# **WEST VIRGINIA LEGISLATURE**

## **2020 REGULAR SESSION**

## Introduced

## **Senate Bill 638**

FISCAL NOTE

By Senator Trump

[Introduced January 28, 2020; referred to the Committee on the Judiciary]

A BILL to amend and reenact §60-7-2, §60-7-6, §60-7-8a, and §60-7-12 of the Code of West Virginia, 1931, as amended; and to amend and reenact §61-8-27 of said code, all relating to creating new private club licenses and requirements for a private multivendor fair and festival license, private night club license, private tennis club license, and a private wedding venue license; setting private club license requirements; setting private club license fees; setting private club hours of operations; and permitting certain exceptions to the accompanied minor requirements.

Be it enacted by the Legislature of West Virginia:

#### CHAPTER 60. STATE CONTROL OF ALCOHOLIC LIQUORS.

### ARTICLE 7. LICENSES TO PRIVATE CLUBS.

#### §60-7-2. Definitions; power to lease building for establishment of private club.

- Unless the context in which used clearly requires a different meaning, as used in this article:
  - (a) "Applicant" means a private club applying for a license under the provisions of this article.
    - (b) "Code" means the official Code of West Virginia, 1931, as amended.
- 6 (c) "Commissioner" means the West Virginia Alcohol Beverage Control Commissioner.
  - (d) "Licensee" means the holder of a license to operate a private club granted under this article, which license shall remain unexpired, unsuspended, and unrevoked.
  - (e) "Private club" means any corporation or unincorporated association which either: (1) Belongs to or is affiliated with a nationally recognized fraternal or veterans' organization which is operated exclusively for the benefit of its members, which pays no part of its income to its shareholders or individual members, which owns or leases a building or other premises to which club are admitted only duly elected or approved dues-paying members in good standing of the corporation or association and their guests while in the company of a member and to which club

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the general public is not admitted, and which club maintains in the building or on the premises a suitable kitchen and dining facility with related equipment for serving food to members and their quests; et (2) is a nonprofit social club, which is operated exclusively for the benefit of its members, which pays no part of its income to its shareholders or individual members, which owns or leases a building or other premises to which club are admitted only duly elected or approved dues-paying members in good standing of the corporation or association and their guests while in the company of a member and to which club the general public is not admitted, and which club maintains in the building or on the premises a suitable kitchen and dining facility with related equipment for serving food to members and their quests; or (3) is organized and operated for legitimate purposes which has at least 100 duly elected or approved dues-paying members in good standing, which owns or leases a building or other premises, including any vessel licensed or approved by any federal agency to carry or accommodate passengers on navigable waters of this state, to which club are admitted only duly elected or approved dues-paying members in good standing of the corporation or association and their guests while in the company of a member and to which club the general public is not admitted, and which club maintains in the building or on the premises a suitable kitchen and dining facility with related equipment and employs a sufficient number of persons for serving meals to members and their guests; or (4) is organized for legitimate purposes and owns or leases a building or other delimited premises in any state, county, or municipal park or at any airport, in which building or premises a club has been established, to which club are admitted only duly elected and approved dues-paying members in good standing and their guests while in the company of a member and to which club the general public is not admitted, and which maintains in connection with the club a suitable kitchen and dining facility and related equipment and employs a sufficient number of persons for serving meals in the club to the members and their guests.

(f) "Private fair and festival" means an applicant for a private club or a licensed private club meeting the requirements of §60-7-8a of this code for a temporary event, and the criteria set forth

in this subsection which:

