537	(e) whether or not the person is designated as:
538	(i) an employee;
539	(ii) an independent contractor;
540	(iii) an agent of the licensee; or
541	(iv) a different type of classification.
542	[(99)] (98) "Single event permit" means a permit issued in accordance with Chapter 9,
543	Part 3, Single Event Permit.
544	[(100)] (99) "Small brewer" means a brewer who manufactures less than 60,000 barrels
545	of beer, heavy beer, and flavored malt beverages per year.
546	[(101)] (100) "Social club license" means a license issued in accordance with Chapter
547	5, Retail License Act, and Chapter 6, Part 4, Club License, that is designated by the
548	commission as a social club license.
549	[(102)] (101) "Special use permit" means a permit issued in accordance with Chapter
550	10, Special Use Permit Act.
551	[(103)] (102) (a) "Spirituous liquor" means liquor that is distilled.
552	(b) "Spirituous liquor" includes an alcoholic product defined as a "distilled spirit" by
553	27 U.S.C. Sec. 211 and 27 C.F.R. Sec. 5.11 through 5.23.
554	[(104)] (103) "Sports center" is as defined by the commission by rule.

555	[(105)] (104) (a) "Staff" means an individual who engages in activity governed by this
556	title:
557	(i) on behalf of a business, including a package agent, licensee, permittee, or certificate
558	holder;
559	(ii) at the request of the business, including a package agent, licensee, permittee, or
560	certificate holder; or
561	(iii) under the authority of the business, including a package agent, licensee, permittee,
562	or certificate holder.
563	(b) "Staff" includes:
564	(i) an officer;
565	(ii) a director;
566	(iii) an employee;
567	(iv) personnel management;
568	(v) an agent of the licensee, including a managing agent;
569	(vi) an operator; or
570	(vii) a representative.
571	[ <del>(106)</del> ] <u>(105)</u> "State of nudity" means:
572	(a) the appearance of:
573	(i) the nipple or areola of a female human breast;
574	(ii) a human genital;
575	(iii) a human pubic area; or
576	(iv) a human anus; or
577	(b) a state of dress that fails to opaquely cover:
578	(i) the nipple or areola of a female human breast;
579	(ii) a human genital;
580	(iii) a human pubic area; or
581	(iv) a human anus.
582	[(107)] (106) "State of seminudity" means a state of dress in which opaque clothing
583	covers no more than:
584	(a) the nipple and areola of the female human breast in a shape and color other than the
585	natural shape and color of the nipple and areola; and

586	(b) the human genitals, pubic area, and anus:
587	(i) with no less than the following at its widest point:
588	(A) four inches coverage width in the front of the human body; and
589	(B) five inches coverage width in the back of the human body; and
590	(ii) with coverage that does not taper to less than one inch wide at the narrowest point.
591	[(108)] (107) (a) "State store" means a facility for the sale of packaged liquor:
592	(i) located on premises owned or leased by the state; and
593	(ii) operated by a state employee.
594	(b) "State store" does not include:
595	(i) a package agency;
596	(ii) a licensee; or
597	(iii) a permittee.
598	[(109)] (108) (a) "Storage area" means an area on licensed premises where the licensee
599	stores an alcoholic product.
600	(b) "Store" means to place or maintain in a location an alcoholic product from which a
601	person draws to prepare an alcoholic product to be furnished to a patron[, except as provided in
602	Subsection-32B-6-205(12)(b)(ii), 32B-6-305(12)(b)(ii), 32B-6-805(15)(b)(ii), or
603	<del>32B-6-905(12)(b)(ii)</del> ].
604	[(110)] (109) "Sublicense" is as defined in Section 32B-8-102.
605	$\left[\frac{(111)}{(110)}\right]$ "Supplier" means a person who sells an alcoholic product to the
606	department.
607	[(112)] (111) "Tavern" means an on-premise beer retailer who is:
608	(a) issued a license by the commission in accordance with Chapter 5, Retail License
609	Act, and Chapter 6, Part 7, On-Premise Beer Retailer License; and
610	(b) designated by the commission as a tavern in accordance with Chapter 6, Part 7,
611	On-Premise Beer Retailer License.
612	[(113)] (112) "Temporary beer event permit" means a permit issued in accordance with
613	Chapter 9, Part 4, Temporary Beer Event Permit.
614	[(114)] (113) "Temporary domicile" means the principal place of abode within Utah of
615	a person who does not have a present intention to continue residency within Utah permanently
616	or indefinitely.

617	[(115) "Translucent" means a substance that allows light to pass through, but does not
618	allow an object or person to be seen through the substance.]
619	[(116)] (114) "Unsaleable liquor merchandise" means a container that:
620	(a) is unsaleable because the container is:
621	(i) unlabeled;
622	(ii) leaky;
623	(iii) damaged;
624	(iv) difficult to open; or
625	(v) partly filled;
626	(b) (i) has faded labels or defective caps or corks;
627	(ii) has contents that are:
628	(A) cloudy;
629	(B) spoiled; or
630	(C) chemically determined to be impure; or
631	(iii) contains:
632	(A) sediment; or
633	(B) a foreign substance; or
634	(c) is otherwise considered by the department as unfit for sale.
635	[(117)] (115) (a) "Wine" means an alcoholic product obtained by the fermentation of
636	the natural sugar content of fruits, plants, honey, or milk, or other like substance, whether or
637	not another ingredient is added.
638	(b) "Wine" is considered liquor for purposes of this title, except as otherwise provided
639	in this title.
640	[(118)] (116) "Winery manufacturing license" means a license issued in accordance
641	with Chapter 11, Part 3, Winery Manufacturing License.
642	Section 2. Section <b>32B-6-205</b> is amended to read:
643	32B-6-205. Specific operational requirements for a full-service restaurant license.
644	(1) (a) In addition to complying with Chapter 5, Part 3, Retail Licensee Operational
645	Requirements, a full-service restaurant licensee and staff of the full-service restaurant licensee
646	shall comply with this section.
647	(b) Failure to comply as provided in Subsection (1)(a) may result in disciplinary action

