# **Second Regular Session Seventieth General Assembly** STATE OF COLORADO

## **REVISED**

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 16-1213.01 Christy Chase x2008

**HOUSE BILL 16-1439** 

#### **HOUSE SPONSORSHIP**

Garnett,

### SENATE SPONSORSHIP

Holbert,

**House Committees** 

**Senate Committees** 

Business, Labor, & Technology

Business Affairs and Labor

A BILL FOR AN ACT
CONCERNING THE CREATION OF A NEW ALCOHOL BEVERAGE LICENSE
UNDER THE "COLORADO LIQUOR CODE" TO PERMIT A LODGING
AND ENTERTAINMENT FACILITY TO SELL ALCOHOL BEVERAGES
BY THE DRINK FOR CONSUMPTION ON THE LICENSED PREMISES,
AND, IN CONNECTION THEREWITH, ALLOWING THE HOLDER OF
A TAVERN LICENSE TO CONVERT THE TAVERN LICENSE TO A
LODGING AND ENTERTAINMENT LICENSE OR OTHER
APPROPRIATE LICENSE UNDER SPECIFIED CONDITIONS.

#### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at Reading Unamended May 6, 2016

Reading Unamended April 29, 2016

Amended 2nd Reading April 28, 2016

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment. Capital letters indicate new material to be added to existing statute. Dashes through the words indicate deletions from existing statute.

## http://www.leg.state.co.us/billsummaries.)

The bill creates a new alcohol beverage license under the "Colorado Liquor Code", referred to as a "lodging and entertainment license", for a lodging and entertainment facility that, as its primary business, provides lodging, sports, or entertainment activities to the public and, incidental to that business, sells and serves alcohol beverages for consumption on the premises.

A lodging and entertainment license would operate similarly to a tavern license in that the licensee:

- ! Is authorized to sell alcohol beverages only by the drink to customers for on-premises consumption;
- ! Must make sandwiches and light snacks available to its customers during business hours;
- ! Must purchase its alcohol beverage products only from a licensed wholesaler, with limited exceptions;
- ! Cannot have an interest in businesses licensed under the "Colorado Liquor Code" as a manufacturer, wholesaler, or retail establishment that only sells alcohol beverages for off-premises consumption; and
- ! Must have a registered manager for each licensed premises who is responsible for purchasing alcohol beverages for the licensed premises he or she manages.

The bill requires a current tavern licensee that qualifies as a lodging and entertainment facility or qualifies for a different type of license to apply to convert the tavern license to the appropriate license type.

A lodging and entertainment facility licensee is subject to the same state and local annual licensing fees as a tavern, \$75 and \$500, respectively. Employees of a lodging and entertainment facility who sell alcohol beverages must be at least 21 years of age. A lodging and entertainment facility licensee must post a sign on its licensed premises warning patrons that it is illegal to leave the premises with an alcohol beverage.

- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, 12-47-103, amend
- 3 (7.5) (c) (IX) and (7.5) (c) (X); and **add** (7.5) (c) (XI) and (18.5) as
- 4 follows:
- 5 **12-47-103. Definitions.** As used in this article and article 46 of

