## HOUSE COMMITTEE OF REFERENCE REPORT

Chairman of Committee

<u>March 24, 2011</u> Date

Committee on Economic and Business Development.

After consideration on the merits, the Committee recommends the following:

<u>HB11-1284</u> be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

1 Amend printed bill, page 6, after line 15 insert:

2 "SECTION 7. 12-47-407 (1) and (4), Colorado Revised Statutes,
3 are amended to read:

4 **12-47-407. Retail liquor store license.** (1) (a) A retail liquor 5 store license shall be issued to persons selling only malt, vinous, and 6 spirituous liquors in sealed containers not to be consumed at the place 7 where sold. Malt, vinous, and spirituous liquors in sealed containers shall 8 not be sold at retail other than in retail liquor stores except as provided in 9 section 12-47-408.

10 (b) In addition to selling malt, vinous, and spirituous 11 LIQUORS, A retail liquor stores STORE may sell SOFT DRINKS AND MIXERS 12 IN SEALED CONTAINERS FOR CONSUMPTION OFF PREMISES; nonfood items 13 DIRECTLY related to the consumption of such MALT, VINOUS, AND 14 SPIRITUOUS liquors OR SOFT DRINKS AND MIXERS; liquor-filled candy; and 15 NONPERISHABLE food items; approved by the state licensing authority that 16 are prepackaged, labeled, directly related to the consumption of such 17 liquors, and sold solely for the purpose of cocktail garnish in containers 18 up to sixteen ounces. Nothing in this section shall be construed to 19 authorize the sale of food items that could constitute a snack, a meal, or 20 a portion of a meal LEMONS, LIMES, AND SIMILAR COCKTAIL 21 GARNISHMENTS; AND TOBACCO, TOBACCO PRODUCTS, AND SMOKERS' 22 SUPPLIES.

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\*HB1284 C.001\*

(c) Nothing in this section or in section 12-47-103 (31) shall be

construed to prohibit the sale of items by PROHIBITS a retail liquor store
 LICENSEE FROM:

3 (I) SELLING ITEMS on behalf of or to benefit a charitable 4 organization, as defined in section 39-26-102, C.R.S., or a nonprofit 5 corporation subject to the "Colorado Revised Nonprofit Corporation Act", 6 articles 121 to 137 of title 7, C.R.S., and determined to be exempt from 7 federal income tax by the federal internal revenue service, if the retail 8 liquor store does not receive compensation for <del>any such</del> THE sale; <del>Nothing</del> 9 <del>in this section shall prohibit a retail liquor store licensee</del>

10 (II) At the option of the licensee, from displaying promotional 11 material furnished by a manufacturer or wholesaler, which material 12 permits a customer to purchase other items from a third person, if the 13 retail liquor store licensee does not receive payment from the third person 14 and if the ordering of the additional merchandise is done by the customer 15 directly from the third person; Nothing in this subsection (1) shall prohibit 16 a retail liquor store licensee from OR

(III) Allowing tastings to be conducted on his or her THE licensed
premises if an authorization for the tastings has been granted pursuant to
section 12-47-301.

(4) (a) EXCEPT AS SPECIFIED IN PARAGRAPH (b) OF THIS
SUBSECTION (4), it is unlawful for any owner, part owner, shareholder, or
person interested directly or indirectly in a retail liquor store to conduct,
own either in whole or in part, or be directly or indirectly interested in any
other business licensed pursuant to this article. except that such a person

(b) AN OWNER, PART OWNER, SHAREHOLDER, OR PERSON
INTERESTED DIRECTLY OR INDIRECTLY IN A RETAIL LIQUOR STORE may
have an interest INTERESTS in:

(I) ADDITIONAL RETAIL LIQUOR STORE LICENSES, IF THE LICENSED
RETAIL LIQUOR STORE AND ANY ADDITIONAL RETAIL LIQUOR STORES IN
WHICH THE OWNER, PART OWNER, SHAREHOLDER, OR PERSON OBTAINS AN
INTEREST DO NOT CONTAIN MORE THAN FIVE THOUSAND SQUARE FEET OF
TOTAL RETAIL SPACE AND DO NOT HAVE A PHARMACY ON THE LICENSED
PREMISES;

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(II) an Arts license or an LICENSES;

(III) Airline public transportation system license LICENSES granted
 under this article; or in a

37 (IV) Financial institution INSTITUTIONS referred to in section
38 12-47-308 (4).".

39 Renumber succeeding sections accordingly.

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