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DATE: May 02, 2018

WSR 18-10-111

TIME: 11:25 AM



CR-102 (December 2017) (Implements RCW 34.05.320)

Do NOT use for expedited rule making

Agency: Washington State Liquor and Cannabis Board							
⊠ Original Notice							
Supplemental Notice to WSR							
Continuance of WSR							
☑ Preproposal Statement of Inquiry was filed as WSR <u>18-03-184</u> ; or							
□ Expedited Rule MakingProposed notice was filed as WSR; or							
□ Proposal is exempt under RCW 34.05.310(4) or 34.05.330(1); or							
□ Proposal is exempt under RCW							
Title of rule and other identifying information: (describe subject) WAC 314-11-015 What are my responsibilities as a liquor licensee? WAC 314-03-400 Curbside Service.							
Hearing location(s):							
Date:	Time:	Location: (be specific)	Comment:				
June 13, 2018	10:00 a.m.	3000 Pacific Ave SE, Olympia, WA 98504					
Date of intended ado	ption: <u>June</u>	27, 2018 (Note: This is NOT the e	ffective date)				
Submit written comments to:							
Name: Karen McCall							
Address: PO Box 4308	• •	, WA 98504					
Email: rules@lcb.wa.gov							
Fax: 360-664-9689							
Other:							
By (date) <u>June 13, 2018</u>							
Assistance for persons with disabilities:							
Contact Karen McCall							
Phone: 360-664-1631							
Fax: 360-664-9689							
TTY:							
Email: rules@lcb.wa.gov							
Other: By (date) <u>June 13, 2018</u>							
Purpose of the proposal and its anticipated effects, including any changes in existing rules: The revised rule will allow							
curbside service for liquor licensed grocery stores. The new rule will ensure that retailers and customers have parameters in place for this service.							

Reasons supporting proposal: The proposed rules allow curbside service for liquor licensed grocery stores that utilize online ordering and pickup service. The rules outline requirements for this service.						
Statutory authori	ity for adoption: RCW 66.08.03	0				
	.,	-				
Statute being im	plemented:					
Is rule necessary	/ because of a:					
Federal Lav		🗆 Yes 🛛 No				
Federal Co		🗆 Yes 🛛 No				
State Court	Decision?		🗆 Yes 🖂 No			
If yes, CITATION:						
Agency commen matters: None	ts or recommendations, if any	, as to statutory language, implementation, o	enforcement, and fiscal			
Name of propone	□ Private□ Public⊠ Governmental					
Name of agency	personnel responsible for:					
	Name	Office Location	Phone			
Drafting: Coordinator	Karen McCall, Rules	3000 Pacific Ave SE, Olympia, WA 98504	360-664-1631			
Implementation: Director	Becky Smith, Licensing	3000 Pacific Ave SE, Olympia, WA 98504	360-664-1615			
Enforcement: Chief	Justin Nordhorn, Enforcement	3000 Pacific Ave SE, Olympia, WA 98504	360-664-1726			
	ct fiscal impact statement requ	iired under RCW 28A.305.135?	🗆 Yes 🛛 No			
If yes, insert statement here:						
Name: Address Phone: Fax: TTY: Email: Other:	: :	rict fiscal impact statement by contacting:				
Is a cost-benefit analysis required under RCW 34.05.328?						
Yes: A preliminary cost-benefit analysis may be obtained by contacting:						
Name:						
Address						
Phone:						
Fax: TTY:						
Email:						
Other:						
	se explain: There are no costs or	reporting requirements to licensees.				

Regulatory Fairness Act Cost Considerations for a Small Business Economic Impact Statement:								
This rule proposal, or portions of the proposal, may be exempt from requirements of the Regulatory Fairness Act (see chapter 19.85 RCW). Please check the box for any applicable exemption(s):								
□ This rule proposal, or portions of the proposal, is exempt under RCW 19.85.061 because this rule making is being adopted solely to conform and/or comply with federal statute or regulations. Please cite the specific federal statute or regulation this rule is being adopted to conform or comply with, and describe the consequences to the state if the rule is not								
adopted.								
Citation and description: This rule proposal, or portions of the proposal, is exempt because the agency has completed the pilot rule process								
defined by RCW 34.05.313 before filing the notice of this proposed rule.								
□ This rule proposal, or portions of the proposal, is exempt under the provisions of RCW 15.65.570(2) because it was adopted by a referendum.								
☐ This rule proposal, or portions of the proposal, is exempt	under F	RCW 19.85.025(3). Check all that apply:						
□ RCW 34.05.310 (4)(b)		RCW 34.05.310 (4)(e)						
(Internal government operations)		(Dictated by statute)						
□ RCW 34.05.310 (4)(c)		RCW 34.05.310 (4)(f)						
(Incorporation by reference)		(Set or adjust fees)						
□ RCW 34.05.310 (4)(d)		RCW 34.05.310 (4)(g)						
(Correct or clarify language)		((i) Relating to agency hearings; or (ii) process						
		requirements for applying to an agency for a license or permit)						
This rule proposal, or portions of the proposal, is exempt	under F							
Explanation of exemptions, if necessary:								
COMPLETE THIS SECTION C	ONLY IF	NO EXEMPTION APPLIES						
If the proposed rule is not exempt , does it impose more-than-minor costs (as defined by RCW 19.85.020(2)) on businesses?								
	ng how d	costs were calculated. There are no costs or reporting						
requirements to licensees.								
Yes Calculations show the rule proposal likely imposes more-than-minor cost to businesses, and a small business economic impact statement is required. Insert statement here:								
The public may obtain a copy of the small business ec	conomic	impact statement or the detailed cost calculations by						
contacting:								
Name:								
Address:								
Phone:								
Fax:								
TTY:								
Email: Other:								
	Signat	ure:						
Date: May 2, 2018	-	1940						
Name: Jane Rushford		and the ford						
Title: Chair								