- (1) Has at least 100 members;
- (2) Has been sponsored, endorsed, or approved, in writing, by the governing body (or its
   duly elected or appointed officers) of either the municipality or of the county wherein the festival,
   fair, or other event is to be conducted;
  - (3) Shall prepare, provide, or engage a food caterer to provide adequate freshly prepared food or meals to serve its stated members and guests who will be attending the temporary festival, fair, or other event, and further shall provide any documentation or agreements of such to the commissioner prior to approval;
  - (4) Shall not use third-party entities or individuals to purchase, sell, furnish, or serve alcoholic liquors (liquor and wine), nonintoxicating beer, or nonintoxicating craft beer;
  - (5) Shall provide adequate restroom facilities, whether permanent or portable, to serve the stated members and guests who will be attending the festival, fair, or other event;
  - (6) Shall provide a floorplan for the proposed premises with a defined and bounded <u>indoor</u> and/or outdoor area to safely account for the ingress and egress of stated members and guests who will be attending the festival, fair, or other event, <u>and such floorplan which would comprise</u> the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure, or outdoors while on the licensed premises and as noted on the floorplan;
    - (7) Shall meet and be subject to all other private club requirements; and
  - (7) (8) Utilizes an age verification system approved by the commissioner.
    - (g) "Private hotel" means an applicant for a private club or licensed private club licensee meeting the criteria set forth in this subsection which:
      - (1) Has at least 2,000 members;
    - (2) Offers short-term, daily rate accommodations or lodging for members and their guests amounting to at least 30 separate bedrooms, and also offers a conference center for meetings;

(3) Operates a restaurant and full kitchen with ovens, four-burner ranges, walk-in freezers, and other kitchen utensils and apparatus as determined by the commissioner on the licensed premises and serves freshly prepared food at least 20 hours per week;

- (4) Maintains, at any one time, \$2,500 of fresh food inventory capable of being prepared in the private hotel's full kitchen, and in calculating the food inventory the commissioner may not include microwavable, frozen, or canned foods;
- (5) Owns or leases, controls, operates, and uses acreage amounting to more than one acre but fewer than three acres, which are contiguous acres of bounded or fenced real property which would be listed on the licensee's floorplan and would be used for hotel and conferences and large contracted for group-type events such as weddings, reunions, conferences, meetings, and sporting or recreational events;
- (6) Lists in the application referenced in subdivision (5) of this subsection the entire property and all adjoining buildings and structures on the private hotel's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private hotel's licensed premises and as noted on the private hotel's floorplan;
- (7) Has an identified person, persons, or entity that has right, title, and ownership or lease interest in the real property buildings and structures located on the proposed licensed premises;
  - (8) Shall meet and be subject to all other private club requirements; and
  - (8) (9) Utilizes an age verification system approved by the commissioner.
- (h) "Private multi-vendor fair and festival" means an applicant for a private club or a licensed private club meeting the requirements of §60-7-8a of this code for a temporary one-day event where multiple vendors shall share liability and apply for a temporary license with each vendor being permitted to temporarily purchase, sell, furnish, or serve alcoholic liquors (liquor and wine), nonintoxicating beer, or nonintoxicating craft beer, and the criteria set forth in this

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(1) Has at least two separate and unrelated vendors applying for the license and certifying that at least 200 members will be in attendance;

- (2) Has each vendor provide documentation that the one day event and each vendor have been sponsored, endorsed, or approved, in writing, by the governing body (or its duly elected or appointed officers) of either the municipality or of the county wherein the festival, fair, or other event is to be conducted;
- (3) Shall prepare, provide, or engage a food caterer to prepare and provide adequate freshly prepared food or meals to serve its stated members and guests who will be attending the temporary festival, fair, or other event, and further shall provide any documentation or agreements of such to the commissioner prior to approval;
- (4) Shall not use third-party entities or individuals to purchase, sell, furnish, or serve alcoholic liquors (liquor and wine), nonintoxicating beer, or nonintoxicating craft beer;
- (5) Shall provide adequate restroom facilities, whether permanent or portable, to serve the stated members and guests who will be attending the festival, fair, or other event;
- (6) Shall provide an agreement between the vendors and executed by all vendors and/or food caterers stating that each vendor is jointly and severally liable for any improper acts or conduct committed during the event;
- (7) Shall provide a security plan indicating all vendor points of service, entrances, and exits in order to verify members, patrons and guests ages, whether a member, patron or guest is intoxicated and to provide for the public health and safety of members, patrons, and guests;
- (8) Shall provide a floorplan for the proposed premises with one defined and bounded indoor and/or outdoor area to safely account for the ingress and egress of stated members, patrons, and guests who will be attending the festival, fair, or other event, and such floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these

