SENATE BILL NO. 231
INTRODUCED BY ELLIOTT
BY REQUEST OF THE DEPARTMENT OF REVENUE

IN THE SENATE

January 22, 1981

February 18, 1981

February 19, 1981

February 20, 19a1
February 23, 1981
February 24, 1981

Introduced and referred to Comattee on Taxation.

Committee recommend bill do pass as amended. Report adopted.

Bill printed and placed on members' desks.

Second reading, do pass.
Correctly engrossed.
Third reading, passed. Ayes, 50 ; Noes, 0 . Transmitted to House.

IN THE HOUSE

March 2, 1981

March 16, 1981

March 19, 1981

March 28. 1981

Introduced and referred to Committee on Taxation.

Committee recommend bill be concurred in. Report adopted.

Second reading, not concurred in.

Bill segregated and rereferred to Committee on Taxation.

Committee recommend bill be concurred in. Report adopted.

March 30, 1981

March 31, 1981

## IN THE SENATE

Second reading, concurred in as amended.

On motion rules suspended and bill placed on third reading this day.

Third reading, concurred in as amended. Ayes, 73; Noes, 18.

On motion rules suspended and bill allowed to be transmitted on 7lat legislative day. Motion adopted.

April 3. 1981

April 6, 1981

April 1, 1981

Returned from House with amendments.

Second reading, amendments concurred in.
mity reading, amendments concurred in. Ayes, 49 ; Noes, 0 . Sent to enrolling.

Reported correctly enrolled.

by request of the department of reyenue

A bill for an act entitled: an act to reyise the alcoholyc aEverage licensing laws as they relate to corporate license applicants and licensees; eliminating residency requirements FOR LICENSES OTHER THAN THOSE FOR ON-PREMISES CONSUMPTION; AMENDING SECTIONS 16-4-103, 16-4-108, AND 16-4-401, MCA.*
be it enacteo by the legislature of the state of montana:
Section 1. Section $16-4-103$, MCA, is amended to read:
"16-4-103. Hholesalers. licenses -- application for and issuance -- subwarehouses -- imported beer handled through warehouse or subwarehouse. (1) Any person desiring to sell and distribute beer as a wholesaler under the provisions of this code shall apply to the department for a license to do so and tender with his application the license fee provided for, and the department is hereby empowered, authorized, and directed to issue wholesale licenses to qualified applicants in accordance with the provisions of this code. Such license shall be at all times prominently displayed in the place of business of such wholesaler.
(2) Fe--quatifr--for--a-whotesater^s---7teensey---the applicant-shatł-be-a-resident-of-Montanet-providedt-mawevers
any--individuat--or-partnership-whieh-has-been-treensed-as-a beer-whotesater-mayf-upon-tncorporation-in-aecordanee-nwith the--tows--of-the-state-ef-Montanav-transfer-sueh-7teense-to the-corpofation-tf-a-mefortty-of-the-copitet--stock--thereof is - --hefd---by--said--fndividtat--or--the--members--of--said perthershipt-if-eppticent-is--a--forefgn--corporationv--said eorporation-sha77--be-suthertzed-te-do-business-fn-Montanev Sofd An applicant shall have a fixed place of business. sufficient capital, the facilities, storehouse receiving house, or warehouse for the recelving of, storage, handling, and moving of beer in large and jobbing quantities for distribution and sale in original packages to other licensed wholesalers or licensed retallers. Each wholesaler sheft-be Is entitled to only one whalesale license, which license shall be issued for his principal place of business in Montana. A duplicate license may be issued for one subwarehouse only, in Montana, for each wholesale 1 icensee. Gatd Ibe duplicate license shall at all times be prominently displayed at sald subwarehouse.
(3) If the__applicant_is_a_foreign corporatione_the corporation_must_be_authorized_to do_business_in_Hontanae"

Section 2. Section 16-4-108, MCA, is amended to read:
"16-4-108. Wine distributor's license. (1) Any person desiring to sell and distribute table wine at wholesale to retailers under the provisions of this code shall apply to

