SENATE BILL NO. 450

Introduced: 02/16/83
Referred to Committee on Taxation: 02/16/83
Hearing: 2/19/83
Report: 02/19/83
2nd Reading: 02/22/83
3rd Reading: 02/23/83

Transmitted to House: 02/23/83
Referred to Committee on Business \& Industry: 02/28/83 Hearing: 3/17/83
Died in House Committee.

is issued.
(2) For purposes of this section, "restaurant" means space in a building maintained, advertised, and held out to the public as a place where individually priced meals are prepared and served primarily for on-premises consumption and where the primary source of revenue from the operation is from the sale of food and not from the sale of alcoholic beverages. This means that the building must have a dining room or rooms, a kitchen, and the number and kinds of employees necessary for the preparing, cooking, and serving of meals in order to satisfy the department that the space is intended for use as a full-service restaurant.
(3) The department must cancel an existing all-beverages license from an aver-quota area contemporaneously with the issuance of a restaurant all-beverages license in any quota area.
(4) The restaurant all-beverages license may be sold by the licensee only in conjunction with the sale of the restaurant to which its use is connected.
(5) The department shall issue a restaurant all-bシverages license to a qualified applicant regardless of the number of all-beverages licenses already issued within an all-beverages license quota area in which the restaurant is located. The restaurant all-beverages license may not be used in determining the number of all-beverages licenses in

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a quota area under either 16-4-201 or 16-4-204.
    [b) Under a restaurant all-beverages jicense,
alcoholic beverages may be sold in the dining room or rooms
and may also be sold in an area within the restaurant that
is used primarily for the sale of alcoholic beverages and is
separate from the dining room or rooms. Alcoholic beverages
may not be sold for off-premises consumption under a
restaurant all-beverages license.
    Section 2. Section 16-4-501, MCA, is amended to read:
    "16-4-501. License and permit fees. (1) Each beer
licensee licensed to sell either beer or table wine only, or
both beer and table wine, under the provisions of this code,
shall pay an annual license fee as follows:
    (a) each bremer, wherever located, whose product is
sold or offered for sale within the state, $500; for each
storage depot, $400;
    (b) each beer wholesaler. $400; each table wine
distributor* $400;
    (c) each beer retailer, s200; with a wine license
amendment, an additional $200;
    (d) for a license to sell beer at retail for
off-premises consumption only, the same as a retail beer
license; for a license to sell table wine at retail for
off-premises consumption only, either alone or in
conjunction with beer. $200;
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(9) any unit of a nationally chartered veterans* organization, $\$ 50$.
(2) The permit fee under 16-4-301(1) is computed at the rate of 515 a day for each day beer and table wine are sold $\ddagger$ those events lasting 2 or more days but in no case be less than $\$ 30$.
(3) The permit fee under $\mathbf{1 6 - 4 - 3 0 1 ( 2 )}$ is $\$ 10$ for the sale of beer and table wine only or $\$ 20$ for the sale of all alcoholic beverages.
(4) Passenger carrier licenses shall be issued upon payment by the applicant of an annual license fee in the sum of $\$ 300$.
(5) The annual license fee for a license to sell wine on the premises, when issued as an amendment to a beer-only license. is $\$ 200$.
(5) The annual fee for resort retail liquor licenses within a given resort area shall be $\$ 2,000$ for each license.
(7) Each licensee licensed under the quotas of 16-4-201 shall pay an annual ilicense fee as follows:
(a) except as hereinafter provided, for each license outside of incorporated cities and incorporated towns or in incorporated cities and incorporated towns with a population of less than 2,000 , $\$ 250$ for a unit of a nationally chartered veterans* organization and $\$ 400$ for all other 1icensees;
(b) except as hereinafter provided, for each license in incorporated cities with a population of more than 2,000 and less than 5,000 or within a distance of 5 miles thereof. measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city, $\$ 350$ for a unit of a nationally chartered veterans* organization and $\$ 500$ for all other licensees:
(c) except as hereinafter provided, for each license in incorporated cities with a population of more than 5,000 and less than 10,000 or vithin a distance of 5 miles thereaf, measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city, $\$ 500$ for a unit of a nationdly chartered veterans ${ }^{\circ}$ organization and $\$ 650$ for all other licensees;
(d) for each license in incorporated cities with a population of 10,000 or more or within a distance of 5 miles thereaf; measured over the shortest public road or highway from the nearest entrance of the preaises to be licensed to the nearest boundary of such city, $\$ 650$ for a unit of a nationally chartered veterans* organization and $\$ 800$ for all other licensees;
(e) the distance of 5 milles from the corporate limits of any incorporated cities and incorporated towns is
measured over the shortest public road or highway from the nearest entrance of the pramises to belicensed to the nearest boundary of such city or town; and where the pramises of the applicant to be licensed are situated within 5 miles of the corporate boundaries of two or more Incorporated cities or incorporated towns of different populations, the license fee chargeable by the larger incorporated city or incorporated town applies and shall be paid by the applicant. When the premises of the applicant to be licensed are situated within an incorporated tawn or incorporated city and any portion of the incorporated town or incorporated city is without a 5-mile limit, the license fee chargeable by the smaller incorporated town or incorporated city applies and shall be paid by the applicant.
(f) an applicant for the issuance of an original llcense to be located in areas described in subsection (d) of this subsection shall pay a one-time original license fee of $\$ 20,000$ for any such license issued. The one-time license fee of $\$ 20,000$ shall not apply to any transfer or renewal of a license duly issued prior to July l. 1974. All licenses, however, are subject to the annual renewal fee.
(8) The fee for one all-beverage license to a public airport shall be $\$ 800$. This license is nontransferable.
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1 all-beyerages__license_sball_Ray_a_gnetime_ariginal_license 2 fer_of_ 550.000 for_any_such_license_issuede_the_owaer_of_the 3 existiog_all=bexerages_license_from_an_area_over_quata__that is_canceled_as_a_condition_of_tbe_issuance_of_a_restaurant all-beverages_license_shall_receive_stin000_of__the_s50.000 paid_hx__the_nem_licenseen_Ibe_anoual_fee_for_a_restaurant all=Deverages_licease_is_sgone
t9t6l01 The license fees herein provided for are exclusive of and in addition to other license fees chargeable in Montana for the sale of alcoholic beverages.* YEH_SECILOM Section 3. Codification instruction. Section 1 is intended to be codified as an Integral part of Title 16, chapter 4, part 2 , and the provisions of Title 16, chapter 4 , part 2 , apply to section 1.