AMENDATORY SECTION (Amending WSR 14-02-002, filed 12/18/13, effective 1/18/14)

WAC 314-11-015 What are my responsibilities as a liquor licensee? (1)(a) Liquor licensees are responsible for the operation of their licensed premises in compliance with the liquor laws and rules of the board (Title 66 RCW and Title 314 WAC). Any violations committed or permitted by employees will be treated by the board as violations committed or permitted by the licensee.

(b) The penalties for violations of liquor laws or rules are in: WAC 314-29-015 through 314-29-035, as now or hereafter amended, for licensees; and WAC 314-17-105 and 314-17-110, as now or hereafter amended, for employees who hold mandatory alcohol server training permits. These rules also outline aggravating and mitigating circumstances that may affect what penalty is applied if a licensee or employee violates a liquor law or rule.

(2) Licensees and their employees also have the responsibility to conduct the licensed premises in compliance with the following laws, as they now exist or may later be amended:

((■)) • Titles 9 and 9A RCW, the criminal code laws;

 $((\blacksquare))$ $\underline{\bullet}$ Title 69 RCW, which outlines the laws regarding controlled substances; and

((■)) • Titles 70.155, 82.24 RCW, and RCW 26.28.080 which outline laws regarding tobacco.

(3) Licensees have the responsibility to control their conduct and the conduct of employees and patrons on the premises at all times. Except as otherwise provided by law, licensees or employees may not:

(a) Be disorderly or apparently intoxicated on the licensed premises;

(b) Permit any disorderly person to remain on the licensed premises;

(c) Engage in or allow behavior that provokes conduct which presents a threat to public safety;

(d) Consume liquor of any kind while working on the licensed premises; except that:

(i) Entertainers per WAC 314-02-010 may drink while performing under the following conditions:

(A) Alcohol service must be monitored by MAST servers;

(B) Drinks must be served in unlabeled containers;

(C) Entertainers may not advertise any alcohol brands or products;

(D) Entertainers may not promote drink specials; and

(E) If any member of the entertainment group is under twenty-one years of age, alcohol may not be consumed by any member of the group while performing.

(ii) Licensed beer manufacturers and their employees may sample beer of their own manufacture for manufacturing, evaluating or pricing product in areas where the public is not served, so long as the licensee or employee does not become apparently intoxicated;

(iii) Licensed wine manufacturers and their employees may:

(A) Sample wine for manufacturing, evaluating, or pricing product, so long as the licensee or employee does not become apparently intoxicated; and the licensee or employee who is sampling for these purposes is not also engaged in serving alcohol to the public; and (B) Sample wine of their own manufacture for quality control or consumer education purposes, so long as the licensee or employee does not become apparently intoxicated.

(e) Engage in, or permit any employee or other person to engage in, conduct on the licensed premises which is prohibited by any portion of Titles 9, 9A, or 69 RCW;

(f) Engage in or permit any employee or other person to engage in the consumption of any type of marijuana, usable marijuana, or marijuana-infused products in a liquor licensed business, including outdoor service areas or any part of the property owned or controlled by the licensee;

(g) Permit any person consuming, or who has consumed within the licensed premises, any type of marijuana, usable marijuana, or marijuana-infused products to remain on any part of the licensed premises; or

(h) Sell or serve liquor by means of "drive-in((" or by "curb service))."

(4) Licensees have the responsibility to control the interaction between the licensee or employee and their patrons. At a minimum, licensees or employees may not:

(a) Solicit any patron to purchase any beverage for the licensee or employee, or allow a person to remain on the premises for such purpose;

(b) Spend time or dance with, or permit any person to spend time or dance with, any patron for direct or indirect compensation by a patron.

(((c))) See WAC 314-11-050 for further guidelines on prohibited conduct.

WAC 314-03-400 Curbside service. (1) Liquor licensed grocery stores that may or may not hold a spirits retailer license may provide curbside service to customers who order groceries online and pick them up in designated pick up areas outside of the grocery store. Drive through service is prohibited.

(2) Curbside pickup of groceries that include spirits, beer, and wine are allowed under the following conditions:

(a) Store employees must verify ID at pickup;

(b) If ID cannot be verified, or if the driver appears intoxicated, all alcohol will be removed from the order and the customer will not be charged for any removed products.