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1	this title, unless the context otherwise requires:
2	(7.5) "Entertainment district" means an area that:
3	(c) Contains at least twenty thousand square feet of premises that,
4	at the time the district is created, is licensed pursuant to this article as a:
5	(IX) Beer wholesaler that operates a sales room pursuant to
6	section 12-47-406 (1) (b) (I); <del>or</del>
7	(X) Limited winery; OR
8	(XI) LODGING AND ENTERTAINMENT FACILITY LICENSEE.
9	(18.5) "LODGING AND ENTERTAINMENT FACILITY" MEANS AN
10	ESTABLISHMENT THAT:
11	(a) IS EITHER:
12	(I) A LODGING FACILITY, THE PRIMARY BUSINESS OF WHICH IS TO
13	PROVIDE THE PUBLIC WITH SLEEPING ROOMS AND MEETING FACILITIES; OR
14	(II) AN ENTERTAINMENT FACILITY, THE PRIMARY BUSINESS OF
15	WHICH IS TO PROVIDE THE PUBLIC WITH SPORTS OR ENTERTAINMENT
16	ACTIVITIES WITHIN ITS LICENSED PREMISES; AND
17	(b) INCIDENTAL TO ITS PRIMARY BUSINESS, SELLS AND SERVES
18	ALCOHOL BEVERAGES AT RETAIL FOR CONSUMPTION ON THE PREMISES AND
19	HAS SANDWICHES AND LIGHT SNACKS AVAILABLE FOR CONSUMPTION ON
20	THE PREMISES.
21	SECTION 2. In Colorado Revised Statutes, add 12-47-425 as
22	follows:
23	12-47-425. Lodging and entertainment license. (1) A LODGING
24	AND ENTERTAINMENT LICENSE MAY BE ISSUED TO A LODGING AND
25	ENTERTAINMENT FACILITY SELLING ALCOHOL BEVERAGES BY THE DRINK
26	ONLY TO CUSTOMERS FOR CONSUMPTION ON THE PREMISES. A LODGING
27	AND ENTERTAINMENT FACILITY LICENSEE SHALL HAVE SANDWICHES AND

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1	LIGHT SNACKS AVAILABLE FOR CONSUMPTION ON THE PREMISES DURING					
2	BUSINESS HOURS BUT NEED NOT HAVE MEALS AVAILABLE FOR					
3	CONSUMPTION.					
4	(2) (a) A LODGING AND ENTERTAINMENT FACILITY LICENSED TO					
5	SELL ALCOHOL BEVERAGES AS PROVIDED IN THIS SECTION SHALL					
6	PURCHASE ALCOHOL BEVERAGES ONLY FROM A WHOLESALER LICENSED					
7	PURSUANT TO THIS ARTICLE OR ARTICLE 46 OF THIS TITLE; EXCEPT THAT,					
8	DURING A CALENDAR YEAR, A LODGING AND ENTERTAINMENT FACILITY					
9	LICENSED TO SELL ALCOHOL BEVERAGES AS PROVIDED IN THIS SECTION					
10	MAY PURCHASE NOT MORE THAN TWO THOUSAND DOLLARS' WORTH OF:					
11	(I) MALT, VINOUS, AND SPIRITUOUS LIQUORS FROM A RETAILER					
12	LICENSED PURSUANT TO SECTION 12-47-407 OR 12-47-408; AND					
13	(II) FERMENTED MALT BEVERAGES FROM A RETAILER LICENSED					
14	PURSUANT TO SECTION 12-46-104 (1) (c).					
15	(b) A LODGING AND ENTERTAINMENT FACILITY LICENSEE SHALL					
16	RETAIN EVIDENCE OF EACH PURCHASE OF MALT, VINOUS, OR SPIRITUOUS					
17	LIQUORS FROM A RETAILER LICENSED PURSUANT TO SECTION 12-47-407 OR					
18	12-47-408 AND EACH PURCHASE OF FERMENTED MALT BEVERAGES FROM					
19	A RETAILER LICENSED PURSUANT TO SECTION 12-46-104 (1) (c), IN THE					
20	FORM OF A PURCHASE RECEIPT SHOWING THE NAME OF THE LICENSED					
21	RETAILER, THE DATE OF PURCHASE, A DESCRIPTION OF THE ALCOHOL					
22	BEVERAGES PURCHASED, AND THE PRICE PAID FOR THE ALCOHOL					
23	BEVERAGES. THE LODGING AND ENTERTAINMENT FACILITY LICENSEE					
24	SHALL RETAIN THE RECEIPT AND MAKE IT AVAILABLE TO THE STATE AND					
25	LOCAL LICENSING AUTHORITIES AT ALL TIMES DURING BUSINESS HOURS.					
26	(3) (a) EXCEPT AS PROVIDED IN PARAGRAPH (b) OF THIS					
27	SUBSECTION (3), IT IS UNLAWFUL FOR ANY OWNER, PART OWNER,					