Approved by committee on Taxation


RESTAURANT ALL-BEYERAGES LIQUDR LICENSE OUTSIDE THE EXISTING LIquor quota system; canceling an existing all-beverages LIquor LICENSE HHEN A RESTAURANT ALL-GEVERAGES LIQUOR LICENSE IS ISSUED; AMENDING SECTION 16-4-501, MCA.M

BE It enacted by the legislature of the state of montana:
YEH_SECIIONe Section 1. Restaurant all-beverages license. (1) The department shall issue an all-beverages license to be known as a restaurant all-beverages iicense whenever:
(a) the applicant is otherwise qualified to own an all-beverages license;
(b) the applicant operates a restaurant at the location where the restaurant all-beverages license will be used or satisfies the department that he intends to open a restaurant at a specified location and that the restaurant all-beverages license will be used in conjunction with that restaurant; and
(c) the owner of an existing all-beverages license from an over-quota area agrees to allow the department to cancel his license if the restaurant all-beverages license

## is issued.

(2) For purposes of this section, "restaurantw means space in a bullding maintained, advertised, and held out to the sublic as a place where individualiy priced meals are prepared and served primarily for on-premises consumption and where the primary source of revenue from the operation is from the sale of food and not from the sale of alcoholic beverages. This means that the buliding must have a dining room or roons, a kltchen, and the number and kinds of employees necessary for the preparing, cooking, and serving of meals in order to satlsfy the department that the space is Intended for use as a full-service restaurant.
(3) The department must cancel an existing all-beverages license from an over-quota area contemporaneousiy with the issuance of a restaurant all-beverages license in any quota area.
(4) The restaurant all-beverages license may be sold by the licensee only in conjunction with the sale of the restaurant to which its use is connected.
(5) The department shall Issue a restaurant all-bきverages license to a qualified applicant regardless of the number of all-beverages licenses already issued within an all-beverages 1 icense quota area in which the restaurant is located. The restaurant all-beverages license may not be used in determining the number of all-beverages licenses in
a quota area under either 16-4-201 or 16-4-204.
( 6 ) Under a restaurant all-beverages iicense, alcoholic beverages may be sold in the dining room or rooms and may also be sold in an area within the restaurant that is used primarily for the sale of alcoholic beverages and is separate from the dining room or rooms. Alcoholic beverages may not be sold for off-premises consumption under a restaurant all-beverages license.