648	in accordance with Chapter 3, Disciplinary Actions and Enforcement Act, against:
649	(i) a full-service restaurant licensee;
650	(ii) individual staff of a full-service restaurant licensee; or
651	(iii) both a full-service restaurant licensee and staff of the full-service restaurant
652	licensee.
653	(2) In addition to complying with Subsection 32B-5-301(3), a full-service restaurant
654	licensee shall display in a prominent place in the restaurant a list of the types and brand names
655	of liquor being furnished through the full-service restaurant licensee's calibrated metered
656	dispensing system.
657	[(3) In addition to complying with Section 32B-5-303, a full-service restaurant licensee
658	shall store an alcoholic product in a storage area described in Subsection (12)(a).]
659	[(4)] (3) (a) An individual who serves an alcoholic product in a full-service restaurant
660	licensee's premises shall make a written beverage tab for each table or group that orders or
661	consumes an alcoholic product on the premises.
662	(b) A beverage tab required by this Subsection $[(4)]$ (3) shall list the type and amount
663	of an alcoholic product ordered or consumed.
664	[(5)] (4) A person's willingness to serve an alcoholic product may not be made a
665	condition of employment as a server with a full-service restaurant licensee.
666	[(6)] (a) A full-service restaurant licensee may not sell, offer for sale, or furnish
667	liquor at the licensed premises on any day during the period that:
668	(i) begins at midnight; and
669	(ii) ends at 11:29 a.m.
670	(b) A full-service restaurant licensee may sell, offer for sale, or furnish beer during the
671	hours specified in Part 7, On-Premise Beer Retailer License, for an on-premise beer retailer,
672	except that a full-service restaurant licensee may not sell, offer for sale, or furnish beer before
673	11:30 a.m. on any day.
674	[(7)] (6) A full-service restaurant licensee shall maintain at least 70% of its total
675	restaurant business from the sale of food, which does not include:
676	(a) mix for an alcoholic product; or
677	(b) a service charge.
678	[ <del>(8)</del> ] (7) (a) A full-service restaurant licensee [may not sell, offer for sale, or furnish an

(70	
679	alcoholic product except after the full-service restaurant licensee confirms that the patron has
680	the intent to order food prepared, sold, and furnished at the licensed premises] shall have food
681	available for purchase at all times when an alcoholic product is sold, offered for sale, furnished,
682	or consumed on the licensed premises.
683	(b) A full-service restaurant licensee shall maintain on the licensed premises adequate
684	culinary facilities for food preparation and dining accommodations.
685	[(9)] (8) (a) Subject to the other provisions of this Subsection $[(9)]$ (8), a patron may
686	not have more than two alcoholic products of any kind at a time before the patron.
687	(b) A patron may not have more than one spirituous liquor drink at a time before the
688	patron.
689	(c) An individual portion of wine is considered to be one alcoholic product under
690	Subsection $[(9)]$ (8)(a).
691	[(10)] (9) A patron may consume an alcoholic product only:
692	(a) at:
693	(i) the patron's table;
694	(ii) a counter; or
695	(iii) a [seating grandfathered] bar structure; and
696	(b) where food is served.
697	[(11) (a) A full-service restaurant licensee may not sell, offer for sale, or furnish an
698	alcoholic product to a patron, and a patron may not consume an alcoholic product at a bar
699	structure that is not a seating grandfathered bar structure.]
700	[(b)] (10) (a) At a [seating grandfathered] bar structure a patron who is 21 years of age
701	or older may:
702	(i) sit;
703	(ii) be furnished an alcoholic product; and
704	(iii) consume an alcoholic product.
705	[(c)] (b) Except as provided in Subsection [(11)(d)] (10)(c), at a [seating grandfathered]
706	bar structure a full-service restaurant licensee may not permit a minor to, and a minor may not:
707	(i) sit; or
708	(ii) consume food or beverages.
709	[(d)] (c) (i) A minor may be at a [seating grandfathered] bar structure if the minor is

710	employed by a full-service restaurant licensee:
711	(A) as provided in Subsection 32B-5-308(2); or
712	(B) to perform maintenance and cleaning services during an hour when the full-service
713	restaurant licensee is not open for business.
714	(ii) A minor may momentarily pass by a [seating grandfathered] bar structure without
715	remaining or sitting at the bar structure en route to an area of a full-service restaurant licensee's
716	premises in which the minor is permitted to be.
717	[(12) Except as provided in Subsection 32B-5-307(3), a full-service restaurant licensee
718	may dispense an alcoholic product only if:]
719	[(a) the alcoholic product is dispensed from:]
720	[(i) a grandfathered bar structure;]
721	[(ii) an area adjacent to a grandfathered bar structure that is visible to a patron sitting at
722	the grandfathered bar structure if that area is used to dispense an alcoholic product as of May
723	<del>12, 2009; or</del> ]
724	[(iii) an area that is:]
725	[(A) separated from an area for the consumption of food by a patron by a solid,
726	translucent, permanent structural barrier such that the facilities for the storage or dispensing of
727	an alcoholic product are:]
728	[(I) not readily visible to a patron; and]
729	[(II) not accessible by a patron; and]
730	[(B) apart from an area used:]
731	[ <del>(I) for dining;</del> ]
732	[ <del>(II) for staging; or</del> ]
733	[(III) as a lobby or waiting area;]
734	[(b) the full-service restaurant licensee uses an alcoholic product that is:]
735	[(i) stored in an area described in Subsection (12)(a); or]
736	[(ii) in an area not described in Subsection (12)(a) on the licensed premises and:]
737	[(A) immediately before the alcoholic product is dispensed it is in an unopened
738	container;]
739	[(B) the unopened container is taken to an area described in Subsection (12)(a) before
740	it is opened; and]