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1	SHAREHOLDER, OR PERSON INTERESTED DIRECTLY OR INDIRECTLY IN
2	LODGING AND ENTERTAINMENT LICENSES TO CONDUCT, OWN EITHER IN
3	WHOLE OR IN PART, OR BE DIRECTLY OR INDIRECTLY INTERESTED IN ANY
4	OTHER BUSINESS LICENSED PURSUANT TO THIS ARTICLE OR ARTICLE 46 OF
5	THIS TITLE.
6	(b) AN OWNER, PART OWNER, SHAREHOLDER, OR PERSON
7	INTERESTED DIRECTLY OR INDIRECTLY IN A LODGING AND ENTERTAINMENT
8	LICENSE MAY HAVE AN INTEREST IN:
9	(I) A LICENSE DESCRIBED IN SECTION 12-46-104(1)(c), 12-47-401
10	(1) $(j)$ to $(1)$ $(t)$ , $(1)$ $(v)$ , or $(1)$ $(w)$ , or 12-47-410 $(1)$ ; or
11	(II) A FINANCIAL INSTITUTION REFERRED TO IN SECTION 12-47-308
12	(4).
13	(4) (a) EACH LODGING AND ENTERTAINMENT FACILITY LICENSEE
14	SHALL MANAGE OR HAVE A SEPARATE AND DISTINCT MANAGER FOR EACH
15	LICENSED PREMISES AND SHALL REGISTER THE MANAGER OF EACH
16	LICENSED PREMISES WITH BOTH THE STATE AND THE LOCAL LICENSING
17	AUTHORITY. A PERSON SHALL NOT BE A REGISTERED MANAGER FOR MORE
18	THAN ONE LODGING AND ENTERTAINMENT LICENSE.
19	(b) The registered manager for each lodging and
20	ENTERTAINMENT LICENSE OR THE LODGING AND ENTERTAINMENT FACILITY
21	LICENSEE SHALL PURCHASE ALCOHOL BEVERAGES FOR ONE LICENSED
22	PREMISES ONLY, AND THE PURCHASES SHALL BE SEPARATE AND DISTINCT
23	FROM PURCHASES FOR ANY OTHER LODGING AND ENTERTAINMENT
24	LICENSE.
25	(c) WHEN A PERSON CEASES TO BE A REGISTERED MANAGER FOR
26	A LODGING AND ENTERTAINMENT LICENSE, THE LODGING AND
27	ENTEDTAINMENT FACILITY LICENSEE SHALL NOTICY THE LICENSING

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1	AUTHORITIES	WITHIN	FIVE	DAYS	AND	SHALL	DESIGNATE	A	NEW
2	REGISTERED M	IANAGER	WITHI	N THIR	ΓY DΑ`	YS.			

(d) THE STATE LICENSING AUTHORITY OR THE LOCAL LICENSING AUTHORITY MAY REFUSE TO ACCEPT ANY PERSON AS A REGISTERED MANAGER UNLESS THE PERSON IS SATISFACTORY TO THE RESPECTIVE LICENSING AUTHORITIES AS TO CHARACTER, RECORD, AND REPUTATION. IN DETERMINING A REGISTERED MANAGER'S CHARACTER, RECORD, AND REPUTATION, THE STATE OR LOCAL LICENSING AUTHORITY MAY HAVE ACCESS TO CRIMINAL HISTORY RECORD INFORMATION FURNISHED BY A CRIMINAL JUSTICE AGENCY SUBJECT TO ANY RESTRICTIONS IMPOSED BY THE AGENCY.

- (e) THE LODGING AND ENTERTAINMENT FACILITY LICENSEE SHALL PAY A REGISTRATION FEE, NOT TO EXCEED SEVENTY-FIVE DOLLARS, FOR ACTUAL AND NECESSARY EXPENSES INCURRED IN DETERMINING THE CHARACTER, RECORD, AND REPUTATION OF EACH REGISTERED MANAGER. THE LODGING AND ENTERTAINMENT FACILITY LICENSEE SHALL PAY THE FEE TO BOTH THE STATE AND THE LOCAL LICENSING AUTHORITY.
- (5) AT THE TIME A TAVERN LICENSE ISSUED UNDER SECTION 12-47-412 IS DUE FOR RENEWAL OR BY ONE YEAR AFTER THE EFFECTIVE DATE OF THIS SECTION, WHICHEVER OCCURS LATER, A PERSON LICENSED AS A TAVERN THAT DOES NOT HAVE AS ITS PRINCIPAL BUSINESS THE SALE OF ALCOHOL BEVERAGES, HAS A VALID LICENSE ON THE EFFECTIVE DATE OF THIS SECTION, AND IS A LODGING AND ENTERTAINMENT FACILITY MAY APPLY TO, AND THE APPLICABLE LOCAL LICENSING AUTHORITY SHALL, CONVERT THE TAVERN LICENSE TO A LODGING AND ENTERTAINMENT LICENSE UNDER THIS SECTION, AND THE PERSON MAY CONTINUE TO OPERATE AS A LODGING AND ENTERTAINMENT FACILITY LICENSEE. A

