SENATE BILL 5229

State of Washington 65th Legislature 2017 Regular Session

By Senators Honeyford, Keiser, King, Conway, Chase, and Saldaña Read first time 01/18/17. Referred to Committee on Commerce, Labor & Sports.

- 1 AN ACT Relating to authorizing theaters with more than four
- 2 screens to obtain a license to sell beer and wine; and amending RCW
- 3 66.24.650.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 66.24.650 and 2013 c 219 s 1 are each amended to 6 read as follows:
- 7 (1) There is a theater license to sell beer, including strong 8 beer, or wine, or both, at retail, for consumption on theater 9 premises. The annual fee is four hundred dollars for a beer and wine 10 theater license.
- 11 (2) If the theater premises is to be frequented by minors, an 12 alcohol control plan must be submitted to the board at the time of 13 application. The alcohol control plan must be approved by the board, 14 and be prominently posted on the premises, prior to minors being 15 allowed.
- 16 (3) For the purposes of this section:
- 17 (a) "Alcohol control plan" means a written, dated, and signed 18 plan submitted to the board by an applicant or licensee for the 19 entire theater premises, or rooms or areas therein, that shows where 20 and when alcohol is permitted, where and when minors are permitted, 21 and the control measures used to ensure that minors are not able to

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obtain alcohol or be exposed to environments where drinking alcohol predominates.

- (b) "Theater" means a place of business where motion pictures or other primarily nonparticipatory entertainment are shown((, and includes only theaters with up to four screens)).
- (4) The board must adopt rules regarding alcohol control plans and necessary control measures to ensure that minors are not able to obtain alcohol or be exposed to areas where drinking alcohol predominates. All alcohol control plans must include a requirement that any person involved in the serving of beer and/or wine must have completed a mandatory alcohol server training program.
- (5)(a) A licensee that is an entity that is exempt from taxation under Title 26 U.S.C. Sec. 501(c)(3) of the federal internal revenue code of 1986, as amended as of January 1, 2013, may enter into arrangements with a beer or wine manufacturer, importer, or distributor for brand advertising at the theater or promotion of events held at the theater. The financial arrangements providing for the brand advertising or promotion of events may not be used as an inducement to purchase the products of the manufacturer, importer, or distributor entering into the arrangement and such arrangements may not result in the exclusion of brands or products of other companies.
- (b) The arrangements allowed under this subsection (5) are an exception to arrangements prohibited under RCW 66.28.305. The board must monitor the impacts of these arrangements. The board may conduct audits of a licensee and the affiliated business to determine compliance with this subsection (5). Audits may include, but are not limited to: Product selection at the facility; purchase patterns of the licensee; contracts with the beer or wine manufacturer, importer, or distributor; and the amount allocated or used for wine or beer advertising by the licensee, affiliated business, manufacturer, importer, or distributor under the arrangements.
- (6) The maximum penalties prescribed by the board in WAC 314-29-020 relating to fines and suspensions are double for violations involving minors or the failure to follow the alcohol control plan with respect to theaters licensed under this section.

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