741	[(C) once opened, the container is stored in an area described in Subsection (12)(a);
742	and]
743	[(c) any instrument or equipment used to dispense alcoholic product is located in an
744	area described in Subsection (12)(a).]
745	[(13)] (11) A full-service restaurant licensee may state in a food or alcoholic product
746	menu a charge or fee made in connection with the sale, service, or consumption of liquor
747	including:
748	(a) a set-up charge;
749	(b) a service charge; or
750	(c) a chilling fee.
751	Section 3. Section <b>32B-6-302</b> is amended to read:
752	32B-6-302. Definitions.
753	[As used in this part:]
754	[(1) (a) "Grandfathered bar structure" means a bar structure in a licensed premises of a
755	limited-service restaurant licensee that:]
756	[ <del>(i) as of May 11, 2009, has:</del> ]
757	[(A) patron seating at the bar structure;]
758	[(B) a partition at one or more locations on the bar structure that is along:]
759	[(I) the width of the bar structure; or]
760	[(II) the length of the bar structure; and]
761	[(C) facilities for the dispensing or storage of an alcoholic product:]
762	[(I) on the portion of the bar structure that is separated by the partition described in
763	Subsection (1)(a)(i)(B); or]
764	[(II) if the partition as described in Subsection (1)(a)(i)(B)(II) is adjacent to the bar
765	structure in a manner visible to a patron sitting at the bar structure;]
766	[(ii) is not operational as of May 12, 2009, if:]
767	[(A) a person applying for a limited-service restaurant license:]
768	[(I) has as of May 12, 2009, a building permit to construct the restaurant;]
769	[(II) is as of May 12, 2009, actively engaged in the construction of the restaurant, as
770	defined by rule made by the commission; and]
771	[(III) is issued the limited-service restaurant license by no later than December 31,

772	<del>2009; and</del> ]
773	[(B) once constructed, the licensed premises has a bar structure described in Subsection
774	<del>(1)(a)(i);</del> ]
775	[(iii) as of May 12, 2009, has no patron seating at the bar structure; or]
776	[(iv) is not operational as of May 12, 2009, if:]
777	[(A) a person applying for a limited-service restaurant license:]
778	[(1) has as of May 12, 2009, a building permit to construct the restaurant];
779	[(II) is as of May 12, 2009, actively engaged in the construction of the restaurant, as
780	defined by rule made by the commission; and]
781	[(III) is issued a limited-service restaurant license by no later than December 31, 2009;
782	and]
783	[(B) once constructed, the licensed premises has a bar structure with no patron seating.]
784	[(b) "Grandfathered bar structure" does not include a grandfathered bar structure
785	described in Subsection (1)(a) on or after the day on which a restaurant remodels the
786	grandfathered bar structure, as defined by rule made by the commission.]
787	[(c) Subject to Subsection (1)(b), a grandfathered bar structure remains a grandfathered
788	bar structure notwithstanding whether a restaurant undergoes a change of ownership.]
789	[(2) "Seating grandfathered bar structure" means:]
790	[(a) a grandfathered bar structure described in Subsection (1)(a)(i) or (ii); or]
791	[(b) a bar structure grandfathered under Section 32B-6-409.]
792	[(3) "Wine"] As used in this part, "wine" includes an alcoholic beverage defined as
793	wine under 27 U.S.C. Sec. 211 and 27 C.F.R. Sec. 4.10, including the following alcoholic
794	beverages made in the manner of wine containing not less than 7% and not more than 24% of
795	alcohol by volume:
796	[(a)] (1) sparkling and carbonated wine;
797	[(b)] (2) wine made from condensed grape must;
798	[(c)] (3) wine made from other agricultural products than the juice of sound, ripe
799	grapes;
800	$\left[\frac{(d)}{(4)}\right]$ imitation wine;
801	[(c)] (5) compounds sold as wine;
802	$\left[\frac{(f)}{(6)}\right]$ vermouth;