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1	PERSON APPLYING TO CONVERT AN EXISTING TAVERN LICENSE TO A
2	LODGING AND ENTERTAINMENT LICENSE UNDER THIS SUBSECTION $(5)$ MAY
3	APPLY TO CONVERT THE LICENSE, EVEN IF THE LOCATION OF THE LICENSED
4	PREMISES IS WITHIN FIVE HUNDRED FEET OF ANY PUBLIC OR PAROCHIAL
5	SCHOOL OR THE PRINCIPAL CAMPUS OF ANY COLLEGE, UNIVERSITY, OR
6	SEMINARY, SO LONG AS THE LOCAL LICENSING AUTHORITY HAS
7	PREVIOUSLY APPROVED THE LOCATION OF THE LICENSED PREMISES IN
8	ACCORDANCE WITH SECTION 12-47-313 (1) (d).
9	SECTION 3. In Colorado Revised Statutes, 12-47-301, amend
10	(2) (a), (8), (11) (c) (II) introductory portion, and (11) (e) (I) as follows:
11	12-47-301. Licensing in general. (2) (a) Before granting any
12	license, all licensing authorities shall consider, except where this article
13	and article 46 of this title specifically provide otherwise, the reasonable
14	requirements of the neighborhood, the desires of the adult inhabitants as
15	evidenced by petitions, remonstrances, or otherwise, and all other
16	reasonable restrictions that are or may be placed upon the neighborhood
17	by the local licensing authority. With respect to a second or additional
18	license described in section 12-47-401 (1) (j) to (1) (t), $\frac{12-47-424}{1}$ , (1) (v),
19	OR (1) (w) or 12-47-410 (1) or in a financial institution referred to in
20	section 12-47-308 (4) for the same licensee, all licensing authorities shall
21	consider the effect on competition of the granting or disapproving of
22	additional licenses to such licensee and no SHALL NOT APPROVE AN
23	application for a second or additional hotel and restaurant or vintner's
24	restaurant license that would have the effect of restraining competition
25	shall be approved.
26	(8) Each licensee holding a fermented malt beverage on-premises
27	license or on- and off-premises license, beer and wine license, tavern

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license, LODGING AND ENTERTAINMENT LICENSE, club license, arts license, or racetrack license shall manage such THE premises himself or herself or employ a separate and distinct manager on the premises and shall report the name of such THE manager to the state and local licensing authorities. Such THE licensee shall report any change in managers to the state and local licensing authorities within thirty days after the change. It is unlawful for the licensee to fail to report the name of or any change in managers as required by this subsection (8). Such THE failure to report

<del>shall be</del> IS grounds for suspension of the license.

(11) (c) (II) An association or licensed tavern, LODGING AND ENTERTAINMENT FACILITY, hotel and restaurant, brew pub, distillery pub, retail gaming tavern, vintner's restaurant, beer and wine licensee, manufacturer or beer wholesaler that operates a sales room, or limited winery that wishes to create a promotional association may submit an application to the local licensing authority. To qualify for certification, the promotional association must:

(e) (I) A licensed tavern, LODGING AND ENTERTAINMENT FACILITY, hotel and restaurant, brew pub, distillery pub, retail gaming tavern, vintner's restaurant, beer and wine licensee, manufacturer or beer wholesaler that operates a sales room, or limited winery that wishes to attach to a common consumption area may submit an application to the local licensing authority. To qualify, the licensee must include a request for authority to attach to the common consumption area from the certified promotional association of the common consumption area unless the promotional association does not exist when the application is submitted; if so, the applicant shall request the authority when a promotional association is certified and shall demonstrate to the local licensing