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the department of revenue fic a license to do so and sinall tender with his application the annual license fee of $\$ 400$ and the cepartment may issue licenses to qualified applicants in accordance with the provisions of this code.
(2) All table wine distributors' licenses issued in any year shatt expire on June 30 at midnight of such year.
(3) No license fee may be imposed upon table wine distributors by a municipality or any other political subdivision of the state.
(4) The license shall be at all times prominently displayed in the place of business of such table wine distributor.
(5) Fo--quatify-for-e-tabłe-wine-distributofis-ifeense the-applieant-shat+-be--e--restdent--of-Montanat--proridedy howevery--any--individuet--or--partnershtp--whieh-has--been 7ieensed-as-n-tabte-wine-distributer-mayy-upon-ineorporjtion in-accordanee--with-the--7ews--of--Montanar--transfer--such +ieense--to--the--corporetion--if-ne-majority-of-the-cesitat stock-thereof-ts-hefd-by-sefd-individuet-or-the-members-of said-partnershtpt--or-+4-applieant-is-a-foretgn-eorporntion said-corporation-shał7--be--atherized--te--do--busifess--in Montenti-and--satd AD applicant shall have a fixed place of business, sufficient capital, the facilities, starehouse, receiving house or warehouse for the receiving of, storage, handing, and moving of table wine in large and jobbing
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(6) If the anglicant is a_foreign_corporatione the corporation must be_authorized_to do business_-in_Montanå" Section 3. Section 16-4-401, MCA, is amended to read:

P16-4-401. License as privilege - criteria for decision on applicatione (1) A license under this code is $=$ privilege which the state may grant to an applicant and is not a right to which any applicant is entitled.
$12)$ Fhe Except as provided in subsection (51s in the case-of adicense_that permits on=preqises_consumptione_the departiment must find in every case where it makes an order for the issuance of a new license or for the approval of the transfer of a license that:

## Lal in the case of an_indixidual applicanti

ttifi) neither the applicant nor any member of his iumediate family has an ownership interest in any other establishment 1 i censed under this chapter for all-beverages sales;
tZtLiil the applicant or any member of his inmediate family is without financing from or any affiliation to a manufacturer, bottlerg or distributor of beery wine, or 1iquor:
f3tilill the applicant is a resident of the state and is qualified to vote in a state election;
t+tily) the applicant's past record and present status as a purveyor of alcoholic beverages and as a businessman and citizen demonstrate that he is likely to operate his establishment in compliance with all applicable laws of the state and local governments; and
tstix) the applicant is not under the age of 19 yearsmi_and
(b) in the case_of_a_corporate_applicanti
ii) the owners_of_at_least_51\%_of_the_outstanding stack meet the requirements_of subsection_12)(alifiili
(ii) each owner of 102 or orore of the_outstanding stock meets_the_requirements_for_an_iodividual_apelicant_listed_in subsection_12)(a)_of_tbis_section:_ang
(iii) the_cerporation is autborized.te_de_business_in

## Montanas

131_In_the_case_of_a_license_that_oermits_only off-premises_consumption_or that is for the_manufacture_or wholesaling_of_an_alcoholic_beverage__the_department__must find_in_every_case_where_it_makes_an_order_for_the_issuance of_a_Dex_license_or_for the aperaval_of the_transfer_of_a License that:
(a)_in_the_case_of_an_ingixidual_applicanti
Li)_neither_the_applicant_nor_any_metereor_his imediatefamily has an_ownership_interest_io_any_other establishment_licensed_under this_chapter for_all-heverages sales:
(il) the_applicant_or_any_member_of_his_impediate fanily is Hithout financing from_or any affiliation_to a manufacturefz bottlere_or_distributor_of_beers_wioen_or liquor:
Liii) the_apolicant has_not been_conxicted_of_a_felony ore_if_the_applicant_has_been_convicted_of_a_felonye_his rights_haye_been_restored:

Livi_the applicant's past record and_present status_as a_puryexor of_alcoholic beverages_and_as_a_businessman_and citizen_demonstrate_that_he_is__likelx_to_operate_his establishment in_compliance_with_oll_applicable_lays_of_the state_and_local_goyernmentsi_and
(xl_the_applicant_is_not_under the_age_of_12_yearsi

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## and

(b) in the case_of a_sorporate_applicant:
fi) the amers_of_at_least_51\%_of_the_outstanding stock_meet the_requirements_of_subsection_(3)(a)Ciiil:

Liil_each_owner of 10\% or_more_of_the outstanding_stock meets__-the_requirements_for_an_iodixidual_listed_io subsection (3) (a) of this sectioni and
(iii)_the_corporation_is_authorized_to_do_business_in Montanae
(4) In__the_case_of_a_corporate_applicante_tbe requirements_of subsections_(2)(b)__ and__(3L(b)__apolx separately to each_class_of stock.

