

**OFFICE OF THE
WASHINGTON STATE LIQUOR CONTROL BOARD
Board Meeting Minutes – October 26, 2011**

Chair Foster called the regular meeting of the Washington State Liquor Control Board to order at 10:06 a.m., on Wednesday, October 26, 2011, in the Boardroom, 3000 Pacific Avenue SE, Olympia, Washington. Member Kurose and Member Marr were also present.

Approval of Minutes

The minutes from the October 12, 2011 meeting were approved.

**Board Adoption of Rules – CR 103- Entertainers Drinking While Performing
Issue Paper – Chapter 314-02 Requirements for Retail Liquor Licensees
Issue Paper – Chapter 314-05 – Special Occasion Licenses
Issue Paper – Chapter 314-40 – Clubs**

Karen McCall, Rules Coordinator, recommend the Board to proceed with final rulemaking and to adopt the rule regarding Entertainers Drinking While Performing. Language was added to WAC 314-11-015 granting an exception to allow entertainers to drink while performing under certain conditions. If approved by the Board Karen will file with the Code Reviser; the effective date of the rules will be 31 days after filing. Member Kurose made a motion to adopt the proposed rule changes as recommended, Member Marr seconded the motion. All were in favor.

Karen McCall, Rules Coordinator, provided an issue paper of rule making to implement legislation for retail licensees. The purpose is to request approval from the Board to file the proposed rule changes implementing SSB 5788, SSB 5156 and SSB 1465 as they apply to Chapter 314-02 requirements for retail liquor licensees. The following changes are being proposed: Amend WAC 314-02-015 language was added for licensees to sell growlers under the kegs to go endorsement. Amend WAC 314-02-020 the fee amounts change to reflect the fees prior to the increase in 2009. Amend WAC 314-02-041 language was added to allow hotel licensees to sell growlers from the restaurant of their premises. Amend WAC 314-02-0411 to add language to clarify the food requirements for the hotel license. Amend WAC 314-02-042 to remove the cap on non-club, member –sponsored events. Add a new section of WAC 314-02-043 to explain a VIP airport lounge. Add a new section to WAC 314-02-044 to explain the application process and guidelines for a VIP airport lounge. Amend WAC 314-02-045 to change fee amounts back to the amount prior to the temporary increase in the 2009 legislative session. Amend WAC 314-02-050 to change the fee amount back to the amount prior to the temporary increase in the 2009 legislative session. Amend WAC 314-02-065 to change the fee amount back to the amount prior to the temporary increase in the 2009 legislative session. Amend WAC 314-02-070 to change the fee amount back to the amount prior to the temporary increase in the 2009 legislative session. Amend WAC 314-02-100 to change the fee amount back to the amount prior to the temporary increase in the 2009 legislative session. Amend WAC 314-02-105 to change the fee amount back to the amount prior to the temporary increase in the 2009 legislative session and added language to clarify the endorsement allowing the sale of growlers, added the requirements to qualify for the endorsement. There were no questions or comments from the public.

Karen McCall, Rules Coordinator, provided an issue paper of rule making to implement legislation for Special Occasion Licenses. The purpose is to request approval to file proposed rule changes implementing SSB 5788. The following changes are being proposed: Amend WAC 314-05-025 the language was corrected to reflect current policy replacing the words "may request" to "requires". Amend WAC 314-05-030 to add language to implement SSB 5788 regarding payment for product immediately following the end of the special occasion event and allowing wineries or breweries to pay reasonable booth fees to a special occasion licensee. Additionally, per RCW 66.28.040 spirits donated to a special occasion licensee must be purchased from a state or contract liquor store. Wineries and distilleries may pour at any special occasion event. There were no questions or comments from the public.

**OFFICE OF THE
WASHINGTON STATE LIQUOR CONTROL BOARD
Board Meeting Minutes – October 26, 2011**

Karen McCall, Rules Coordinator provided an issue paper of rule making to implement legislation for Clubs. The purpose is to request approval to file the proposed rule change implementing SSB 5788. The following changes are being proposed: Amend WAC 314-40-040 to add language that would permit a private club to allow visitors to benefit from the privileges of the club more than six times in any one calendar year if a different number of times is allowed in the club by-laws. Amend WAC 314-40-050 to change the language in subsection (3) the records must be kept for "two" years to "three" years to be consistent with all other record keeping requirements. Amend WAC 314-40-095 to remove the cap on the number of non-club member-sponsored events a private club may hold. Comments were made by Julia Clarke from the Washington Restaurant Association she spoke to the strong support of the language and thanked the Board and Justin Nordhorn, Enforcement Chief and acknowledged that they are taking into account diverse business models. She offered to answer any questions. No comments or questions were noted from the public. Ms. Clarke provided the Board with several written comments from the Evergreen Chapter of the Club Members of America who were not able to attend. Chair Foster thanked Ms. Clarke.

Product Recommendations:

Debi Besser, Director of Purchasing presented the list of product recommendations to the Board. Member Kurose made a motion to approve the list. Member Marr seconded the motion. All were in favor.

Wine Recommendations:

Steve Burnell, Marketing Manager presented the list of wine product recommendations to the Board. Member Kurose made a motion to approve the list. Member Marr seconded the motion. All were in favor.

New Employee Introductions

Clarice Nnanabu, Director of Human Resources introduced and welcomed Kathy Kimbel, Human Resources Safety Manager, Dawn Chillers, Human Resources Consultant, and Beverly Burdette, Operations Manager to the Human Resources Division.

Debi Besser, Director of Purchasing introduced and welcomed Cheryl McGaughy, Data Compiler 3 to the Purchasing Division.

Michael Steenhout, Comptroller introduced and welcomed Toutou White to the Finance Division.

Years of Service

Rick Garza, Deputy Director, recognized Karen McCall for 25 years of service.

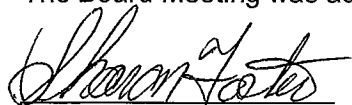
New Business


There was no new business.

Old Business:

There was no old business.

The Board Meeting was adjourned at 11:05 a.m.


Sharon Foster, Chair


Ruthann Kurose, Board Member


Chris Marr, Board Member