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1	authority that the authority has been obtained by the time the applicant's
2	license issued under this article is renewed.
3	SECTION 4. In Colorado Revised Statutes, 12-47-309, add (1)
4	(n) as follows:
5	12-47-309. Local licensing authority - applications - optional
6	premises licenses. (1) A local licensing authority may issue only the
7	following alcohol beverage licenses upon payment of the fee specified in
8	section 12-47-505:
9	(n) LODGING AND ENTERTAINMENT LICENSE.
10	<b>SECTION 5.</b> In Colorado Revised Statutes, 12-47-401, <b>add</b> (1)
11	(w) as follows:
12	<b>12-47-401.</b> Classes of licenses. (1) For the purpose of regulating
13	the manufacture, sale, and distribution of alcohol beverages, the state
14	licensing authority in its discretion, upon application in the prescribed
15	form made to it, may issue and grant to the applicant a license or permit
16	from any of the following classes, subject to the provisions and
17	restrictions provided by this article:
18	(w) Lodging and entertainment license.
19	SECTION 6. In Colorado Revised Statutes, 12-47-409, amend
20	(3) as follows:
21	12-47-409. Beer and wine license. (3) It is unlawful for any
22	owner, part owner, shareholder, or person interested directly or indirectly
23	in a beer and wine license to conduct, own either in whole or in part, or
24	be directly or indirectly interested in any other business licensed pursuant
25	to this article or article 46 of this title; except that the person may have an
26	interest in a license described in section 12-46-104 (1) (c), 12-47-401 (1)
2.7	(i) to (1) (t) <del>12-47-401</del> (1) (v) or (1) (w) OR 12-47-410 (1) or in a

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1	financial institution referred to in section 12-47-308 (4).
2	SECTION 7. In Colorado Revised Statutes, 12-47-410, amend
3	(5) as follows:
4	12-47-410. Bed and breakfast permit. (5) It is unlawful for any
5	owner, part owner, shareholder, or person interested directly or indirectly
6	in a bed and breakfast permit to conduct, own either in whole or in part,
7	or be directly or indirectly interested in any other business licensed
8	pursuant to this article or article 46 of this title; except that a person
9	regulated under this section may have an interest in other bed and
10	breakfast permits, in a license described in section 12-46-104 (1) (c),
11	12-47-401 (1) (j) to (1) (t), <del>or 12-47-401</del> (1) (v), OR (1) (w) or in a
12	financial institution referred to in section 12-47-308 (4).
13	SECTION 8. In Colorado Revised Statutes, 12-47-411, amend
14	(13) (b) as follows:
15	12-47-411. Hotel and restaurant license - definition - rules.
16	(13) (b) Notwithstanding paragraph (a) of this subsection (13), an owner,
17	part owner, shareholder, or person interested directly or indirectly in a
18	hotel and restaurant license may conduct, own either in whole or in part,
19	or be directly or indirectly interested in a license described in section
20	12-46-104 (1) (c), 12-47-401 (1) (j) to (1) (t), <del>12-47-401</del> (1) (v), or (1)
21	(w), OR 12-47-410 (1) or in a financial institution referred to in section
22	12-47-308 (4).
23	SECTION 9. In Colorado Revised Statutes, 12-47-412, amend
24	(3); and add (9) as follows:
25	<b>12-47-412.</b> Tavern license. (3) It is unlawful for any owner, part
26	owner, shareholder, or person interested directly or indirectly in tavern
27	licenses to conduct, own either in whole or in part, or be directly or