803	[(g)] (7) cider;
804	[ <del>(h)</del> ] <u>(8)</u> perry; and
805	[ <del>(i)</del> ] <u>(9)</u> sake.
806	Section 4. Section <b>32B-6-305</b> is amended to read:
807	32B-6-305. Specific operational requirements for a limited-service restaurant
808	license.
809	(1) (a) In addition to complying with Chapter 5, Part 3, Retail Licensee Operational
810	Requirements, a limited-service restaurant licensee and staff of the limited-service restaurant
811	licensee shall comply with this section.
812	(b) Failure to comply as provided in Subsection (1)(a) may result in disciplinary action
813	in accordance with Chapter 3, Disciplinary Actions and Enforcement Act, against:
814	(i) a limited-service restaurant licensee;
815	(ii) individual staff of a limited-service restaurant licensee; or
816	(iii) both a limited-service restaurant licensee and staff of the limited-service restaurant
817	licensee.
818	(2) (a) A limited-service restaurant licensee on the licensed premises may not sell, offer
819	for sale, furnish, or allow consumption of:
820	(i) spirituous liquor; or
821	(ii) a flavored malt beverage.
822	(b) A product listed in Subsection (2)(a) may not be on the premises of a
823	limited-service restaurant licensee except for use:
824	(i) as a flavoring on a dessert; and
825	(ii) in the preparation of a flaming food dish, drink, or dessert.
826	[(3) In addition to complying with Section 32B-5-303, a limited-service restaurant
827	licensee shall store an alcoholic product in a storage area described in Subsection (12)(a).]
828	$\left[\frac{(4)}{(3)}\right]$ (a) An individual who serves an alcoholic product in a limited-service
829	restaurant licensee's premises shall make a written beverage tab for each table or group that
830	orders or consumes an alcoholic product on the premises.
831	(b) A beverage tab required by this Subsection $[(4)]$ (3) shall list the type and amount
832	of an alcoholic product ordered or consumed.
833	$\left[\frac{(5)}{(4)}\right]$ A person's willingness to serve an alcoholic product may not be made a

834 condition of employment as a server with a limited-service restaurant licensee.

- 835 [(6)] (5) (a) A limited-service restaurant licensee may not sell, offer for sale, or furnish 836 wine or heavy beer at the licensed premises on any day during the period that:
- 837 (i) begins at midnight; and
- 838 (ii) ends at 11:29 a.m.

(b) A limited-service restaurant licensee may sell, offer for sale, or furnish beer during
the hours specified in Part 7, On-Premise Beer Retailer License, for an on-premise beer retailer,
except that a limited-service restaurant licensee may not sell, offer for sale, or furnish beer

- before 11:30 a.m. on any day.
- 843 [(7)] (6) A limited-service restaurant licensee shall maintain at least 70% of its total 844 restaurant business from the sale of food, which does not include a service charge.
- 845 [(8)] (7) (a) A limited-service restaurant licensee [may not sell, offer for sale, or furnish
  846 an alcoholic product except after the limited-service restaurant licensee confirms that the

847 patron has the intent to order food prepared, sold, and furnished at the licensed premises] shall

- 848 <u>have food available for purchase at all times when an alcoholic product is sold, offered for sale,</u>
- 849 <u>furnished</u>, or consumed on the licensed premises.
- (b) A limited-service restaurant licensee shall maintain on the licensed premisesadequate culinary facilities for food preparation and dining accommodations.
- 852 [(9)] (8) (a) Subject to the other provisions of this Subsection [(9)] (8), a patron may 853 not have more than two alcoholic products of any kind at a time before the patron.
- (b) An individual portion of wine is considered to be one alcoholic product under
  Subsection [(9)] (8)(a).
- 856 [(10)] (9) A patron may consume an alcoholic product only:
- 857 (a) at:
- (i) the patron's table;
- (ii) a counter; or
- 860 (iii) a [seating grandfathered] bar structure; and
- (b) where food is served.
- 862 [(11) (a) A limited-service restaurant licensee may not sell, offer for sale, or furnish an

863 alcoholic product to a patron, and a patron may not consume an alcoholic product at a bar

864 structure that is not a seating grandfathered bar structure.]

865	[(b)] (10) (a) At a [seating grandfathered] bar structure a patron who is 21 years of age
866	or older may:
867	(i) sit;
868	(ii) be furnished an alcoholic product; and
869	(iii) consume an alcoholic product.
870	[(c)] (b) Except as provided in Subsection [(11)(d)] (10)(c), at a [seating grandfathered]
871	bar structure a limited-service restaurant licensee may not permit a minor to, and a minor may
872	not:
873	(i) sit; or
874	(ii) consume food or beverages.
875	[ <del>(d)</del> ] <u>(c)</u> (i) A minor may be at a [seating grandfathered] bar structure if the minor is
876	employed by a limited-service restaurant licensee:
877	(A) as provided in Subsection 32B-5-308(2); or
878	(B) to perform maintenance and cleaning services during an hour when the
879	limited-service restaurant licensee is not open for business.
880	(ii) A minor may momentarily pass by a [seating grandfathered] bar structure without
881	remaining or sitting at the bar structure en route to an area of a limited-service restaurant
882	licensee's premises in which the minor is permitted to be.
883	[(12) Except as provided in Subsection 32B-5-307(3), a limited-service restaurant
884	licensee may dispense an alcoholic product only if:]
885	[(a) the alcoholic product is dispensed from:]
886	[(i) a grandfathered bar structure;]
887	[(ii) an area adjacent to a grandfathered bar structure that is visible to a patron sitting at
888	the grandfathered bar structure if that area is used to dispense an alcoholic product as of May
889	<del>12, 2009; or</del> ]
890	[ <del>(iii) an area that is:</del> ]
891	[(A) separated from an area for the consumption of food by a patron by a solid,
892	translucent, permanent structural barrier such that the facilities for the storage or dispensing of
893	an alcoholic product are:]
894	[(I) not readily visible to a patron; and]
895	[(II) not accessible by a patron; and]