119 activities were conducted in a building or structure, or outdoors while on the licensed premises 120 and as noted on the floorplan; 121 (9) Shall meet and be subject to all other private club requirements; and 122 (10) Utilizes an age verification system approved by the commissioner. 123 (i) "Private night club" means an applicant for a private club or a licensed private club that 124 operates less than seven days a week and primarily does not open for business until the evening 125 or after 9:00 p.m. on weeknights and/or weekends and must close on or before 4:00 a.m., with all 126 music, entertainment, dancing or other related activities ceasing at 3:00 a.m., all liquor, wine, and 127 nonintoxicating beer sales ceasing at 3:30 a.m., and the private night club closed and all staff, 128 employees, patrons, and persons exited from the licensed premises by 4:00 a.m., and further 129 where live or recorded music and entertainment, dancing, or other events are scheduled or 130 advertised at the proposed premises or licensed premises, and meeting the criteria set forth in 131 this subsection which: 132 (1) Has at least 100 members; 133 (2) Shall not use third-party entities or individuals to purchase, sell, furnish, or serve 134 alcoholic liquors (liquor and wine), nonintoxicating beer, or nonintoxicating craft beer; 135 (3) Shall list all managers and persons involved in the day to day management of the 136 proposed premises or the licensed premises on its license application; 137 (4) Shall obtain liquor liability insurance at minimum coverage of \$1 millon per occurrence; 138 (5) Shall provide a security plan and employ security personnel to protect the health and 139 safety of the members, patrons, guests, and the public; 140 (6) Shall provide a detailed floorplan for the proposed premises; 141 (7) Shall meet and be subject to all other private club requirements; and 142 (8) Shall provide and utilize an age verification system approved by the commissioner. 143 (j) "Private resort hotel" means an applicant for a private club or licensed private club 144 licensee meeting the criteria set forth in this subsection which:

(1) Has at least 5,000 members;

- (2) Offers short-term, daily rate accommodations or lodging for members and their guests
   amounting to at least 50 separate bedrooms;
  - (3) Operates a restaurant and full kitchen with ovens, six-burner ranges, walk-in freezers, and other kitchen utensils and apparatus as determined by the commissioner on the licensed premises and serves freshly prepared food at least 25 hours per week;
  - (4) Maintains, at any one time, \$5,000 of fresh food inventory capable of being prepared in the private resort hotel's full kitchen, and in calculating the food inventory the commissioner may not include microwavable, frozen, or canned foods;
  - (5) Owns or leases, controls, operates, and uses acreage amounting to at least 10 contiguous acres of bounded or fenced real property which would be listed on the licensee's floorplan, including indoor and/or outdoor areas, and would be used for destination, resort, and large contracted for group-type events such as weddings, reunions, conferences, meetings, and sporting or recreational events;
  - (6) Lists the entire property from subdivision (5) of this subsection and all adjoining buildings and structures on the private resort hotel's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private resort hotel's licensed premises and as noted on the private resort hotel's floorplan;
  - (7) Has an identified person or persons or entity that has right, title, and ownership or lease interest in the real property buildings and structures located on the proposed licensed premises;
    - (8) Utilizes an age verification system approved by the commissioner;
  - (9) Shall meet and be subject to all other private club requirements; and
  - (9)(10) May have a separately licensed resident brewer with a brewpub license innerconnected via a walkway, doorway, or entryway, all as determined and approved by the

commissioner, for limited access during permitted hours of operation for tours and complimentary samples at the resident brewery.

