## SENATE BILL 5467

State of Washington 52nd Legislature 1991 Regular Session

By Senators Moore, Matson, McMullen, Newhouse and Vognild.

Read first time February 1, 1991. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to labeling and advertising restrictions
- 2 established by the liquor control board; amending RCW 66.08.030 and
- 3 66.08.060; adding a new section to chapter 66.08 RCW; and creating a
- 4 new section.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** It is the intent of the legislature to
- 7 encourage the legitimate commercial activities conducted by the liquor
- 8 industry in this state, including commercial activity that occurs
- 9 inside as well as outside state borders. Therefore, it is the intent
- 10 of the legislature to prevent the construction of barriers and to
- 11 remove existing barriers, specifically those related to the labeling
- 12 and advertisement of alcoholic beverages, which impede the commercial
- 13 activities of the liquor industry in this state.

- 1 Sec. 2. RCW 66.08.030 and 1977 ex.s. c 115 s 1 are each amended to
- 2 read as follows:
- 3 (1) For the purpose of carrying into effect the provisions of this
- 4 title according to their true intent or of supplying any deficiency
- 5 therein, the board may make such regulations not inconsistent with the
- 6 spirit of this title as are deemed necessary or advisable. All
- 7 regulations so made shall be a public record and shall be filed in the
- 8 office of the code reviser, and thereupon shall have the same force and
- 9 effect as if incorporated in this title. Such regulations, together
- 10 with a copy of this title, shall be published in pamphlets and shall be
- 11 distributed as directed by the board.
- 12 (2) Without thereby limiting the generality of the provisions
- 13 contained in subsection (1), it is declared that the power of the board
- 14 to make regulations in the manner set out in that subsection shall
- 15 extend to
- 16 (a) regulating the equipment and management of stores and
- 17 warehouses in which state liquor is sold or kept, and prescribing the
- 18 books and records to be kept therein and the reports to be made thereon
- 19 to the board;
- 20 (b) prescribing the duties of the employees of the board, and
- 21 regulating their conduct in the discharge of their duties;
- 22 (c) governing the purchase of liquor by the state and the
- 23 furnishing of liquor to stores established under this title;
- 24 (d) determining the classes, varieties, and brands of liquor to be
- 25 kept for sale at any store;
- 26 (e) prescribing, subject to RCW 66.16.080, the hours during which
- 27 the state liquor stores shall be kept open for the sale of liquor;
- 28 (f) providing for the issuing and distributing of price lists
- 29 showing the price to be paid by purchasers for each variety of liquor
- 30 kept for sale under this title;

- 1 (g) prescribing an official seal and official labels and stamps and
- 2 determining the manner in which they shall be attached to every package
- 3 of liquor sold or sealed under this title, including the prescribing of
- 4 different official seals or different official labels for different
- 5 classes of liquor;
- 6 (h) providing for the payment by the board in whole or in part of
- 7 the carrying charges on liquor shipped by freight or express;
- 8 (i) prescribing forms to be used for purposes of this title or the
- 9 regulations, and the terms and conditions to be contained in permits
- 10 and licenses issued under this title;
- 11 (j) prescribing the fees payable in respect of permits and licenses
- 12 issued under this title for which no fees are prescribed in this title,
- 13 and prescribing the fees for anything done or permitted to be done
- 14 under the regulations;
- 15 (k) prescribing the kinds and quantities of liquor which may be
- 16 kept on hand by the holder of a special permit for the purposes named
- 17 in the permit, regulating the manner in which the same shall be kept
- 18 and disposed of, and providing for the inspection of the same at any
- 19 time at the instance of the board;
- 20 (1) regulating the sale of liquor kept by the holders of licenses
- 21 which entitle the holder to purchase and keep liquor for sale;
- 22 (m) prescribing the records of purchases or sales of liquor kept by
- 23 the holders of licenses, and the reports to be made thereon to the
- 24 board, and providing for inspection of the records so kept;
- 25 (n) prescribing the kinds and quantities of liquor for which a
- 26 prescription may be given, and the number of prescriptions which may be
- 27 given to the same patient within a stated period;
- 28 (o) prescribing the manner of giving and serving notices required
- 29 by this title or the regulations, where not otherwise provided for in
- 30 this title;