896	[(B) apart from an area used:]
897	[ <del>(I) for dining;</del> ]
898	[ <del>(II) for staging; or</del> ]
899	[ <del>(III) as a lobby or waiting area,</del> ]
900	[(b) the limited-service restaurant licensee uses an alcoholic product that is:]
901	[(i) stored in an area described in Subsection (12)(a); or]
902	[(ii) in an area not described in Subsection (12)(a) on the licensed premises and:]
903	[(A) immediately before the alcoholic product is dispensed it is in an unopened
904	container;]
905	[(B) the unopened container is taken to an area described in Subsection (12)(a) before
906	it is opened; and]
907	[(C) once opened, the container is stored in an area described in Subsection (12)(a);
908	and]
909	[(c) any instrument or equipment used to dispense alcoholic product is located in an
910	area described in Subsection (12)(a).]
911	[(13)] (11) A limited-service restaurant licensee may state in a food or alcoholic
912	product menu a charge or fee made in connection with the sale, service, or consumption of
913	wine or heavy beer including:
914	(a) a set-up charge;
915	(b) a service charge; or
916	(c) a chilling fee.
917	Section 5. Section <b>32B-6-703</b> is amended to read:
918	32B-6-703. Commission's power to issue on-premise beer retailer license.
919	(1) Before a person may store, sell, offer for sale, furnish, or allow the consumption of
920	beer on the premises as an on-premise beer retailer, the person shall first obtain an on-premise
921	beer retailer license from the commission in accordance with this part.
922	(2) (a) The commission may issue an on-premise beer retailer license to establish
923	on-premise beer retailer licensed premises at places and in numbers as the commission
924	considers proper for the storage, sale, offer for sale, furnishing, and consumption of beer on
925	premises operated as an on-premise beer retailer.
926	(b) At the time that the commission issues an on-premise beer retailer license, the

- 927 commission shall designate whether the on-premise beer retailer is a tavern.
- 928 (c) The commission may change its designation of whether an on-premise beer retailer929 is a tavern in accordance with rules made by the commission.
- (d) (i) In determining whether an on-premise beer retailer is a tavern, the commission
  shall determine whether the on-premise beer retailer will engage primarily in the retail sale of
  beer for consumption on the establishment's premises.
- 933 (ii) In making a determination under this Subsection (2)(d), the commission shall
- 934 consider:
- 935 (A) whether the on-premise beer retailer will operate as one of the following:
- 936 (I) a beer bar;
- 937 (II) a parlor;
- 938 (III) a lounge;
- 939 (IV) a cabaret; or
- 940 (V) a nightclub;
- 941 (B) if the on-premise beer retailer will operate as described in Subsection (2)(d)(ii)(A):
- 942 (I) whether the on-premise beer retailer will sell food in the establishment; and
- 943 (II) if the on-premise beer retailer sells food, whether the revenue from the sale of beer 944 will exceed the revenue of the sale of food;
- 945 (C) whether full meals including appetizers, main courses, and desserts will be served;
- 946 (D) the square footage and seating capacity of the premises;
- 947 (E) what portion of the square footage and seating capacity will be used for a dining 948 area in comparison to the portion that will be used as a lounge or bar area;
- 949 (F) whether the person will maintain adequate on-premise culinary facilities to prepare 950 full meals, except a person that is located on the premises of a hotel or resort facility may use 951 the culinary facilities of the hotel or resort facility;
- 952 (G) whether the entertainment provided on the premises of the beer retailer will be953 suitable for minors; and
- 954 (H) the beer retailer management's ability to manage and operate an on-premise beer955 retailer license including:
- 956 (I) management experience;
- 957 (II) past beer retailer management experience; and

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958 (III) the type of management scheme that will be used by the beer retailer. 959 (e) On or after March 1, 2012: 960 (i) To be licensed as an on-premise beer retailer that is not a tayern, a person shall: 961 (A) maintain at least 70% of the person's total gross revenues from business directly 962 related to a recreational amenity on or directly adjoining the licensed premises of the beer 963 retailer; or 964 (B) have a recreational amenity on or directly adjoining the licensed premises of the beer retailer and maintain at least 70% of the person's total gross revenues from the sale of 965 966 food. 967 (ii) The commission may not license a person as an on-premise beer retailer if the 968 person does not: 969 (A) meet the requirements of Subsection (2)(e)(i); or 970 (B) operate as a tavern. 971 (iii) (A) A person licensed as an on-premise beer retailer that is not a tayern as of July 972 1, 2011 shall notify the department by no later than August 1, 2011, whether effective March 1, 973 2012, the person will seek to be licensed as a beer-only restaurant licensee, a tavern, or an 974 on-premise beer retailer that meets the requirements of Subsection (2)(e)(i). 975 (B) If an on-premise beer retailer fails to notify the department as required by 976 Subsection (2)(e)(iii)(A), the on-premise beer retailer's license expires as of February 29, 2012, 977 and to operate as an on-premise beer retailer after February 29, 2012, the on-premise beer 978 retailer is required to apply as a new licensee [, and any bar or bar structure on the premises of 979 an on-premise beer retailer license that is not a tavern and does not meet the requirements of 980 Subsection (2)(e)(i) will not be grandfathered under Subsection 32B-6-902(1)]. (iv) A person who, after August 1, 2011, applies for an on-premise beer retailer 981 982 license that is not a tavern and does not meet the requirements of Subsection (2)(e)(i), may not 983 have or construct facilities for the dispensing or storage of an alcoholic product that do not 984 meet the requirements of Subsection 32B-6-905(12)(a)(ii).] 985 (3) Subject to Section 32B-1-201: 986 (a) The commission may not issue a total number of on-premise beer retailer licenses 987 that are taverns that at any time exceeds the number determined by dividing the population of 988 the state by 54,147.