- (i)(k) "Private golf club" means an applicant for a private club or licensed private club licensee meeting the criteria set forth in this subsection which:
  - (1) Has at least 100 members;

- (2) Maintains at least one 18-hole golf course with separate and distinct golf playing holes, not reusing nine golf playing holes to comprise the 18 golf playing holes, and a clubhouse;
- (3) Operates a restaurant and full kitchen with ovens, as determined by the commissioner, on the licensed premises and serves freshly prepared food at least 15 hours per week;
- (4) Owns or leases, controls, operates, and uses acreage amounting to at least 80 contiguous acres of bounded or fenced real property which would be listed on the private golf club's floorplan and could be used for golfing events and large contracted for group-type events such as weddings, reunions, conferences, meetings, and sporting or recreational events:
- (5) Lists the entire property from subdivision (4) of this subsection and all adjoining buildings and structures on the private golf club's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private golf club's licensed premises and as noted on the private golf club's floorplan;
- (6) Has an identified person or persons or entity that has right, title, and ownership interest in the real property buildings and structures located on the proposed licensed premises;
  - (7) Shall meet and be subject to all other private club requirements; and
  - (7) (8) Utilizes an age verification system approved by the commissioner.
- (j) (l) "Private nine-hole golf course" means an applicant for a private club or licensed private club licensee meeting the criteria set forth in this subsection which:
  - (1) Has at least 50 members;

(2) Maintains at least one nine-hole golf course with separate and distinct golf playing holes;

- (3) Operates a restaurant and full kitchen with ovens, as determined by the commissioner, on the licensed premises and serves freshly prepared food at least 15 hours per week;
- (4) Owns or leases, controls, operates, and uses acreage amounting to at least 30 contiguous acres of bounded or fenced real property which would be listed on the private nine-hole golf course's floorplan and could be used for golfing events and large contracted for group-type events such as weddings, reunions, conferences, meetings, and sporting or recreational events;
- (5) Lists the entire property from subdivision (4) of this subsection and all adjoining buildings and structures on the private nine-hole golf course's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private nine-hole golf course's licensed premises and as noted on the private nine-hole golf course's floorplan;
- (6) Has an identified person, persons, or entity that has right, title, and ownership interest in the real property buildings and structures located on the proposed licensed premises;
  - (7) Shall meet and be subject to all other private club requirements; and
  - (7)(8) Utilizes an age verification system approved by the commissioner.
- (m) "Private tennis club" means an applicant for a private club or licensed private club licensee meeting the criteria set forth in this subsection which:
  - (1) Has at least 100 members;

- (2) Maintains at least five separate and distinct tennis courts, either indoor or outdoor, and a clubhouse or similar facility;
- (3) Has a restaurant and full kitchen with ovens, as determined by the commissioner, on the licensed premises and is capable of serving freshly prepared food;

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(4) Owns or leases, controls, operates, and uses acreage amounting to at least two contiguous acres of bounded or fenced real property which would be listed on the private tennis club's floorplan and could be used for tennis events and large contracted for group-type events such as weddings, reunions, conferences, tournaments, meetings, and sporting or recreational events; (5) Lists the entire property from subdivision (4) of this subsection and all adjoining buildings and structures on the private golf club's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private tennis club's licensed premises and as noted on the private tennis club's floorplan; (6) Has an identified person or persons or entity that has right, title, and ownership interest in the real property buildings and structures located on the proposed licensed premises; (7) Shall meet and be subject to all other private club requirements; and (8) Utilizes an age verification system approved by the commissioner. (n) "Private wedding venue" means an applicant for a private club or licensed private club licensee that is only open for reserved weddings, reunions, conferences, meetings, or other events and does not maintain daily or regular operating hours, and further meeting the criteria set forth in this subsection which: (1) Has at least 25 members; (2) Maintains a venue, facility, barn, or pavilion primarily for weddings, reunions, conferences, meetings, or other events where parties must reserve the venue, facility, barn, or pavilion in advance of the event; (3) Operates a restaurant and full kitchen with ovens, as determined by the commissioner,

on the licensed premises and capable of serving freshly prepared food, or may engage a food

caterer to provide adequate freshly prepared food or meals to serve its stated members, guests,

and patrons who will be attending the event at the private wedding venue, and further the applicant or licensee shall provide any documentation or agreements of such to the commissioner prior to approval of this food catering arrangement;