151_Ihe provisions_of subsection (21 de not apoly to an_applicant_for_or_bolder_of____ license_pursuant to 16-4-302 ${ }^{=\prime}$

> -End-

## Approved by Committee Approved by on Taxation <br> Committee

 -INTRODUCED BY ELLIOIT
ay request of the department of revenue
a bill for an act entitleo: "an act to revise the alcoholic. beverage licensing laws as they relate to corporate license APPLICANTS ANO LICENSEES; ELIMINATING RESIDENCY REQUIREMENTS for licenses other than those for on-premises consumption; AMENDING SECTIUNS 16-4-103, 16-4-108, ANO 16-4-401, MCA."
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(2) fo--quatify--for--a--whotesoterns---tieenser---then apptieant-shatt-be-a-restdent-of-Montanet-providedy-howevery


#### Abstract

any--individuat--or-partnership-which-has-been-tieensed-as-a beer-whotesater-may $\boldsymbol{m}$-upon-ineorporation-in--aec ordanee--with the--taws--of-the-stete-of-Montantr-transfer-such-ticense-te the-e or poration-if-a-majority-of-the-eapitat--stoek-thereof rs---hetd---by--said--individuat--or--the--members--of--said parthershtpa-if-apptieant-is--e-foreign--eorporationv--said corporation--shat+--be-authorized-to-do-bustness-in-Montanav fard An applicant shall have a fixed place of business, sufficient capital, the facilities, storehouse, receiving house, or warehouse for the receiving of, storige, handing, and moving of beer in large and jobbing quantities for distribution and sale in original packages to other ilicensed wholesalers or licensed retailers. Each wholesaler ghat+-be is entitied to only one wholesale license, which license shall be issued for his principal place of business in Montana. A duplicate license may be issued for one subwarehouse only, in Montanay for each wholesale licensee. Sata Ihe duplicate license shall at all times de proninently displayed at said subwarehouse. (3)_If_the_apgicant__is_onoreign_corporation, the corporation must be_authorized to do business in Montanaz"

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the department of revenue for a license to do so and shall
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and the department may issue licenses to qualified
applicants in accordance with the provisions of this code.
(2) All table wine distributors. licenses issued in
any year shatt expire on June 30 at midnight of such year.
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displayed in the place of business of such table wine
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(5) Fo--quatify-for-a-table-wine-distributors-ticense
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121 Fhe Except as_provided in subsection_15linin_the case of a license that permits on-premises consumptiong the department must find in every case where it makes on order for the issuance of a new license or for the approval of the transfer of a license that

## (a) in_the case of an individual apglicant:

$+ \pm+1 i)$ neither the applicant nor any member of his immediate family has an ownership interest in any other establishment licensed under this chapter for all-bevarages sales:
tzilii) the applicant or any member of his immediate family is without financing from or any affiliation to a manufacturer, bottler, or distributor of beer, wine, or liquor:
f3f(iili) the applicant is a resident of the state and is qualified to vote in a state election;
(4ifiv) the applicant's past record and present status as a purveyor of alcoholic beverages and as a businessman and citizen demonstrate that he is likely to operate his establishment in compliance with all applicable laws of the state and local governmentsi and
frtivi the applicant is not under the age of 19 yearsmi_and
(b) in_the case_of_a_corgorate_applicant:
(i) the owners of at least 51\% of the outstanding stock metet the reguirements_of subsection_(2)(alliiili

1iil_each owner_of $10 \%$ or more_of_the_outstanding stock meets the regui rements for an individual_dpplicant listed in subsection (2)(a) of this sectioni and
(iii) the corporation is authorized_to do business in

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Ial_in_the_case_of_an individual_applicant:
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(i)_neither_the_gaplicant_nor__gny_nember_of_his
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establishment__licensed_under this chapter for all-beverages
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soles:i
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Lii) the_dpplicant__or any member__of_nis__immediote
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family__is_without_financing_from_or any affiliation_to_a
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or,_if_the agplicant has been convicted_of__a_felonym__his
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rights have been_restored;
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livl_the_applicant*s past_record_and_present status_as
a_gurveyor of alcoholic_veverages and_as_a_businessman and
a_gurveyor of alcoholic_veverages and_as_a_businessman and
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citizen__demonstrate__that he_is_likely to ogerate_his
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1al_in_the case_of an individual applicant:
(i) neither the applicant_nor_ony_nember_of_his immediate family has an_ownership_interest_in_ony other establishment_licensed under this chapter for all-beverages soles:
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ory_if the agplicant has been convicted_of a_felony, his rights have been_restored;
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[^0]-End-