989	(b) The commission may issue a seasonal on-premise beer retailer license for a tavern
990	in accordance with Section 32B-5-206.
991	(4) (a) Unless otherwise provided in Subsection (4)(b):
992	(i) only one on-premise beer retailer license is required for each building or resort
993	facility owned or leased by the same person; and
994	(ii) a separate license is not required for each retail beer dispensing location in the
995	same building or on the same resort premises owned or operated by the same person.
996	(b) (i) Subsection (4)(a) applies only if each retail beer dispensing location in the
997	building or resort facility operates in the same manner.
998	(ii) If each retail beer dispensing location does not operate in the same manner:
999	(A) one on-premise beer retailer license designated as a tavern is required for the
1000	locations in the same building or on the same resort premises that operate as a tavern; and
1001	(B) one on-premise beer retailer license is required for the locations in the same
1002	building or on the same resort premises that do not operate as a tavern.
1003	Section 6. Section <b>32B-6-805</b> is amended to read:
1004	32B-6-805. Specific operational requirements for a reception center license.
1005	(1) (a) In addition to complying with Chapter 5, Part 3, Retail Licensee Operational
1006	Requirements, a reception center licensee and staff of the reception center licensee shall
1007	comply with this section.
1008	(b) Failure to comply as provided in Subsection (1)(a) may result in disciplinary action
1009	in accordance with Chapter 3, Disciplinary Actions and Enforcement Act, against:
1010	(i) a reception center licensee;
1011	(ii) individual staff of a reception center licensee; or
1012	(iii) both a reception center licensee and staff of the reception center licensee.
1013	[(2) In addition to complying with Section 32B-5-303, a reception center licensee shall
1014	store an alcoholic product in a storage area described in Subsection (15)(a).]
1015	[(3)] (2) (a) For the purpose described in Subsection $[(3)]$ (2)(b), a reception center
1016	licensee shall provide the following with advance notice of a scheduled event in accordance
1017	with rules made by the commission:
1018	(i) the department; and
1019	(ii) the local law enforcement agency responsible for the enforcement of this title in the

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1020 jurisdiction where the reception center is located. 1021 (b) Any of the following may conduct a random inspection of an event: 1022 (i) an authorized representative of the commission or the department; or 1023 (ii) a law enforcement officer. 1024  $\left[\frac{4}{4}\right]$  (3) (a) Except as otherwise provided in this title, a reception center licensee may 1025 sell, offer for sale, or furnish an alcoholic product at an event only for consumption at the 1026 reception center's licensed premises. (b) A host of an event, a patron, or a person other than the reception center licensee or 1027 1028 staff of the reception center licensee, may not remove an alcoholic product from the reception 1029 center's licensed premises. (c) Notwithstanding Section 32B-5-307, a patron at an event may not bring an 1030 1031 alcoholic product into or onto, or remove an alcoholic product from, the reception center. 1032  $\left[\frac{(5)}{(4)}\right]$  (4) (a) A reception center licensee may not leave an unsold alcoholic product at an 1033 event following the conclusion of the event. 1034 (b) At the conclusion of an event, a reception center licensee shall: 1035 (i) destroy an opened and unused alcoholic product that is not saleable, under conditions established by the department; and 1036 1037 (ii) return to the reception center licensee's approved locked storage area any: 1038 (A) opened and unused alcoholic product that is saleable; and 1039 (B) unopened container of an alcoholic product. (c) Except as provided in Subsection  $\left[\frac{(5)}{(5)}\right]$  (4)(b) with regard to an open or sealed 1040 1041 container of an alcoholic product not sold or consumed at an event, a reception center 1042 licensee[: (i) shall store the alcoholic product in accordance with Subsection (2); and (ii)] may 1043 use the alcoholic product at more than one event. 1044 [(6)] (5) Notwithstanding Section 32B-5-308, a reception center licensee may not 1045 employ a minor in connection with an event at the reception center at which food is not made 1046 available. 1047  $\left[\frac{7}{7}\right]$  (6) A person's willingness to serve an alcoholic product may not be made a 1048 condition of employment as a server with a reception center licensee. 1049 [<del>(8)</del>] (7) A reception center licensee may not sell, offer for sale, or furnish an alcoholic 1050 product at the licensed premises on any day during the period that:

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1051 (a) begins at 1 a.m.; and

1052 (b) ends at 9:59 a.m.

1053 [(9)] (a) A reception center licensee may not maintain in excess of 30% of its total 1054 annual receipts from the sale of an alcoholic product, which includes:

1055 (i) mix for an alcoholic product; or

1056 (ii) a charge in connection with the furnishing of an alcoholic product.

1057 (b) A reception center licensee shall report the information necessary to show 1058 compliance with this Subsection [(9)] (8) to the department on an annual basis.

1059[(10)] (9)A reception center licensee may not sell, offer for sale, or furnish an1060alcoholic product at an event at which a minor is present unless the reception center licensee

1061 makes food available at all times when an alcoholic product is sold, offered for sale, furnished,

1062 or consumed during the event.

1063 [(11)] (10) (a) Subject to the other provisions of this Subsection [(11)] (10), a patron 1064 may not have more than two alcoholic products of any kind at a time before the patron.

1065 (b) An individual portion of wine is considered to be one alcoholic product under
1066 Subsection [(11)] (10)(a).

1067 [(12)] (11) (a) A reception center licensee shall supervise and direct a person involved
 1068 in the sale, offer for sale, or furnishing of an alcoholic product.