- (4) Owns or leases, controls, operates, and uses acreage amounting to at least two contiguous acres of bounded or fenced real property or can verify that if the property is less than two acres that the property is remotely located, as determined by the commissioner, which would be listed on the private wedding venue's floorplan and could be used for contracted for grouptype weddings, reunions, conferences, meetings, or other events;
- (5) Lists the entire property from subdivision (4) of this subsection and all adjoining buildings and structures on the private wedding venue's floorplan which would comprise the licensed premises, which would be authorized for the lawful sales, service, and consumption of alcoholic liquors throughout the licensed premises whether these activities were conducted in a building or structure or outdoors while on the private wedding venue's licensed premises and as noted on the private wedding venue's floorplan;
- (6) Has an identified person, persons, or entity that has right, title, and ownership interest in the real property buildings and structures located on the proposed licensed premises;
  - (7) Shall meet and be subject to all other private club requirements; and
  - (8) Utilizes an age verification system approved by the commissioner.

The Department of Natural Resources, the authority governing any county or municipal park, or any county commission, municipality, other governmental entity, public corporation or public authority operating any park or airport may lease as lessor a building or portion thereof or other limited premises in any such park or airport to any corporation or unincorporated association for the establishment of a private club pursuant to this article.

#### §60-7-6. Annual license fee; partial fee; and reactivation fee.

(a) The annual license fee for a license issued under the provisions of this article to a fraternal or veterans' organization or a nonprofit social club shall be \$750.

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(b) The annual license fee for a license issued under the provisions of this article to a private club other than a private club of the type specified in subsection (a) of this section shall be \$1,000 if the private club has fewer than 1,000 members, \$2,000 \$1,500 if the private club is a private nine-hole golf course, private tennis club or a private wedding venue as defined in §60-7-2 of this code; \$2,500 if the private club has 1,000 or more members, or is a private golf club as defined in §60-7-2 of this code; \$4,000 if the private club is a private hotel with three or fewer designated areas or a private-golf night club as defined in §60-7-2 of this code, and further, if the private club is a private resort hotel as defined in §60-7-2 of this code, said private resort hotel may designate areas within the licensed premises for the lawful sale, service, and consumption of alcoholic liquors as provided for by this article. The annual license fee for a private resort hotel with five or fewer designated areas shall be \$7,500, and the annual license fee for a private resort hotel with at least six but no more than 10 designated areas shall be \$12,500. The annual license fee for a private resort hotel with at least 11 but no more than 15 designated areas shall be \$17,500. The annual license fee for a private resort hotel with no fewer than 15 nor more than 20 designated areas shall be \$22,500: Provided, That a private resort hotel having obtained the license and paid the \$22,500 annual license fee may, upon application to and approval of the commissioner, designate additional areas for a period not to exceed seven days for an additional fee of \$150 per day, per designated area.

- (c) The fee for any such license issued following January 1 of any year and to expire on June 30 of such year shall be one half of the annual license fee prescribed by subsections (a) and (b) of this section.
- (d) A licensee that fails to complete a renewal application and make payment of its annual license fee in renewing its license on or before June 30 of any subsequent year, after initial application, shall be charged an additional \$150 reactivation fee. The fee payment may not be prorated or refunded, and the reactivation fee must be paid prior to the processing of any renewal application and payment of the applicable full year annual license fee. A licensee who continues

to operate upon the expiration of its license is subject to all fines, penalties, and sanctions available in §60-7-13 and §60-7-13a of this code, all as determined by the commissioner.

(e) All such fees shall be paid by the commissioner to the State Treasurer and credited to the General Revenue Fund of the state.

# §60-7-8a. Special license for a private fair and festival and private multi-vendor fair and festival; licensee fee and application; license fee; license subject to provisions of article; exception.

