

Approved \_\_\_\_\_

Date

4-29-87

MINUTES OF THE SENATE COMMITTEE ON FEDERAL AND STATE AFFAIRS

The meeting was called to order by Senator Edward F. Reilly, Jr. at  
Chairperson

11:00 a.m. ~~xxx~~ on February 10, 1987 in room 254-E of the Capitol.

All members were present ~~except~~

Committee staff present:

Mary Galligan, Legislative Research  
Emalene Correll, Legislative Research  
Mary Torrence, Assistant Revisor of Statutes  
June Windscheffel, Secretary to the Committee

Conferees appearing before the committee:

The Chairman asked the Committee to turn its attention to SB 141, concerning public drinking establishments.

Senator Morris made the conceptual motion to make it permissive for beer wholesalers and others who sell more than one brand to sell their products to the wholesalers. The motion was seconded by Senator Martin. The motion carried.

Senator Anderson said that wholesalers cannot rotate their own products, and since they are going to be delivering in order to keep the product current they should be allowed to stock their products and check their products to make sure they fall within the appropriate date. This is in the bill, but if the Committee includes this recommendation to the Alcoholic Beverage Control it will help the ABC in their enforcement of the act.

Senator Bond moved that on p. 46, line 915 where it refers to nonprofit, to also include "political parties." The motion was seconded by Senator Morris. The motion carried.

There was discussion concerning temporary permit fees. Senator Morris moved that they all go to the state general fund. Seconded by Senator Vidricksen. The motion carried.

Senator Vidricksen moved to take the matter of handlers' licenses out of this bill and recommend it for an interim study. The motion was seconded by Senator Morris. The motion carried. A letter will be written to the Legislative Coordinating Council concerning this.

Senator Daniels moved that on p. 50, lines 130-131 be clarified to show it is while they are on duty, in the course of their employment. The motion was seconded by Senator Anderson. The motion carried.

Concerning license fees, the Chairman mentioned that there are alternatives in the handout. (Attachment #1) The Chairman asked for questions or suggestions. Senator Martin moved that in A(3) it be dropped to \$50; in B(4) if less than \$250,000 to drop it to \$500; and if over \$250,000 to make it \$1,250. In B(5) he amended the motion that a caterer who does a gross revenue of less than \$250,000 would be \$250, and one who does more would be \$1,000. The motion carried.

The Chairman suggested that staff review all the amendments that have been made in that some confusion exists. Also if it is the Committee's choice to issue a substitute bill that would leave the "A" and "B" club law the way it is but "C" would be left in as a new level. Senator Daniels moved to make that change. Seconded by Senator Anderson. The motion carried.

The Chairman announced there will be a staff presentation tomorrow on lottery. The meeting was adjourned.

2/10/87  
Attachment #1

## License Fees

### Alternative A

- (1) For a class A establishment, \$250;
- (2) for a class B establishment, \$1,000;
- (3) for a class C establishment operating fewer than four days per week, \$650;
- (4) for a class C establishment operating four or more days per week, \$1,000;
- (5) for a caterer, \$1,000;
- (6) for a combination class C establishment/caterer, \$1,500; and
- (7) for a hotel of which the entire premises are licensed as a class C establishment, \$3,000.

If a licensee is described by more than one of the above, the highest fee shall apply.

### Alternative B

- (1) For a class A establishment, \$250;
- (2) for a class B establishment, \$1,000;
- (3) for a class C establishment which had gross revenues of less than \$250,000 during the preceding license year, \$750;
- (4) for a class C establishment during its first year of licensure or which had gross revenues of \$250,000 or more during the preceding license year, \$1,250;
- (5) for a caterer, \$1,500;
- (6) for a combination class C establishment and caterer, \$1,500;
- (7) for a hotel of which the entire premises are licensed as a class C establishment, \$3,000.

If a licensee is described by more than one of the above, the highest fee shall apply.

Attachment #1  
FSA 2/10/87