## SENATE BILL NO. 231

## INTRODUCEO BY ELLIOTT

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a bill for an act entitled: "an act to revise the alcoholic beverage litensing lans as they relate to corpurate license APPLICANTS AND LICENSEES: ELIMINATING RESIDENCY REQUIREMENTS FOR LICENSES OTHER THAN THOSE FOR ON-PREMISES CONSUMPTION; AMENDING SECTIONS 16-4-103, 16-4-108, ANO 16-4-401, MCA.** be it enacteo by the legislature of the state uf montana: Section 1. Section 16-4-103. MCA, is amended to read: 16-4-103. Wholesalers' licenses -- application for and issuance -- subwarehouses -- imported beer handled through warehouse or subwarehouse. (1) Any person desiring to sell and distribute beer as a wholesaler under the provisions of this code shall apply to the department for a license to do so and tender with his application the license fee provided for, and the department is hereby empowered, authorized, and directed to issue wholesale licenses to qualified applicants in accordance with the provisions of this code. such license shall be at all times prominently displayed in the place of business of such wholesaler.
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fotivl the applicant is not under the age of 19 yearsmiand
(b) in the cdse_of a corporate_applicant:
(i) the owners of at least 51\% of the outstanding stock_meet_the requirements_of subsection(2)19)(iiili

1iil_each owner of 10\% or more_of the_outstanding stock meets the reguirements for an individual apglicant listed in subsection (21(a) of this sectioni and
(iii) the corporation is authorized to do business in

## Montanazi_ANO

1IVLIN_THE CASE OF A CORPORAIION NOI LISTEO_ON A NAIIONAL STOCK_EXCHANGEZ_EACH OHNER_DF_SIOCK_MEETS THE REQUIREMENTS OF SUBSECTION_(Z)(A)ILLE
(3) In the case of a license that permits only offoremises consumption or that is for the manfacture_or wholesaling of an alcoholic beverage, the department must find_in every case_where_it_makes an_order for the issuance of a_new license_or for the_dpproval of the transfer_of a license that:
(a)_-in_the cose_of an individual applicant
(i) neither the_applicant nor any member of his impediote family hos an ownership interest_in any other establishment licensed_under this chapter for all-beverages salesi

1iil the applicant or any arember_of bis immediate family_is_mithout financing from_or_any affiliation_to_a monufacturerg Dottlerg or distributor of_obeerg_wineg_or liguori
(iiil the applicant has not been convicted of afelony or, if the agplicant has been convicted_of a_felonx: his rights have been_restored;
livl_the_applicantis past record and_present_status_as a_purveyor of alcoholic_beverages_and_as_a_ businessman and citizen__demonstrate_that_he_is_likely_to operate_his
establishment in compliance with all applicable_lawsof the state and local_governmentsi and
(v) the applicant is not under the age of 19 yearsi and
(b) in the case of a corporate agplicant:
(i) the ouners of at least 512 of the outstanding stock meet the requirements of subsection_(3)(a)liiili
(ii) each owner of 10\% or more of the outstanding stock meets the requirements_for an individual listed in subsection (3)(a) of this section: and
(iii) the corporation is authorized to do business in Montanas
(4) In the case of a corporate applicant: the reguirements_of_subsections (2l(b)_and (3)(bl_apely separately to each_class of stocke
(5) The provisions of subsection_(21 do not apgly to an applicant for or holder of a license_pursuant_to 16-4-303:"
-End-