(b) A person involved in the sale, offer for sale, or furnishing of an alcoholic productshall complete an alcohol training and education seminar.

1071 [(13)] (12) A staff person of a reception center licensee shall remain at an event at all 1072 times when an alcoholic product is sold, offered for sale, furnished, or consumed at the event.

1073 [(14)] (13) A reception center licensee may not sell, offer for sale, or furnish an 1074 alcoholic product to a patron, and a patron may not consume an alcoholic product at a bar 1075 structure.

1076 [(15) Except as provided in Subsection (16), a reception center licensee may dispense
 1077 an alcoholic product only if:]

1078

[(a) the alcoholic product is dispensed from an area that is:]

1079 [(i) separated from an area for the consumption of food by a patron by a solid,

1080 translucent, permanent structural barrier such that the facilities for the storage or dispensing of

1081 an alcoholic product are:]

1082	[(A) not readily visible to a patron; and]
1083	[(B) not accessible by a patron; and]
1084	[ <del>(ii) apart from an area used:</del> ]
1085	[ <del>(A) for staging; or</del> ]
1086	[ <del>(B) as a lobby or waiting area;</del> ]
1087	[(b) the reception center licensee uses an alcoholic product that is:]
1088	[(i) stored in an area described in Subsection (15)(a); or]
1089	[(ii) in an area not described in Subsection (15)(a) on the licensed premises and:]
1090	[(A) immediately before the alcoholic product is dispensed it is in an unopened
1091	container;]
1092	[(B) the unopened container is taken to an area described in Subsection (15)(a) before
1093	it is opened; and]
1094	[(C) once opened, the container is stored in an area described in Subsection (15)(a);
1095	and]
1096	[(c) any instrument or equipment used to dispense an alcoholic product is located in an
1097	area described in Subsection (15)(a).]
1098	[(16)] (14) A reception center licensee may dispense an alcoholic product from a
1099	mobile serving area that:
1100	(a) is moved only by staff of the reception center licensee;
1101	(b) is capable of being moved by only one individual; and
1102	(c) is no larger than 6 feet long and 30 inches wide.
1103	[(17)] (15) (a) A reception center licensee may not have an event on the licensed
1104	premises except pursuant to a contract between a third party host of the event and the reception
1105	center licensee under which the reception center licensee provides an alcoholic product sold,
1106	offered for sale, or furnished at an event.
1107	(b) At an event, a reception center licensee may furnish an alcoholic product:
1108	(i) without charge to a patron, except that the third party host of the event shall pay for
1109	an alcoholic product furnished at the event; or
1110	(ii) with a charge to a patron at the event.
1111	(c) The commission may by rule define what constitutes a "third-party host" for
1112	purposes of this Subsection [(17)] (15) so that a reception center licensee and the third-party

1113	host are not owned by or operated by the same persons, except that the rule shall permit a
1114	reception center licensee to host an event for an immediate family member of the reception
1115	center licensee.
1116	[(18)] (16) A reception center licensee shall have culinary facilities that are:
1117	(a) adequate to prepare a full meal; and
1118	(b) (i) located on the licensed premises; or
1119	(ii) under the same control as the reception center licensee.
1120	[(19)] (17) (a) Except as provided in Subsection $[(19)]$ (17)(b), a reception center
1121	licensee may not operate an event:
1122	(i) that is open to the general public; and
1123	(ii) at which an alcoholic product is sold or offered for sale.
1124	(b) A reception center licensee may operate an event described in Subsection $[(19)]$
1125	(17)(a) if the event is hosted:
1126	(i) at the reception center no more frequently than once a calendar year; and
1127	(ii) by a nonprofit organization that is organized and qualified under Section 501(c),
1128	Internal Revenue Code.
1129	Section 7. Section <b>32B-6-905</b> is amended to read:
1130	32B-6-905. Specific operational requirements for a beer-only restaurant license.
1131	(1) (a) In addition to complying with Chapter 5, Part 3, Retail Licensee Operational
1132	Requirements, a beer-only restaurant licensee and staff of the beer-only restaurant licensee
1133	shall comply with this section.
1134	(b) Failure to comply as provided in Subsection (1)(a) may result in disciplinary action
1135	in accordance with Chapter 3, Disciplinary Actions and Enforcement Act, against:
1136	(i) a beer-only restaurant licensee;
1137	(ii) individual staff of a beer-only restaurant licensee; or
1138	(iii) both a beer-only restaurant licensee and staff of the beer-only restaurant licensee.
1139	(2) (a) A beer-only restaurant licensee on the licensed premises may not sell, offer for
1140	sale, furnish, or allow consumption of liquor.
1141	(b) Liquor may not be on the premises of a beer-only restaurant licensee except for use:
1142	(i) as a flavoring on a dessert; and
1143	(ii) in the preparation of a flaming food dish, drink, or dessert.

