PROPOSED RULE MAKING



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

Do **NOT** use for expedited rule making

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DATE: August 22, 2018

TIME: 10:59 AM

WSR 18-17-186

Agency: Washington	State Liquor	· & Cannabis Board										
☐ Original Notice												
	ce to WSR	<u>18-10-111</u>										
□ Continuance of WSR												
□ Preproposal State	ment of Inc	uiry was filed as WSR <u>18-03-1</u>	84 ; 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	3-400 Curbs	ide Service			
Hearing location(s):												
Date:	Time:	Location: (be specific)	Comment:									
October 3, 2018	10:00 am	3000 Pacific Ave SE, Olympia, WA 98504										
Date of intended ado	ption: On o	r after October 17, 2018 (Note:	This is NOT the effective date)									
Submit written comm	ents to:											
Name: Janette Benhar	n											
Address: PO Box 430		ı, WA 98504										
Email: rules@lcb.wa.g	OV											
Fax: 360-664-9689												
Other:												
By (date) October 3, 20												
Assistance for perso												
Contact Claris Nnanabu, ADA Coordinator, Human Resources												
Phone: 360-664-1642												
Fax: 360-664-9689												
TTY: 7-1-1 or 1-800-83												
Email: Claris.Nnanabu	@lcb.wa.go)V										
Other:	0.0040											
By (date) September 2												
liquor licensed grocery	stores to p	rovide curbside service to custon	any changes in existing rules: The revised rule will allow mers ordering groceries online. The rule will ensure that but the changes to the existing rule are technical and									

• •	• • • • • • • •	ules allow curbside service for liquor licensed guirements for curbside service of grocery orders	•				
Statutory author	rity for adoption: RCW 66.08.0	30					
Statute being im	plemented:						
Is rule necessary	y because of a:						
Federal La	□ Yes ⊠ No						
Federal Co	☐ Yes ⊠ No						
State Cour	□ Yes ⊠ No						
If yes, CITATION	:						
matters: None		y, as to statutory language, implementation,	,				
Name of propon	ent: (person or organization) W	ashington State Liquor & Cannabis Board	□ Private□ Public⊠ Governmental				
Name of agency	personnel responsible for:						
	Name	Office Location	Phone				
Drafting: Coordinator	Janette Benham, Rules	3000 Pacific Ave SE, Olympia, WA	360-664-1760				
Implementation: Director	Becky Smith, Licensing	3000 Pacific Ave SE, Olympia, WA	360-664-1615				
Enforcement: Chief	Justin Nordhorn, Enforcemen	^{it} 3000 Pacific Ave SE, Olympia, WA	360-664-1726				
Is a school distri If yes, insert state	-	quired under RCW 28A.305.135?	□ Yes ⊠ No				
Name: Address Phone: Fax: TTY: Email: Other:	5:	strict fiscal impact statement by contacting:					
	analysis required under RCW						
 Yes: A preliminary cost-benefit analysis may be obtained by contacting: Name: 							
Address:							
Phone:							
Fax:							
TTY:							
Email:							
Other:		ata ta a ang a ang ata					
		sis is not required because the subject of proporule requiring a cost benefit analysis under RC					

Regulatory I	Fairness Act Cost Considerations for a Smal	II Busin	ess 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			(-) 1000000000000000000000000000000000000				
☐ 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	• •				
	of exemptions, if necessary:	anaon i					
'							
	COMPLETE THIS SECTION O						
If the propose	ed rule is not exempt , does it impose more-tha	n-minor	costs (as defined by RCW 19.85.020(2)) on businesses?				
⋈ No Briefly summarize the agency's analysis showing how costs were calculated. There are no costs or reporting requirements for licensees. The proposed rules allow grocery stores to provide curbside service to customers. Providing							
curbside service to customers is at the licensee's discretion.							
☐ 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 economic impact statement or the detailed cost calculations by contacting:							
Na	Name:						
Address:							
Phone:							
Fax:							
TTY:							
Email: Other:							
		0:					
Date: Augus		Signat	ure:				
Name: Jane Rushford		_	The Linky of				
Title: Chair							

- 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:
 - $((\blacksquare))$ Titles 9 and 9A RCW, the criminal code laws;
- ((\blacksquare)) $\underline{\bullet}$ Title 69 RCW, which outlines the laws regarding controlled substances; and
- $((\blacksquare \text{ Titles} -))$ Chapters 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)) Allow 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

[1] OTS-9585.2

- (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)) <u>allow</u> others ((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)) Allow any person to consume 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;
- $\underline{\text{(h) Allow}}$ any person consuming, or who has consumed $((\frac{\text{within}}{\text{on}}))$ on any part of the licensed premises, any type of marijuana, usable marijuana, or marijuana-infused products to remain on any part of the licensed premises; or
- $((\frac{h}{h}))$ (i) Sell or serve liquor by means of $(\frac{drive-in}{or by})$ (urb service.)) drive-in, drive-through pickup, or pass-through pickup window.
- (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.
- $((\frac{c}{c}))$ See WAC 314-11-050 for further guidelines on prohibited conduct.

[2]

NEW SECTION

- WAC 314-03-400 Curbside service. (1) Grocery stores that have the appropriate liquor licenses may provide curbside service to customers who order groceries online and pick them up in designated pickup areas outside of the grocery store. Curbside service in a designated pickup area must be administered pursuant to all applicable RCW and WAC provisions. Drive-through service from pickup or pass-through windows is prohibited.
- (2) Curbside pickup of groceries that include spirits, beer, and wine are allowed under the following conditions:
- (a) Orders must include at least twenty-five dollars of items coded as grocery items.
- (b) Orders must be delivered by an employee of the licensee to a vehicle parked in a designated pickup area owned or controlled by the licensee as part of the licensed premises.
- (c) Orders may only be delivered and the sale completed if the name of the purchaser registered on the online account matches the name on the driver's license or ID of the individual accepting delivery.
- (d) Employees delivering orders to the customer's vehicle and completing the sale must be at least eighteen years of age and be trained on verifying ID, recognizing signs of intoxication, and preventing youth access.
- (e) Aside from a clear parent/guardian and child relationship, all occupants of the vehicle must be at least twenty-one years of age and provide proof of ID to the employee delivering the order.
- (f) 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.