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1 indirectly interested in any other business licensed pursuant to this article 2 or article 46 of this title; except that the person may have an interest in a 3 license described in section 12-46-104 (1) (c), 12-47-401 (1) (j) to (1) (t), 4  $\frac{12-47-401}{1}$  (1) (v), or (1) (w), OR 12-47-410 (1) or in a financial institution 5 referred to in section 12-47-308 (4). 6 (9) (a) AT THE TIME A TAVERN LICENSE IS DUE FOR RENEWAL OR 7 BY ONE YEAR AFTER THE EFFECTIVE DATE OF THIS SUBSECTION (9), 8 WHICHEVER OCCURS LATER, A TAVERN LICENSED UNDER THIS SECTION 9 THAT DOES NOT HAVE AS ITS PRINCIPAL BUSINESS THE SALE OF ALCOHOL 10 BEVERAGES, HAS A VALID LICENSE ON THE EFFECTIVE DATE OF THIS 11 SECTION, AND IS A LODGING AND ENTERTAINMENT FACILITY MAY APPLY 12 TO, AND THE APPLICABLE LOCAL LICENSING AUTHORITY SHALL, CONVERT 13 THE TAVERN LICENSE TO A LODGING AND ENTERTAINMENT LICENSE UNDER 14 SECTION 12-47-425, AND THE LICENSEE MAY CONTINUE TO OPERATE AS A 15 LODGING AND ENTERTAINMENT FACILITY LICENSEE. IF A TAVERN LICENSEE 16 DOES NOT HAVE AS ITS PRINCIPAL BUSINESS THE SALE OF ALCOHOL 17 BEVERAGES BUT IS NOT A LODGING AND ENTERTAINMENT FACILITY, AT 18 THE TIME THE TAVERN LICENSE IS DUE FOR RENEWAL OR BY ONE YEAR 19 AFTER THE EFFECTIVE DATE OF THIS SUBSECTION (9), WHICHEVER OCCURS 20 LATER, THE LICENSEE MAY APPLY TO, AND THE APPLICABLE LOCAL 21 LICENSING AUTHORITY SHALL, CONVERT THE TAVERN LICENSE TO 22 ANOTHER LICENSE UNDER THIS ARTICLE, IF ANY, FOR WHICH THE PERSON 23 QUALIFIES. 24 (b) A PERSON APPLYING UNDER THIS SUBSECTION (9) TO CONVERT 25 AN EXISTING TAVERN LICENSE TO ANOTHER LICENSE UNDER THIS ARTICLE 26 MAY APPLY TO CONVERT THE LICENSE, EVEN IF THE LOCATION OF THE

LICENSED PREMISES IS WITHIN FIVE HUNDRED FEET OF ANY PUBLIC OR

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1	PAROCHIAL SCHOOL OR THE PRINCIPAL CAMPUS OF ANY COLLEGE,
2	UNIVERSITY, OR SEMINARY, SO LONG AS THE LOCAL LICENSING AUTHORITY
3	HAS PREVIOUSLY APPROVED THE LOCATION OF THE LICENSED PREMISES IN
4	ACCORDANCE WITH SECTION 12-47-313 (1) (d).
5	SECTION 10. In Colorado Revised Statutes, 12-47-413, amend
6	(2) (b) as follows:
7	12-47-413. Optional premises license. (2) (b) Notwithstanding
8	paragraph (a) of this subsection (2), an owner, part owner, shareholder,
9	or person interested directly or indirectly in an optional premises license
10	may own, either in whole or in part, or be directly or indirectly interested
11	in a license described in section 12-46-104 (1) (c), 12-47-401 (1) (j) to (1)
12	(t), <del>12-47-401</del> (1) (v), or (1) (w), OR 12-47-410 (1) or in a financial
13	institution referred to in section 12-47-308 (4).
14	SECTION 11. In Colorado Revised Statutes, 12-47-414, amend
15	(4) as follows:
16	12-47-414. Retail gaming tavern license. (4) It is unlawful for
17	any owner, part owner, shareholder, or person interested directly or
18	indirectly in a retail gaming tavern license to conduct, own either in
19	whole or in part, or be directly or indirectly interested in any other
20	business licensed pursuant to this article or article 46 of this title; except
21	that the person may have an interest in a license described in section
22	12-46-104 (1) (c), 12-47-401 (1) (j) to (1) (t), <del>12-47-401</del> (1) (v), or (1)
23	(w), OR 12-47-410 (1) or in a financial institution referred to in section
24	12-47-308 (4).
25	SECTION 12. In Colorado Revised Statutes, 12-47-415, amend
26	(5) (b) as follows:
27	<b>12-47-415. Brew pub license.</b> (5) (b) Notwithstanding paragraph