## SENATE BILL NO． 231

 INTRODUCED BY ELEIOTTby request of the department of revenue

A BILL FOR AN ACT ENTLTLED：maN aCt TO REVISE THE ALCOHOLIC beverage licens ing lams as they relate to corporate license APPLICANTS ANO LICENSEES；ELIMINATING RESIDENCY REOUIREMENTS FOR LICENSES OTHER THAN THOSE FDR ON－PREMISES CONSUMPIION： ANO＿PROVIDING FOR LICENSES ISSUED PRIOR TO THE EFFECIIVE DAIE OF IHIS＿ACTE AMENDING SECTIONS 16－4－103，16－4－108，AND 16－4－401．MCA．＂
be it enacted by the legislature of the staie of montana： Section 1．Section $16-4-103$ ．MCA，is amended to read： －16－4－103．Wholesalers＊licenses－－application for and issuance－－subwarehouses－－imported beer handled through warehouse or subwarehouse．（1）Any person desiring to sell and distribute beer as a wholesaler under the provisions of this code shall apply to the department for a license to do so and tender with his application the license fee provided for，and the department is hereby empowered， authorized，and directed to issue wholesale licenses to qualified applicants in accordance with the provisions of this code．Such license shall be at all times prominently displayed in the place of business of such wholesaler．
（2）Fo－－quatify－－for－a－wholesaterns－－－tieensey－－－the oppticant－shath－be－a－resident－of－Montanct－previdetr－howeverv any－－individud－－or－partmership－whi eh－hes－been－tieensed－as－a beer－wnotesater－mby－upon－imeorperntion－in－－decordamee－with the－－tows－－of－the－stete－of－montanat－transfer－suet－iicense－te the－corporntion－if－a－majoriter－of－the－copitat－－stoek－－thereof is－－－hetd－－－by－－soid－－individust－op－－the－－members－of－－soid partnership＂－if－appticant－is－o－－Forefign－eerperetiony－seid eor peration－shatt－－be－authorized－to－do－business－in－Montanas Said An applicant shall have a fixed place of business， sufficient capital，the facilities，storehouse，receiving house，or warehouse for the receiving of storage，handing， and moving of beer in large and jobbing quantities for distribution and sale in original packages to other licensed wholesalers or licensed retailers．Each wholesaler otwott－be is entitled to only one wholesale license，which license shall be issued for his principal place of business in Montana．A duplicate license may be issued for one subwarehouse only，in Montana，for each wholesale licensee． fort Ine duplicate license shall at all times be prowinently displayed at said subwarehouse．

131＿If＿the applicant＿is＿a＿foreign＿corporationn the corporation＿⿴囗十⿱幺⿲丶丶丶⿴囗十

Section 2．Section 16－4－108，MCAD is amended to read：
＂16－4－108．Wine distributor＇s license．\｛ll any person

REFEREIVE BILL
desiring to sell and distribute table wine at wholesale to retailers under the provisions of this code shall apply to the department of revenue for a license to do so and shall tender with his application the annual license fee of $\$ 400$ and the department may issue licenses to qualified applicants in accordance with the provisions of this code.
$(2)$ All table wine distributors: licenses issued in any year statt expire on June 30 at midnight of such year. (3) No license fee may be imposed upon table wine distributors by a municipality or any other political subdivision of the state.
(4) The license shall be at all times prominently displayed in the place of business of such table wine distributor.
(5) Fo--quatify-for-a-tabte-wine-distipbotor*s-ticense the-opplicane-shatl-be----resident--of-Montanot-provided. however --any-individuat--or--partnershtp--whieh--has--been fieensed-as-a-tabte-wine-distributor-msyp-upon-incorporation in-becordance--wten--the--Hows-- of-Montandr--tronsfer--such ticense--to--the-corporation-if-a-jority-of-the-eapitat stock-thereof-its-held-by-said-individuat-of-the--members--of soid--partnershipt--op-if-appticant-is-z-foreign-eorporation said-corporation-shott--be--authorized-to-dio-business-in Montanaf--and-safd An applicant shall have a fixed place of business, sufficient capitaly the facilities, storehouse.
receiving house or warehouse for the receiving of storage, handing, and moving of table wine in large and jobbing quantities for distribution and sale in original packages to other licensed table wine distributors or licensed retailers. Each table wine distributor ghatt-be is entitled to only one wholesale table wine license, which license shall be issued for his principal place of business in Montanat-a duplicate license may be issued for one subwarehouse only in Montana for each table wine distributor"s licensep--whieh--stide_the duplicate license shall at all times be prominently displayed at said subwarehouse. A table wine distributor may also hold a license to sell beer at wholesale but shall not hold or have any interest, direct or indirect, in any license to sell beer, wine, or liquor at retail.

161_If the applicant_is_arareign corporation, the corporation_must be_authorized_to do business in Montana."