- 1 (p) regulating premises in which liquor is kept for export from the
- 2 state, or from which liquor is exported, prescribing the books and
- 3 records to be kept therein and the reports to be made thereon to the
- 4 board, and providing for the inspection of the premises and the books,
- 5 records and the liquor so kept;
- 6 (q) prescribing the conditions and qualifications requisite for the
- 7 obtaining of club licenses and the books and records to be kept and the
- 8 returns to be made by clubs, prescribing the manner of licensing clubs
- 9 in any municipality or other locality, and providing for the inspection
- 10 of clubs;
- 11 (r) prescribing the conditions, accommodations and qualifications
- 12 requisite for the obtaining of licenses to sell beer and wines, and
- 13 regulating the sale of beer and wines thereunder;
- 14 (s) specifying and regulating the time and periods when, and the
- 15 manner, methods and means by which manufacturers shall deliver liquor
- 16 within the state; and the time and periods when, and the manner,
- 17 methods and means by which liquor may lawfully be conveyed or carried
- 18 within the state;
- 19 (t) providing for the making of returns by brewers of their sales
- 20 of beer shipped within the state, or from the state, showing the gross
- 21 amount of such sales and providing for the inspection of brewers' books
- 22 and records, and for the checking of the accuracy of any such returns;
- 23 (u) providing for the making of returns by the wholesalers of beer
- 24 whose breweries are located beyond the boundaries of the state;
- 25 (v) providing for the making of returns by any other liquor
- 26 manufacturers, showing the gross amount of liquor produced or
- 27 purchased, the amount sold within and exported from the state, and to
- 28 whom so sold or exported, and providing for the inspection of the
- 29 premises of any such liquor manufacturers, their books and records, and
- 30 for the checking of any such return;

- 1 (w) providing for the giving of fidelity bonds by any or all of the
- 2 employees of the board: PROVIDED, That the premiums therefor shall be
- 3 paid by the board;
- 4 (x) providing for the shipment by mail or common carrier of liquor
- 5 to any person holding a permit and residing in any unit which has, by
- 6 election pursuant to this title, prohibited the sale of liquor therein;
- 7 (y) prescribing methods of manufacture, conditions of sanitation,
- 8 standards of ingredients, quality and identity of alcoholic beverages
- 9 manufactured, sold, bottled, or handled by licensees and the board; and
- 10 conducting from time to time, in the interest of the public health and
- 11 general welfare, scientific studies and research relating to alcoholic
- 12 beverages and the use and effect thereof;
- 13 (z) seizing, confiscating and destroying all alcoholic beverages
- 14 manufactured, sold or offered for sale within this state which do not
- 15 conform in all respects to the standards prescribed by this title or
- 16 the regulations of the board((: PROVIDED, Nothing herein contained)).
- 17 <u>Subsection (2) of this section</u> shall <u>not</u> be construed as authorizing
- 18 the liquor board to prescribe, alter, limit or in any way change the
- 19 present law as to the quantity or percentage of alcohol used in the
- 20 manufacturing of wine or other alcoholic beverages.
- 21 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 66.08 RCW
- 22 to read as follows:
- The board shall not establish rules that impede interstate commerce
- 24 or require state-specific labeling.
- 25 **Sec. 4.** RCW 66.08.060 and 1933 ex.s. c 62 s 43 are each amended to
- 26 read as follows:
- 27 The board shall not advertise liquor in any form or through any
- 28 medium whatsoever. The board shall not have the power to adopt ((any

- 1 and all reasonable)) regulations as to the kind, character\_ and
- 2 location of  $\underline{\text{liquor}}$  advertising  $((\frac{\text{of liquor}}{}))$   $\underline{\text{unless specifically}}$
- 3 <u>directed to do so by the legislature</u>.