

**OFFICE OF THE
WASHINGTON STATE LIQUOR CONTROL BOARD
Board Meeting /August 6, 2008**

Board Chairman Lorraine Lee called the regular meeting of the Washington State Liquor Control Board to order at 10:02 am, on Wednesday, August 6, 2008 in the boardroom, 3000 Pacific Avenue S.E., Olympia, Washington. Board Member Roger Hoen and Board Member Ruthann Kurose were present.

Licensing Division – Alan Rathbun, Licensing Director, presented the corrected Liquor Control Board Policy Number 2008-01 for conducting the pilot of wine and beer tasting in grocery stores.

Board Member Roger Hoen moved to pass, Board Member Ruthann Kurose seconded, and it passed unanimously.

Director's Office – Pam Madson, WSLCB Rules Coordinator, requested approval to proceed with CR102 rulemaking on proposed rules on special orders. See the attached Issue Paper: "Rules Regarding Special Orders of Liquor from the Liquor Control Board." Pam Madson noted that the Board had approved this earlier this year, but stakeholders raised questions so we did not file. This is the revised document. Board Member Roger Hoen asked Debi Besser, Director-Purchasing Services, about the definition of "discretion." The definition was deliberately not included. Mr. Hoen also asked if Debi Besser represented the Board. Purchasing normally makes the decision except in questionable cases, which would come before the Board Members.

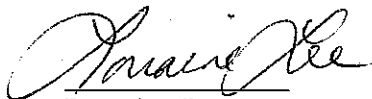
Pam Madson requested CR103 adoption of proposed rules on the following:

- **Emergency Suspension of a Liquor License** (Issue Paper attached): Pam Madson covered the issue paper. There was no public comment.
 - Board Member Ruthann Kurose moved to adopt, Board Member Roger Hoen seconded, and it passed unanimously
- **Transportation of Liquor Through the State** (Issue Paper attached): Debi Besser noted that they were looking for repeal, since LCB had not enforced it for an indeterminate number of years. No public comment was submitted.
 - Board Member Ruthann Kurose moved to adopt, Board Member Roger Hoen seconded, and it passed unanimously.
- **Hotel Liquor License** (Issue Paper attached): Karen Rogers, Licensing Division Rules Coordinator, covered the Issue Paper. The two controversial issues were definition of "adjacent" and the food service requirements. "Adjacent" has been clarified by removing the word "private" to allow for alleys between buildings. The definition has not expanded to include a diagonal connection across an intersection. On the issue of food service, snacks do not count. This license is a replacement for a restaurant liquor license for hotel establishments. A stakeholder public comment request included the right to offer complimentary spirits in rooms. The legislature excluded spirits, so the stakeholders will need to petition them to change the statute.
 - Board Member Roger Hoen moved to adopt, Board Member Ruthann Kurose seconded the motion, and it passed unanimously.

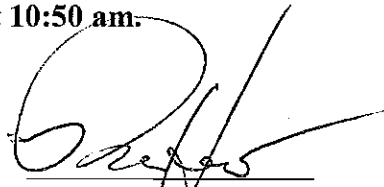
- **Administrative Hearings and Settlement Agreements** (Issue Paper attached):
This process began some time ago as a streamlining of rules. There was no public comment at the public hearing. We received one written comment from an administrative law judge offering different wording, which we adopted.
 - Board Member Ruthann Kurose moved to adopt, Board Member Roger Hoen seconded, and it passed unanimously.

Financial Division – Randy Simmons, Director of Administrative Services, introduced DiAnna Bohart, the Agency Teamwork Incentive Program (TIP) Coordinator. DiAnna Bohart recognized Krista Wisner and Tia Livingood who worked with several of our vendors to clear old accounts and helped develop procedures to track accounts better in the future.

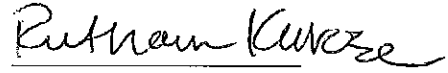
The Meeting adjourned at 10:50 am.



Lorraine Lee
Chairman



Roger Hoen
Board Member



Ruthann Kurose
Board Member