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- 1 (a) of this subsection (5), a person interested directly or indirectly in a
- brew pub license may conduct, own either in whole or in part, or be
- directly or indirectly interested in a license described in section 12-46-104
- 4 (1) (c), 12-47-401 (1) (j) to (1) (t), <del>12-47-401</del> (1) (v), or (1) (w), OR
- 5 12-47-410 (1) or in a financial institution referred to in section 12-47-308
- 6 (4).
- 7 **SECTION 13.** In Colorado Revised Statutes, 12-47-418, **amend**
- 8 (4) as follows:
- 9 **12-47-418. Racetrack license.** (4) It is unlawful for any owner,
- part owner, shareholder, or person interested directly or indirectly in a
- racetrack license to conduct, own either in whole or in part, or be directly
- or indirectly interested in any other business licensed pursuant to this
- article or article 46 of this title; except that a person licensed under this
- section may have an interest in a license described in section 12-46-104
- 15 (1) (c), 12-47-401 (1) (j) to (1) (t), <del>12-47-401</del> (1) (v), or (1) (w), OR
- 16 12-47-410 (1) or in a financial institution referred to in section 12-47-308
- 17 (4).
- SECTION 14. In Colorado Revised Statutes, 12-47-420, amend
- 19 (5) (b) as follows:
- 20 **12-47-420.** Vintner's restaurant license. (5) (b) A person
- interested directly or indirectly in a vintner's restaurant license may
- conduct, own either in whole or in part, or be directly or indirectly
- interested in a license described in section 12-46-104 (1) (c), 12-47-401
- 24 (1) (j) to (1) (t), <del>12-47-401</del> (1) (v), or (1) (w), OR 12-47-410 (1) or in a
- 25 financial institution referred to in section 12-47-308 (4).
- SECTION 15. In Colorado Revised Statutes, 12-47-421, amend
- 27 (2) (a) (VIII) and (2) (a) (IX); and **add** (2) (a) (X) as follows:

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1	12-47-421. Removal of vinous fiquor from ficensed premises.
2	(2) This section applies to a person:
3	(a) That is duly licensed as a:
4	(VIII) Club under section 12-47-416; or
5	(IX) Distillery pub under section 12-47-424; and OR
6	(X) LODGING AND ENTERTAINMENT FACILITY UNDER SECTION
7	12-47-425; AND
8	SECTION 16. In Colorado Revised Statutes, 12-47-422, amend
9	(6) as follows:
10	12-47-422. Art gallery permit - definition. (6) It is unlawful for
11	any owner, part owner, shareholder, or person interested directly or
12	indirectly in an art gallery permit to conduct, own either in whole or in
13	part, or be directly or indirectly interested in any other business licensed
14	pursuant to this article or article 46 of this title; except that a person
15	regulated under this section may have an interest in other art gallery
16	permits; in a license described in section 12-46-104 (1) (c), 12-47-401 (1)
17	(j) to (1) (t), <del>12-47-401</del> (1) (v), or (1) (w), OR 12-47-410 (1); or in a
18	financial institution referred to in section 12-47-308 (4).
19	SECTION 17. In Colorado Revised Statutes, 12-47-423, amend
20	(2) (a) as follows:
21	12-47-423. Wine packaging permit - limitations - rules. $(2)$ A
22	licensed winery or limited winery that obtains a wine packaging permit
23	pursuant to this section shall not sell or distribute tax-paid wine it
24	packages:
25	(a) To a person licensed to sell alcohol beverages at retail, for
26	consumption on or off the licensed premises, under section 12-47-407,
2.7	12-47-408 12-47-409 12-47-410 12-47-411 12-47-412 12-47-413