Section 2. Section 16-4-501, MCA, is amended to read:
m16-4-501. License and permit fees. (1) Each beer licensee licensed to sell either beer or table wine only, or both beer and table wine, under the provisions of this code, shall pay an annual license fee as follows:
(a) each brewer, wherever located, whose product is sold or offered for sale within the state, $\$ 500$; for each storage depot, $\$ 400$;
(b) each beer wholesaler, s400; each table wine distributor, $\$ 400$;
(c) each beer retailery s200; with a wine license amendment, an additional s200;
(d) for a license to sell beer at retail for off-premises consumption only, the same as a retail beer license; for a license to sell table wine at retail for off-premises consumption only, either alone or in conjunction with beer, $\$ 200$;
(e) any unit of a nationally chartered veterans* organization, \#5i.
(2) The permit fee under 26-4-301(1) is computed at the rate of $\$ 15$ a day for each day beer and table wine are sold at those events lasting $z$ or more days but in no case be 1 ess than 830 .
(3) The permit fee under 16-4-301(2) is $\$ 10$ for the sale of beer and table wine only or $\$ 20$ for the sale of all alcoholic beverages.
(4) Passenger carrier licenses shall be issued upon payment by the applicant of an annual license fee in the sum of $\$ 300$.
(5) The annual license fee for a license to sell wine on the premises, when issued as an amendment to a beer-only license, is $\$ 200$.
(8) The annual fee for resort retail iquor licenses within a given resort area shall be 52,000 for each license.
(7) Each licensee licensed under the quotas of 16-4-201 shall pay an annual itcense fee as follows:
(a) except as Mereinafter provided, for each license outside of incorporated cities and Incorporated towns or in incorporated cities and incorporated towns with a population of less than 2,000 , $\$ 250$ for a unit of a nationally chartered veterans organization and $\$ 400$ for all other licensees;
(b) axcept as hereinafter provided, for each license in incorporated cities with a population of more than 2,000 and less than 5,000 or within a distance of 5 miles thereof, measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city, $\$ 350$ for a unit of a nationally chartered veterans" organization and $\$ 500$ for all other licensees;
(c) except as hereinafter provided, for each license in incorporated cities with a population of more than 5,000 and less than 10,000 or within a distance of 5 milies thereof, measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city, $\$ 500$ for a unit of a nationally chartered veterans" organization and $\$ 650$ for all other licensees;
(d) for each license in incorporated cities with a population of $\mathbf{1 0 , 0 0 0}$ or more or within a distance of 5 miles theresf, measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such citys $\$ 850$ for a unit of a nationally chartered veterans" organization and $\$ 800$ for all other licensees;
(e) the distance of 5 miles from the corporate limits of any incorporated cities and incorporated towns is
measured over the shortest public road or highway from the nearest entrance of the pramises to be licensed to the nearest boundary of such city or towni and where the prewises of the applicant to be licensed are situated within 5 miles of the corporate boundaries of two or more incorporated cities or incorporated towns of different populations, the license fee chargeable by the larger incorporated city or Incorporated town applies and shall be pald by the applicant. When the premises of the applicant to be licensed are situated witiin an incorporated town or incorporated city and any portion of the incorporated town or incorporated city is without a 5-mile limit, the license fee chargeable by the smaller incorporated town or incorporated city applies and shall be pald by the applicant.
(f) an applicant for the issuance of an original license to be located in areas described in subsection (d) of this subsection shall pay a onetime original license fee of $\$ 20,000$ for any such $1 i c e n s e$ issued. The one-time license fee of $\$ 20,000$ shall not apply to any transfer or renewal of a license duly issued prior to July 1, 1974. All licenses, however, are subject to the annual renewal fee.
(8) The fee for one all-beverage license to public airport shall be $\$ 800$. This license is nontransferable.
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all_beyerages_1icense_shall_pay_a_one-time_ariginal_license fea_of_ 550 _OOO_for_any_such_license_issuede_Ibe_ouner_of the existiog_all-beyerages_license_from_an_area_over_quota_that is_canceled_as_a_condition_of_the_issuance_of_a_cestaurant all-beyecages_license shall_receive_s 40 g 000 _of__the_ $\$ 50.000$ paid_hy_fthe_oen_licensees_Ibe_anoual_fee_for_a_restamrant all=peyerages_license_Ls_siole
t9tillol the license fees herein provided for are exclusive of and in addition to other license fees chargeable in Montana for the sale of alcoholic beverages." NEH_SECILGNe Section 3. Codification instruction. Section 1 is intended to be codified as an integral part of Title 16, chapter 4 , part 2, and the provisions of Title 16 , chapter 4, part 2 , apply to section 1 .
-End-