- (a) There is hereby created a special license designated Class S2 private fair and festival license for the retail sale of liquor, wine, nonintoxicating beer, and nonintoxicating craft beer for on-premises consumption.
- (b) There is hereby created a special license designated Class S3 private multi-vendor fair and festival license for the retail sale of liquor, wine, nonintoxicating beer, and nonintoxicating craft beer for on-premises consumption.
- (c) To be eligible for the license authorized by subsection (a) of this section, the private fair and festival or other event shall:
- (1) Be sponsored, endorsed, or approved by the governing body or its designee of the county or municipality in which the private fair and festival or other event is located;
- (2) Shall make application with the commission at least 15 days pursuant to the private fair, festival, or other event;
  - (3) Pay a nonrefundable nonprorated license fee of \$750; and
- (4) Be approved by the commissioner to operate the private fair, festival, or other event.
- (d) To be eligible for the license authorized by subsection (b) of this section, the private
   multi-vendor fair and festival or other event shall:
  - (1) Be sponsored, endorsed, or approved by the governing body or its designee of the county or municipality in which the private multi-vendor fair and festival or other event is located;
    - (2) Shall make application with the commission at least 15 days pursuant to the private

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20	multi-vendor fair, festival, or other event;
21	(3) Pay a nonrefundable nonprorated license fee of \$1,500; and
22	(4) Be approved by the commissioner to operate the private multi-vendor fair, festival, o
23	other event.
24	(e) (e) A private fair and festival license under this section shall be for a duration of no
25	more than 10 consecutive days and no more than six licenses may be issued to the same person
26	or entity in a calendar year.
27	(f) A private multi-vendor fair and festival license under this section shall be for a duration
28	of no more than one day and no more than six licenses may be issued to the same person o
29	entity in a calendar year. Separate applications may be filed and licenses may be issued for
30	consecutive days.
31	(d)(g) Nonintoxicating beer and nonintoxicating craft beer sold, furnished, tendered, o
32	served pursuant to the S2 and S3 licenses created by this section must be purchased from the
33	licensed distributor that services the area in which the private fair and festival is held or from a
34	resident brewer acting in a limited capacity as a distributor, all in accordance with §11-16-1 e
35	seq. of this code.
36	(e)(h) Wine sold, furnished, tendered, or served pursuant to the S2 and S3 licenses
37	created by this section shall be purchased from a licensed distributor, winery, or farm winery in
38	accordance with §60-8-1 et seq. of this code.
39	(f)(i) Liquor sold, furnished, tendered, or served pursuant to the S2 and S3 licenses
40	created by this section shall be purchased from a licensed retail liquor outlet in the market zone
41	or contiguous market zone where the private fair or festival or private multi-vendor fair or festival
42	is occurring, all in accordance with §60-3A-1 et seq. of this code.
43	(g)(j) A licensee authorized by this section may utilize bona fide employees or volunteers
44	to sell, furnish, tender, or serve the nonintoxicating beer, nonintoxicating craft beer, wine, or liquor

(h)(k) Licensed representatives of a brewer, resident brewer, beer distributor, wine

distributor, wine supplier, winery, farm winery, distillery, mini-distillery, and liquor broker representatives may attend a private fair and festival or private multi-vendor fair and festival and discuss their respective products but shall not engage in the selling, furnishing, tendering, or serving of any nonintoxicating beer, nonintoxicating craft beer, wine, or liquor.

(i)(l) A licensee authorized by this section shall cease all operations by 1:00 a.m., including but not limited to: Alcohol sales, alcohol purchases, alcohol consumption, and any entertainment or other related activity, and all staff or employees who are cleaning or closing the fair or festival shall leave the licensed premises and the licensed premises closes by 2:00 a.m.

(j)(m) A license issued under this section and the licensee are subject to all other provisions of this article and the rules and orders of the commissioner: *Provided*, That the commissioner may by rule or order allow certain waivers or exceptions with respect to those provisions, rules, or orders as the circumstances of each private fair and festival require, including without limitation, the right to revoke or suspend immediately any license issued under this section prior to any notice or hearing, notwithstanding §60-7-13a of this code: *Provided, however*, That under no circumstances may the provisions of §60-7-12 of this code be waived or an exception granted with respect thereto.