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1	12-47-414, 12-47-415, 12-47-416, 12-47-417, 12-47-418, 12-47-419,
2	12-47-420, 12-47-422, or 12-47-424, OR 12-47-425; or
3	SECTION 18. In Colorado Revised Statutes, 12-47-424, amend
4	(5) (b) (II) as follows:
5	12-47-424. Distillery pub license - legislative declaration -
6	<b>definition.</b> (5) (b) A person interested directly or indirectly in a distillery
7	pub license may conduct, own either in whole or in part, or be directly or
8	indirectly interested in:
9	(II) A license described in section 12-46-104 (1) (c), 12-47-401
10	(1) $(j)$ to $(1)$ $(t)$ , $(1)$ $(v)$ , OR $(1)$ $(w)$ , or 12-47-410 $(1)$ ; or
11	SECTION 19. In Colorado Revised Statutes, 12-47-501, add (1)
12	(t) as follows:
13	12-47-501. State fees. (1) The following license and permit fees
14	shall be paid to the department of revenue annually in advance:
15	(t) FOR EACH LODGING AND ENTERTAINMENT LICENSE,
16	SEVENTY-FIVE DOLLARS.
17	SECTION 20. In Colorado Revised Statutes, 12-47-505, add (1)
18	(p) as follows:
19	12-47-505. Local license fees. (1) The following license fees
20	shall be paid to the treasurer of the municipality, city and county, or
21	county where the licensed premises is located annually in advance:
22	(p) FOR EACH LODGING AND ENTERTAINMENT LICENSE, FIVE
23	HUNDRED DOLLARS.
24	SECTION 21. In Colorado Revised Statutes, 12-47-901, amend
25	(5) (a) (I), (5) (i) (I), and (9) (b) as follows:
26	<b>12-47-901.</b> Unlawful acts - exceptions. (5) It is unlawful for any
27	person licensed to sell at retail pursuant to this article:

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(a) (I) To sell an alcohol beverage to any person under the age of twenty-one years, to a habitual drunkard, or to a visibly intoxicated person, or to permit any alcohol beverage to be sold or dispensed by a person under eighteen years of age, or to permit any such person to participate in the sale or dispensing thereof. If a person who, in fact, is not twenty-one years of age exhibits a fraudulent proof of age, any action relying on such fraudulent proof of age shall not constitute grounds for the revocation or suspension of any license issued under this article or article 46 of this title. Notwithstanding any provision in this subparagraph (I) to the contrary, no A person under twenty-one years of age shall NOT be employed to sell or dispense malt, vinous, or spirituous liquors unless he or she is supervised by another person who is on premise and has attained twenty-one years of age. No AN employee of a tavern licensed pursuant to section 12-47-412 OR A LODGING AND ENTERTAINMENT FACILITY LICENSED PURSUANT TO SECTION 12-47-425, that does not regularly serve meals as defined in section 12-47-103 (20), or a retail liquor store shall NOT sell malt, vinous, or spirituous liquors unless such THE person is at least twenty-one years of age.

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(i) (I) To sell malt, vinous, or spirituous liquors or fermented malt beverages in a place where the alcohol beverages are to be consumed, unless the place is a hotel, restaurant, tavern, LODGING AND ENTERTAINMENT FACILITY, racetrack, club, retail gaming tavern, or arts licensed premises or unless the place is a dining, club, or parlor car; plane; bus; or other conveyance or facility of a public transportation system.

(9) (b) This subsection (9) applies to persons licensed OR PERMITTED to sell OR SERVE alcohol beverages for consumption on the

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- licensed premises pursuant to section 12-47-403, 12-47-409, 12-47-410,
- 2 12-47-411, 12-47-412, 12-47-413, 12-47-414, 12-47-415, 12-47-416,
- 3 12-47-417, 12-47-418, 12-47-419, 12-47-420, 12-47-422, <del>or</del> 12-47-424,
- 4 OR 12-47-425.

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**SECTION 22.** Act subject to petition - effective date. This act 5 6 takes effect at 12:01 a.m. on the day following the expiration of the 7 ninety-day period after final adjournment of the general assembly (August 8 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a 9 referendum petition is filed pursuant to section 1 (3) of article V of the 10 state constitution against this act or an item, section, or part of this act 11 within such period, then the act, item, section, or part will not take effect 12 unless approved by the people at the general election to be held in 13 November 2016 and, in such case, will take effect on the date of the

official declaration of the vote thereon by the governor.

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