

2015 DRAFTING REQUEST

Bill

Received: **8/3/2015** Received By: **agary**
For: **Howard Marklein (608) 266-0703** Same as LRB:
May Contact: By/Representing: **Katy Prange**
Subject: **Beverages** Drafter: **agary**
Addl. Drafters:
Extra Copies:

Submit via email: **YES**
Requester's email: **Sen.Marklein@legis.wi.gov**
Carbon copy (CC) to: **aaron.gary@legis.wisconsin.gov**

Pre Topic:

No specific pre topic given

Topic:

Changes related to beer and wine temporary retail licenses; allowing wine walks

Instructions:

Wants companion to LRB-2748

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	agary 8/3/2015	kmochal 8/3/2015	_____			
/1			_____	lparisi 8/3/2015	mbarman 8/4/2015	State S&L

FE Sent For:

*at intro
8/24/15*

<END>

Gary, Aaron

From: Portz, Elisabeth
Sent: Friday, July 31, 2015 4:22 PM
To: Gary, Aaron
Cc: Prange, Katy
Subject: LRB 2748/p2

Good afternoon Aaron,

Thanks for all your hard work on this bill. Can you please draft this as a /1 for our office and also create a Senate companion for the Marklein office? I've included Katy Prange on this email as well.

Thanks!

Liz

Elisabeth Portz
Clerk, Assembly Committee on Transportation
Office of Wisconsin State Representative Keith Ripp
42nd Assembly District
(608) 266-3404



m
8/3

- 2844/1

LRB-2748/P2
ARG:jld/wlj/klm

TODAY

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

companion - no changes

1 **AN ACT to renumber and amend** 125.51 (10); **to amend** 125.26 (6) and 125.51
2 (3) (f); and **to create** 125.02 (3u), 125.32 (3m) (j) and 125.51 (10) (b) of the
3 statutes; **relating to:** temporary alcohol beverage retail licenses.

Analysis by the Legislative Reference Bureau

This bill allows municipalities to issue temporary alcohol beverage retail licenses for certain multiple-location events and also allows temporary alcohol beverage retail licenses to be issued to local chambers of commerce.

Under current law, with limited exceptions, no person may sell alcohol beverages to a consumer unless the seller possesses a license or permit authorizing the sale. Current law authorizes municipalities to issue temporary Class "B" and "Class B" licenses to certain clubs, fair associations, agricultural societies, churches, veterans organizations, lodges, and societies that authorize the retail sale of, respectively, fermented malt beverages (beer) and wine at fairs, meetings, picnics, and similar gatherings hosted by these organizations. A municipality may not issue to one of these organizations more than two temporary "Class B" (wine) licenses in any 12-month period, but there is no such limit on issuance of Class "B" (beer) licenses.

This bill authorizes municipalities to issue temporary Class "B" and "Class B" licenses to local chambers of commerce, and similar civic or trade organizations, organized as nonstock corporations with the Department of Financial Institutions. The bill also creates a limited exception to the two-license limit for temporary "Class B" licenses that allows a municipality to issue up to 20 temporary "Class B" licenses to the same licensee if all of the following apply: 1) each license is issued for the same

date and times and the licensee is the sponsor of an event, of not more than one day in duration, held at multiple locations within the municipality on this date and at these times; 2) an admission fee is charged for participation in the event and no additional fee is charged for service of alcohol at the event; and 3) within the previous 12 months, the municipality has issued such multiple-location event licenses for only one other such event or for no other events. Each event for which a municipality issues multiple-location event licenses as described above is counted as one license toward the licensee's two-license limit for a temporary "Class B" license.

Under current law, with exceptions, a Class "B" license may not be issued for premises where another business is conducted.

This bill creates a limited exception under which a temporary Class "B" license may be issued for premises where another business is conducted if all of the following apply: 1) the license is one of multiple licenses issued by the municipality to the same licensee for the same date and times; 2) the licensee is the sponsor of an event held at multiple locations within the municipality on this date and at these times; and 3) an admission fee is charged for participation in the event and no additional fee is charged for service of alcohol at the event.

The bill further clarifies that a temporary "Class B" license for wine may be issued by a municipality without also issuing a temporary Class "B" license for beer and also provides discretion to a municipality in setting the fee for a temporary "Class B" license, which may not exceed \$10 (the fee under current law).

Current law requires the Department of Revenue (DOR) to prepare a booklet explaining the state statutes and rules relating to the retail sale of alcohol beverages and to provide copies of the booklet to municipalities for distribution to licensees.

This bill requires DOR to update its discussion of "wine walks" in this booklet (Publication 302, Wisconsin Alcohol Beverage and Tobacco Laws for Retailers), to reflect statutory changes in the bill.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 125.02 (3u) of the statutes is created to read:

2 125.02 (3u) "Chamber of commerce" means a local chamber of commerce
3 organized under ch. 181 or a similar civic or trade organization organized under ch.
4 181 to promote economic growth and opportunity within a local geographical area.