## SENATE BILL NO. 450

INTRODUCED BY CRIPPEN, HAGER, TOWE, ELLIOTT, ECK, २EGAN, MAZUREK, HALLIGAN, BLAYLOCK, KEATING, FAGG, BENGTSON, WINSLOH, KITSELMAN, VAN VALKENBURG,

## menahan. dover

a BIL FOR AN ACT ENTITLED: AN ACT ESTABLISHING A restaurant all-beverages liquor license outside the existing LIQUQR QUOTA SYSTEM; CANCELING AN EXISTING ALL-bEVERAGES liquor license hhen a restaurant all-beverages liquor LICENSE IS ISSUED; AMENDING SECTION 15-4-501: MCA." 8e it enacteo by the legislature of the state of montana:

HEH_SECIIDNa section 1. Restaurant all-beverages license. (1) The department shall issue an all-beverages license to be known as a restaurant all-beverages license whenever:
(a) the applicant is otherwise qualified to own an all-beverages license;
(o) the applicant operates a restaurant at the location where the restaurant all-beverages license will be used or satisfies the departnent that he intends to open a restaurant at a specified location and that the restaurant all-beverages license will be used in conjunction with that restaurant; and
(c) the owner of an existing all-beverages ifense from an over-quota area agrees to allow the department to cancel his license if the restaurant all-beverages license is issued.
(2) For purposes of this section, "restaurant" means space in a building malntained, advertised, and held out to the public as a place where individually priced meals are prepared and served primarily for on-premises consumption and where the primary source of revenue from the operation is fron the sale of food and not from the sale of alcoholic beverages. This means that the bullding must have a dining room or rooms, a kitchen, and the number and kinds of employees necessary for the preparing, cooking, and serving of meals in order to satisfy the department that the space is intended for use as full-service restaurant.
(3) The department must cancel an existing all-beverages license from an over-quota area contemporaneously with the issuance of a restaurant all-beverages 1 icense in any quota area.
(4) The restaurant all-heverages license may be sold by the licensee only in conjunction with the sale of the restaurant to which its use is connected.
(5) The department shall issue a restaurant all-oeverages license to qualified applicant regardless of the number of all-beverages licenses already issued within
an all-beverages license quota area in which the restaurant is locsted. The restaurant all-beverages license may not be used in determining the number of all-beverages licenses in a quota area under either 15-4-201 or 16-4-204.
(5) Under a restaurant all-beverages license, alcoholic beverages may be sold in the dining room or rooms and way also be sold in an area within the restaurant that is used primarily for the sale of alcoholic beverages and is separate from the dining room or roons. Alconolic beverages may not be sold for off-premises consumption under a restaurant all-beverages license.

