

**OFFICE OF THE
WASHINGTON STATE LIQUOR CONTROL BOARD
Board Meeting /September 6, 2006**

The regular meeting of the Washington State Liquor Control Board was called to order at 10:00 a.m., on Wednesday, September 6, 2006 in the Board conference room, 3000 Pacific Avenue S.E., Olympia, Washington, by Chairman Merritt D. Long. Board Member Roger Hoen was present. Tony Kim, Administrative Assistant to the Board summarized the minutes.

Purchasing Services Division – Potential New Listings/Rejections
Pat McLaughlin, Director

Based on presentations made by supplier representatives on August 28, 2006, discussions with members of the listing committee, tasting reports on product samples and other factors, Mr. McLaughlin recommended that the Board approve the following listing/rejection actions.

Listing Symbol Codes: R-Regular Listing; L-Limited Distribution; M-Mini Distribution; S-Warehouse Stock; U-Unlisted

<u>Description</u>	<u>Recommendations</u>
Orange V Vodka, 750 ml (\$27.95)	Reject
Three Olives Grape Flavored Vodka, 750 ml (\$20.95)	List as L
Puerto Vallarta Anejo Tequila, 750 ml (\$27.95)	Reject
Puerto Vallarta Blanco Tequila, 750 ml (\$23.95)	List as M
Fina Estampa Blanco Tequila, 750 ml (\$37.45)	Reject
Fina Estampa Reposado Tequila, 750 ml (\$42.35)	Reject
Fina Estampa Anejo Tequila, 750 ml (\$48.45)	Reject
10 Cane Rum, 750 ml (\$32.95)	List as S
Flor De Cana Grand Reserve Rum, 750 ml (\$25.95)	Reject
Jacques Cardin VSOP Cognac, 750 ml (\$32.95)	Reject
Jacques Cardin Apple VSOP Cognac, 750 ml (\$32.95)	Reject
Jacques Cardin Jasmin VSOP Cognac, 750 ml (\$32.95)	Reject
Bauchant Orange Liqueur, 750 ml (\$26.85)	Reject
Gaetano Sour Apple Schnapps, 750 ml (\$9.95)	Reject
Master of Mixes Grenadine, 375 ml (\$2.99)	List as L
Master of Mixes Lime Juice, 375 ml (\$2.99)	List as L
Master of Mixes Gold Cosmo, 375 ml (\$2.99)	List as L
Master of Mixes Sour Apple, 375 ml (\$2.99)	Reject
Master of Mixes Lemon Drop, 375 ml (\$2.99)	List as L
Master of Mixes Wildberry, 375 ml (\$2.99)	Reject
Master of Mixes Chocolate, 375 ml (\$2.99)	Reject
Master of Mixes Dirty Martini, 375 ml (\$2.99)	Reject

Board Member Hoen moved for approval. Chairman Long seconded the motion, and it was passed.

Retail Services Division – Lease Extension, Store No. 101, Seattle-4th Avenue South
Suzanne Lewis, Property Leasing Manager

The lease for Store No. 101, located at 1702 Fourth Avenue South, Seattle, WA, expired on February 28, 2006 and was extended for 6 months through August 31, 2006.

The Lessor, Jairus Stratton III of SRO Properties, Inc., has agreed to an additional one (1) year extension of our current lease, effective September 1, 2006. During this extension period of September 1, 2006 through February 28, 2007, the rental rate will remain at \$22,000.00 per month, or \$15.00 per square foot per year. Beginning March 1, 2007, the rent will increase to \$22,660.00 per month, or \$15.45 per square foot per year, a 3% increase. All other terms and conditions of the current lease shall remain the same.

We currently pay \$22,000.00 per month, or \$15.00 per square foot per year, for a 17,600 square foot space. The liquor store space is 9,500 square feet and the Store Development carpenter shop occupies the remaining 8,100 square feet. Gross sales for FY 2006 were \$16,506,065.00 with Class H Sales of \$11,845,653.00, or 71.8%.

Board Member Hoen moved for approval. Chairman Long seconded the motion, and it was passed.

Retail Services Division – Lease Extension, Store No. 079, Mill Creek
Suzanne Lewis, Property Leasing Manager

The lease for Store No. 079, located in Village by the Creek at 800C – 164th Street SE, Mill Creek, WA, will expire on September 30, 2006.

The Lessor, Village by the Creek Associates, represented by Jane Slater of Columbia Commercial Real Estate, has agreed to a six (6) month extension of our current lease, effective October 1, 2006. During this extension period, the rental rate will be \$8,904.60 per month, or \$22.43 per square foot per year, a 15% increase. All other terms and conditions of the current lease shall remain the same.

We currently pay \$7,743.12 per month, or \$19.50 per square foot per year, for a 4,765 square foot space. Gross sales for FY 2006 were \$4,862,732.00 with Class H Sales of \$1,028,793.00, or 21.2%.

Board Member Hoen moved for approval. Chairman Long seconded the motion, and it was passed.

Board – Approval of Minutes

Board Member Hoen reviewed the minutes of June 21, July 5, July 18, July 19, July 25, and moved for approval. Chairman Long seconded the motion, and it was passed.

The executive session was convened at 10:30 a.m. and adjourned at 11:30 a.m.

The Meeting was adjourned at 11:30 a.m.

Merritt D. Long
Chairman

Vera Ing
Board Member

Roger Hoen
Board Member