5 **SECTION 2.** 125.26 (6) of the statutes is amended to read:

1 125.26 (6) Temporary Class “B” licenses may be issued to bona fide clubs and
2 chambers of commerce, to county or local fair associations or agricultural societies,
3 to churches, lodges or societies that have been in existence for at least 6 months
4 before the date of application, and to posts of veterans organizations authorizing the
5 sale of fermented malt beverages at a particular picnic or similar gathering, at a
6 meeting of the post, or during a fair conducted by the fair association or agricultural
7 society. The amount of the fee for the license shall be determined by the municipal
8 governing body issuing the license but may not exceed \$10. An official or body
9 authorized by a municipal governing body to issue temporary Class “B” licenses may,
10 upon issuance of any temporary Class “B” license, authorize the licensee to permit
11 underage persons to be on the premises for which the license is issued. A license
12 issued to a county or district fair licenses the entire fairgrounds where the fair is
13 being conducted and all persons engaging in retail sales of fermented malt beverages
14 from leased stands on the fairgrounds. The county or district fair to which the license
15 is issued may lease stands on the fairgrounds to persons who may engage in retail
16 sales of fermented malt beverages from the stands while the fair is being held. A
17 municipal governing body may issue a temporary Class “B” license for premises that
18 are covered by a “Class B” permit issued under s. 125.51 (5) (b) 2. if the applicant
19 meets the requirements of this subsection. If a license is issued under this subsection
20 to a fair association solely for the purpose of conducting on the licensed premises
21 fermented malt beverages judging or tasting events involving servings of fermented
22 malt beverages no greater than one fluid ounce each, s. 125.32 (2) does not apply to
23 these licensed premises.

24 **SECTION 3.** 125.32 (3m) (j) of the statutes is created to read:

1 125.32 (3m) (j) Premises for which a temporary Class “B” license is issued
2 under s. 125.26 (6) if the license is one of multiple licenses issued by the municipality
3 to the same licensee for the same date and times, the licensee is the sponsor of an
4 event held at multiple locations within the municipality on this date and at these
5 times, and an admission fee is charged for participation in the event and no
6 additional fee is charged for service of alcohol at the event.

7 **SECTION 4.** 125.51 (3) (f) of the statutes is amended to read:

8 125.51 (3) (f) A “Class B” license may be issued only to a holder of a retail Class
9 “B” license to sell fermented malt beverages unless the “Class B” license is the kind
10 of “Class B” license specified under par. (am) or is a temporary “Class B” license under
11 sub. (10).

12 **SECTION 5.** 125.51 (10) of the statutes is renumbered 125.51 (10) (a) and
13 amended to read:

14 125.51 (10) (a) Notwithstanding s. 125.68 (3), temporary “Class B” licenses
15 may be issued to bona fide clubs and chambers of commerce, to county or local fair
16 associations or agricultural societies, to churches, lodges, or societies that have been
17 in existence for at least 6 months before the date of application, and to posts of
18 veterans’ organizations authorizing the sale of wine in an original package,
19 container, or bottle or by the glass if the wine is dispensed directly from an original
20 package, container, or bottle at a particular picnic or similar gathering, at a meeting
21 of the post, or during a fair conducted by the fair association or agricultural society.
22 The amount of the fee for the license shall be determined by the municipal governing
23 body issuing the license but may not exceed \$10, except that no fee may be charged
24 to a person who at the same time applies for a temporary Class “B” license under s.
25 125.26 (6) for the same event. A license issued to a county or district fair licenses the

1 entire fairgrounds where the fair is being conducted and all persons engaging in
2 retail sales of wine from leased stands on the fairgrounds. The county or district fair
3 to which the license is issued may lease stands on the fairgrounds to persons who
4 may engage in retail sales of wine from the stands while the fair is being held. If a
5 county or district fair leases any stand to a winery holding a permit under s. 125.53,
6 in addition to making retail sales of wine from the leased stand, the winery may
7 provide taste samples anywhere on the fairgrounds of wine manufactured by the
8 winery. If a license is issued under this ~~subsection~~ paragraph to a fair association
9 solely for the purpose of conducting on the licensed premises wine judging or tasting
10 events involving servings of wine no greater than one fluid ounce each, s. 125.68 (2)
11 does not apply to these licensed premises. ~~Not~~ Except as provided in par. (b), not
12 more than 2 licenses may be issued under this subsection paragraph to any club,
13 chamber of commerce, county or local fair association, agricultural association,
14 church, lodge, society, or veterans post in any 12-month period.

15 **SECTION 6.** 125.51 (10) (b) of the statutes is created to read:

16 125.51 (10) (b) 1. A municipality may issue up to 20 licenses under par. (a) to
17 the same licensee if all of the following apply:

18 a. Each license is issued for the same date and times and the licensee is the
19 sponsor of an event held at multiple locations within the municipality on this date
20 and at these times.

21 b. An admission fee is charged for participation in the event and no additional
22 fee is charged for service of alcohol at the event.

23 c. Within the immediately preceding 12-month period, the municipality has
24 issued licenses under authority of this paragraph for fewer than 2 events.

25 2. The duration of an event under subd. 1. may not exceed one day.

Barman, Mike

From: Sen. Marklein
Sent: Monday, August 03, 2015 1:15 PM
To: LRB.Legal
Subject: Draft Review: LRB -2844/1 Topic: Changes related to beer and wine temporary retail licenses; allowing wine walks

Please Jacket LRB -2844/1 for the SENATE.