Section 2. Section 16-4-501, MCA, is amended to read=
ल16-4-501. License and permit fees. (1) Each beer licensee licensed to sell either beer or table wine only, or both beer and table wlne, under the provisions of this code, shall pay an annual license fee as follows:
(a) each brewery wherever located, whose product is sold or offered for sale within the state, 5500 ; for each storage depot, \$400;
(b) each beer wholesalery $\$ 400$; each table wine distrisutor, \$400;
(c) each beer retailer, s200; with a wine license amendment, an additional $\$ 200$;
(d) for a license to sell beer at retail for off-premises consumption only, the same as a retail beer
license; for alicense to sell table wine at retail for off-premises consumption only, either alone or in conjunction with beer $\$ \$ 200$;
(e) any unit of a nationally chartered veterans" organization, $\$ 50$.
(2) The permit fee under 16-4-301(1) is computed at the rate of $\$ 15$ a day for each day beer and table wine are sold at those events lasting 2 or more days but in no case be less than $\$ 30$.
(3) The permit fee under 16-4-301(2) is $\$ 10$ for the sale of beer and table wine only or $\$ 20$ for the sale of all alconolic beverages.
(4) Passenger carrier licenses shall be issued upon payment by the applicant of an annual license fee in the sum of $\$ 300$.
(5) The annual license fee for a license to sell wine on the premises, when issued as an amendment to a beer-only license. is $\$ 200$.
(6) The annual fee for resort retail liquor 1 icenses within a given resort area shall be $\$ 2,000$ for each 1 icense.
(7) Each licensee licensed under the quotas of 16-4-201 shall pay an annual license fee as follows:
(a) except as hereinafter provided, for each 1 icense outside of incorporated cities and incorporated towns or in incorporated cities and incorporated towns with a population

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Of less than 2,000, $250 for a unit of a nationally
chartered veterans" organization and $400 for all other
licensees;
(0) except as hereinafter provided, for each license in incorporated cities with a population of more than 2,000 and less than 5,000 or within a distance of 5 miles thereof. neasured over the shortest oublic road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city. \(\$ 350\) for a unit of a nationally chartered veterans* organization and \(\$ 500\) for 311 other licensees;
(c) except as hereinafter provided, for each license in incorporated cities with a population of more than 5,000 and less than 10,000 or within a distance of 5 miles thereof, measured over the shortest public road or highway from the nearest entrance of the prenises to be licensed to the nearest bcundary of such city. \(\$ 500\) for a unit of a nationally chartered veterans' organization and \(\$ 650\) for all uther licensees;
(d) for each license in incorporated cities with a population of 10,00 ) or more or within a distance of 5 miles thereof, measured over the shortest public road or highway fron the nearest entrance of the premises to be licensed to the nearest boundary of such city, \(\$ 550\) for a unit of a nationally chartered veterans organization and \(\$ 800\) for ell
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#### Abstract

other licensees; (e) the distance of 5 miles fron the corporate limits of any incorporated cities and incorporated towns is measured over the shortest public road or highway from the nearest entrance of the premises to be licensed to the nearest boundary of such city or town; and where the premises of the applicant to be licensed are situated within 5 miles of the corporate boundaries of two or more incorporated cities or incorporated towns of different populations, the license fee chargeable by the larger incorporated city or incorporated town applies and shall be paid by the applicant. When the premises of the applicant to be licensed are situated within an incorporated town or incorporated city and any portion of the incorporated town or incorporated city is without a 5-mile limit, the license fee enargeable by the smaller incorporated town or incorporated city appiles and shall be paid by the applicant. (f) an applicant for the issuance of an original license to be located in areas described in subsection (d) of this subsection shall pay a one-tine original license fee of $\$ 22,000$ for any such license issued. The one-time license fee of $\$ 20,000$ shall not apply to any transfer or renewal of a license duly issued prior to July l. 1974. All licenses, nowever, are subject to the annual renewal fee.


[^0]-End-


[^0]:    (8) The fee for one all-beverage license to a public airport shall be $\$ 800$. This license is nontransferable.

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     cestaycant_all=bexerages_license_is_sgoge
    t9t10) The license fees herein provided for are exclusive of and in addition to other license fees chargeable in Montana for the sale of al coholic beverages."
    yEH_SECIIOM\& Section 3. Codification instruction. Section 1 is intended to be codified as an integral part of Title 16, chapter 4, part 2, and the provisions of Title 16, chapter 4, part 2, apply to section 1.