1144	[(3) In addition to complying with Section 32B-5-303, a beer-only restaurant licensee
1145	shall store beer in a storage area described in Subsection (12)(a).]
1146	[(4)] (3) (a) An individual who serves beer in a beer-only restaurant licensee's premises
1147	shall make a written beverage tab for each table or group that orders or consumes an alcoholic
1148	product on the premises.
1149	(b) A beverage tab required by this Subsection $[(4)]$ (3) shall list the type and amount
1150	of beer ordered or consumed.
1151	[(5)] (4) A person's willingness to serve beer may not be made a condition of
1152	employment as a server with a beer-only restaurant licensee.
1153	[(6)] (5) A beer-only restaurant licensee may sell, offer for sale, or furnish beer during
1154	the hours specified in Part 7, On-Premise Beer Retailer License, for an on-premise beer retailer,
1155	except that a beer-only restaurant licensee may not sell, offer for sale, or furnish beer before
1156	11:30 a.m. on any day.
1157	[(7)] (6) A beer-only restaurant licensee shall maintain at least 70% of its total
1158	restaurant business from the sale of food, which does not include a service charge.
1159	[ <del>(8)</del> ] (7) (a) A beer-only restaurant [may not sell, offer for sale, or furnish beer except
1160	after the beer-only restaurant licensee confirms that the patron has the intent to order food
1161	prepared, sold, and furnished at the licensed premises] shall have food available for purchase at
1162	all times when an alcoholic product is sold, offered for sale, furnished, or consumed on the
1163	licensed premises.
1164	(b) A beer-only restaurant shall maintain on the licensed premises adequate culinary
1165	facilities for food preparation and dining accommodations.
1166	[(9)] (8) A patron may not have more than two beers at a time before the patron.
1167	[(10)] (9) A patron may consume a beer only:
1168	(a) at:
1169	(i) the patron's table;
1170	(ii) a [grandfathered] bar structure; or
1171	(iii) a counter; and
1172	(b) where food is served.
1173	[(11) (a) A beer-only restaurant licensee may not sell, offer for sale, or furnish a beer to
1174	a patron, and a patron may not consume an alcoholic product at a bar structure.]

1175	[(b) Notwithstanding Subsection (11)(a), at a grandfathered]
1176	(10) (a) At a bar structure, a patron who is 21 years of age or older may:
1177	(i) sit;
1178	(ii) be furnished a beer; and
1179	(iii) consume a beer.
1180	[ <del>(c)</del> ] (b) Except as provided in Subsection [ <del>(11)(d)</del> ] (10)(c), at a [grandfathered] bar
1181	structure, a beer-only restaurant licensee may not permit a minor to, and a minor may not:
1182	(i) sit; or
1183	(ii) consume food or beverages.
1184	[(d)] (c) (i) A minor may be at a [grandfathered] bar structure if the minor is employed
1185	by a beer-only restaurant licensee:
1186	(A) as provided in Subsection 32B-5-308(2); or
1187	(B) to perform maintenance and cleaning services during an hour when the beer-only
1188	restaurant licensee is not open for business.
1189	(ii) A minor may momentarily pass by a [grandfathered] bar structure without
1190	remaining or sitting at the bar structure en route to an area of a beer-only restaurant licensee's
1191	premises in which the minor is permitted to be.
1192	[(12) A beer-only restaurant licensee may dispense a beer only if:]
1193	[(a) the beer is dispensed from an area that is:]
1194	[(i) a grandfathered bar structure; or]
1195	[(ii) separated from an area for the consumption of food by a patron by a solid,
1196	translucent, permanent structural barrier such that the facilities for the storage or dispensing of
1197	an alcoholic product are not readily visible to a patron, not accessible by a patron, and apart
1198	from an area used for dining, for staging, or as a lobby or waiting area;]
1199	[(b) the beer-only restaurant licensee uses a beer that is:]
1200	[(i) stored in an area described in Subsection (12)(a); or]
1201	[(ii) in an area not described in Subsection (12)(a) on the licensed premises and:]
1202	[(A) immediately before the beer is dispensed it is in an unopened container;]
1203	[(B) the unopened container is taken to an area described in Subsection (12)(a) before
1204	it is opened; and]
1205	[(C) once opened, the container is stored in an area described in Subsection (12)(a);

1206	and]
1207	[(c) any instrument or equipment used to dispense the beer is located in an area
1208	described in Subsection (12)(a).]
1209	Section 8. Section <b>32B-8-402</b> is amended to read:
1210	32B-8-402. Specific operational requirements for a sublicense.
1211	(1) A person operating under a sublicense is subject to the operational requirements
1212	under the provisions applicable to the sublicense except that [: (a)] notwithstanding a
1213	requirement in the provisions applicable to the sublicense, a person operating under the
1214	sublicense is not subject to a requirement that a certain percentage of the gross receipts for the
1215	sublicense be from the sale of food, except to the extent that the gross receipts for the
1216	sublicense are included in calculating the percentages under Subsection 32B-8-401(4)[; and].
1217	[(b) notwithstanding Section 32B-6-202 or 32B-6-302, a bar structure in a licensed
1218	premises operated under a full-service restaurant sublicense or limited-service restaurant
1219	sublicense is considered a grandfathered bar structure if the resort license that includes the
1220	full-service restaurant sublicense or limited-service restaurant sublicense is issued by no later
1221	than December 31, 2010.]
1222	(2) Subject to Section 32B-8-502, for purposes of interpreting an operational
1223	requirement imposed by the provisions applicable to a sublicense:
1224	(a) a requirement imposed on a person operating under a sublicense applies to the
1225	resort licensee; and
1226	(b) a requirement imposed on staff of a person operating under a sublicense applies to
1227	staff of the resort licensee.
1228	Section 9. Repealer.
1229	This bill repeals:
1230	Section 32B-6-202, Definitions.
1231	Section 32B-6-205.1, Credit for grandfathered bar structures of full-service
1232	restaurant licensee.
1233	Section 32B-6-305.1, Credit for grandfathered bar structures for limited-service
1234	restaurant licensee.
1235	Section 32B-6-902, Definitions.

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