

**OFFICE OF THE
WASHINGTON STATE LIQUOR CONTROL BOARD
Board Meeting Minutes – July 14, 2010**

Board Chair Sharon Foster called the regular meeting of the Washington State Liquor Control Board to order at 10:02 a.m., on Wednesday, July 14, 2010 in the Boardroom, 3000 Pacific Avenue SE, Olympia, Washington. Board Members Ruthann Kurose and Linda Bremer were both present.

Public Hearing on 314-40 Clubs

Karen McCall invited the public to comment on the proposed rule making for WAC 314-40 regarding clubs which edited the existing rules for timeliness and clarity. There were no comments from the public. Karen will bring back the rule making for adoption at the July 28, 2010 board meeting.

Approval for CR 102 for Craft Distilleries

Karen McCall presented the CR 102 for craft distilleries to the Board. Changes were made to the rule making regarding the amounts of spirits a craft distillery is allowed to produce annually and a craft distillery contract producing spirits for another distiller or manufacturer. Member Bremer proposed a change to the language in WAC 314-28-050 which would add a subsection adding "contract producing". Karen will make the change and bring it back to the Board at the July 20, 2010 special meeting.

Approval for CR 102 for Alcohol Impact Area Rules

Karen Rodgers presented the changes to the Alcohol Impact Area Rules based on a request from the City of Tacoma. These changes were to allow a local jurisdiction to restrict a product materially similar to a product already on its banned list and to allow a local jurisdiction to restrict a product listed on another local jurisdiction's banned list. Steve Gano, Miller Coors, commented to the Board that the list is supposed to be individualized and not a statewide banned list. Chair Foster asked if it would be easier to make it a list for all jurisdictions. Mr. Gano responded that if a product is selling in an area but is not causing any problems and it's banned in another city, they lose the product just because it's on the list. Alan Rathbun, Licensing Director, reminded the Board that there was an extensive effort in developing a formula but it was not successful. Local communities want to solve the problem before it hits the street to be proactive. The Board members agreed to sit with Karen Rodgers to discuss a resolution. Chair Foster will review the language and have Karen Rodgers present again in the next three weeks. Phil Wayt, Beer & Wine Wholesalers, suggested the Board clarify that local authorities making proposals in writing should say thereafter that the "Board will approve". Karen McCall made a recommendation to come back to the Board after having further conversations with stakeholders.

Restricted Items

Debi Besser recommended the restriction of Pinnacle Cotton Candy Vodka based on its appeal to minors. This would be available by Special Order Only. Member Kurose made a motion to accept the restriction. Member Bremer seconded the motion. All were in favor.

Approval of Minutes

The minutes from the June 23, 2010 Board meeting were approved.

New Business

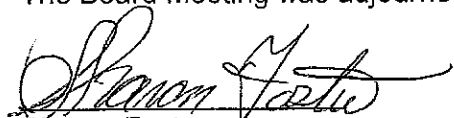
Karen McCall gave an update to the Board regarding agency request legislation for 2011. Karen plans on sending out our agency request legislation by Monday, July 19, 2010. Stakeholders will have 30 days for public comment and then she will bring the comments back to the Board.

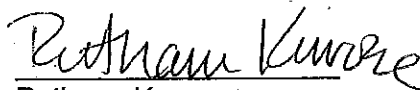
Old Business:

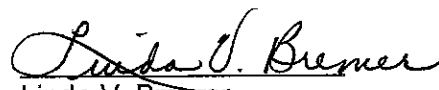
There was no old business.

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The Board Meeting was adjourned at 10:50 a.m.


Sharon Foster,
Board Chair


Ruthann Kurose,
Board Member


Linda V. Bremner,
Board Member