Section 3. Section $16-4-401$, MCA, is amended to read:
*16-4-401. License as privilege -- criteria for decision on application. fll A license under this code is a privilege which the state may grant to an applicant and is not a right to which any applicant is entitlede

121 The Except as provided in subsection (5ly in the case_of alicense that permits ormpremises_consumptiono the department must find in every case where it makes an order
1 for the isstrance of a new license or for the approval of the
for the isstance of a new license or for the approval of the transfer of a license that:

1al in_the case of an individual apglicant:
ttili) reither the applicant nor any member of his immediate family has an ownership interest in any other establishment licensed under this chapter for all-beverages sales;
fzifiil the applicant or any member of his immediate family is without financing from or any affiliation to a manufacturer, bottler, or distributor of beer, wine, or 1iquor:
t 3 fiiiil the applicant is a resident of the state and is qualified to vote in a state election;
thtiv) the applicant's past record and present status as a purveyor of alcaholic beverages and as a businessman and citizen demonstrate that he is likely to operate his establishment in compliance with all applicable laws of the state and local governments; and
thtivl the appicant is not under the age of 19 yearsti_zang
(b) in the case_of a corporate_applicant:
(i) the owners of at least 5ix of the outstanding stock meet the requirements of subsection_12lalifiili

1iil each owner of $10 \%$ or more of the outstanding stock metts the requirements for an individual_dpplicant listed in

## subsection_(2)1alof this sectioni and

(iii) the corporation is anthorized to do business in Montandei AND

IIVI IN IHE CASE OF A CORPORAIION NOT LISTED ON A NATIONAL_STOCK_EXCHANGE EACH OWNER OF STOCK MEETS THE REQUIREMENTS OF SUBSECTION (Z1(A)(ILO

131_In the case_of a license that_permits onix off=premises consumption or that_is for the, ganufacture or wholesaling of an alcoholic beverage, the_department gust find in every case_where it makes an order for the issuance of annew license or for the approval of the transfer of a license_that:
(a) in the case of on individual apolicant:
iil neither the applicant nor any megber of his immediate family has an_ownership interest in any other establishment_licensed under this chapter for all-beverages salesi
(ii) the opplicant or any member of his impediate family is without financing from or any affiliation_to a manufacturer pottlerg or distributor of beerg wineg or liguor:
(iii) the agplicant hos not been convicted of afelony or, if the agelicant has been convicted of a felony: his rights have been restoredi
fivl the applicant's past record and present status as
$-6-$
SB 231

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a_purveyor of alcoholic_beverages and as a businessman and
citizen demonstrate_that he is likely to operdte his
establishment in compliance with all apglicable laws of the
State and local_qovernments; and
    (v) the applicant is not under the age of 19 years;
and
    (b) in_the case_of_a corporate_applicant:
    (i) the owners of at least 513_of the outstanding
stock meet the reguirements of subsection_(3lal(iiili
    liil each owner of 10% or more of the outstanding_stock
meets the requirements for an individua! listed in
subsection (3)(a) of this sectioni and
    fiillthe corporation is authorized_to do business_in
Montana.
    (4) In the case of a corgorate _agplicant, the
reguirements of subsections_(2)(b)_ and__(3)(0)__apply
separately to each class of stock.
    151_ The provisions of subsection (2) do not apply to
an applicant for or holder of a license pursuant to 
16-4-302:"
    SECTION_4: EFFECT ON EXISIING LICENSES:-_THE
PROVISIONS OF THIS ACI DO_NOT AFFECI_TME VALIDITY_OF_ANY
ALCOHOLIC _BEVERAGE _LICENSE_THAT PERMIIS_ON-PREMISES
CONSUMPTION ANO_THAT HAS_BEEN ISSUED PRIDR TO THE EFFECIIVE
QATE OF IHIS ACT OR IHE REISSUANCE OF THE LICENSE.
-7-

House amendments to Senate Bill 231:
1. Title, line 9.

Following: line 8
Insert: "AND PROVIDING FOR LICENSES ISSUED PRIOR TO THE EFFECTIVE DATE OF THIS ACT;"
2. Page 7.

Following: line 18
Insert: "Section 4. Effect on existing licenses. The provisions of this act do not affect the validity of any alcoholic beverage license that permits on-premises consumption and that has been issued prior to the effective date of this act or the reissuance of the license."```


[^0]:    establishment in compliance with all applicable laws of the state and local governmentsi_and
    (v) the_applicant is not under the_age_of 19 yearsi and

    Cbl in the case of a corporate applicant:
    (i) the owners of at least six of the outstanding stock meet the reguirements of subsection (32)(a)(iii)i
    (ii) each owner of 10\% or more of the outstanding stock meets the requirements for an indiyidual_listed in subsection $\{3)(a)$ of this sectioni and

    1iii) the corporation is authorized to do business in Montanas
    (4) In_the case_of a_corporate_applicante_the requirements of subsections (2)(bl_and (3)(b)__apply separately to each class of stocke
    (5) The provisions of subsection_(21 do not appiy to an apelicant for or holder of a_license pursuant_to 16-4-392."