#### §60-7-12. Certain acts of licensee prohibited; criminal penalties.

- (a) It is unlawful for any licensee, or agent, employee, or member thereof, on such licensee's premises to:
- (1) Sell, offer for sale, tender, or serve any alcoholic liquors other than by the drink poured from the original package or container, except as authorized in §60-6-8 of this code;
- (2) Authorize or permit any disturbance of the peace, obscene, lewd, immoral, or improper entertainment, conduct, or practice, gambling, or any slot machine, multiple coin console machine, multiple coin console slot machine, or device in the nature of a slot machine; however, various games, gaming, and wagering conducted by duly licensed persons of the West Virginia State Lottery Commission, charitable bingo games conducted by duly licensed charitable or public

service organization (or its auxiliaries), pursuant to §47-20-1 *et seq.* of this code, and charitable raffle games conducted by a duly licensed charitable or public service organization (or its auxiliaries), pursuant to §47-21-1 *et seq.* of this code, all of which are permissible on a licensee's licensed premises when operated in accordance with this code, rules, and regulations: *Provided*, That a private resort hotel holding a license issued pursuant to §60-7-1 *et seq.* of this code, may sell, tender, or dispense nonintoxicating beer, wine, or alcoholic liquors in or on the premises licensed under §29-22A-1 *et seq.* and §29-22C-1 *et seq.*, or §29-25-1 *et seq.* of this code, during hours of operation authorized by §29-22A-1 *et seq.* and §29-22C-1 *et seq.*, or §29-25-1 *et seq.* of this code;

- (3) Sell, give away, or permit the sale of, gift to, or the procurement of any nonintoxicating beer, wine, or alcoholic liquors for or to, or permit the consumption of nonintoxicating beer, wine, or alcoholic liquors on the licensee's premises, by any person less than 21 years of age;
- (4) Sell, give away, or permit the sale of, gift to, or the procurement of any nonintoxicating beer, wine, or alcoholic liquors, for or to any person known to be deemed legally incompetent, or for or to any person who is physically incapacitated due to consumption of nonintoxicating beer, wine, or alcoholic liquor or the use of drugs;
- (5) Sell, give, or dispense nonintoxicating beer, wine, or alcoholic liquors in or on any licensed premises, or in any rooms directly connected therewith between the hours of 3:00 a.m. and 7:00 a.m. on weekdays or Saturdays, between the hours of 3:00 a.m. and 10:00 a.m. on any Sunday or, between the hours of 3:00 a.m. and 1:00 p.m. in any county upon approval as provided for in §7-1-3ss of this code, on any Sunday; except that a private night club licensee shall not sell, give, or dispense nonintoxicating beer, wine, or alcoholic liquors in or on any licensed premises, or in any rooms directly connected therewith between the hours of 3:30 a.m. and 7:00 a.m. on weekdays or Saturdays, between the hours of 3:30 a.m. and 10:00 a.m. on any Sunday or, between the hours of 3:30 a.m. and 1:00 p.m. in any county upon approval as provided for in §7-1-3ss of this code: *Provided:* That a private night club shall cease all music, entertainment,

dancing or other related activities at 3 a.m., and the licensed premises shall be closed and all staff, employees, patrons and persons shall be exited from the licensed premises by 4 a.m.:

Provided further. That a private fair or festival and a private multi-vendor fair or festival must cease operations and cease all activities as set forth in §60-7-8a(i) of this code;

- (6) Permit the consumption by, or serve to, on the licensed premises any nonintoxicating beer, wine, or alcoholic liquors, covered by this article, to any person who is less than 21 years of age;
- (7) With the intent to defraud, alter, change, or misrepresent the quality, quantity, or brand name of any alcoholic liquor;
- (8) Sell or offer for sale any alcoholic liquor to any person who is not a duly elected or approved dues-paying member in good standing of said private club or a guest of such member;
- (9) Sell, offer for sale, give away, facilitate the use of, or allow the use of carbon dioxide, cyclopropane, ethylene, helium, or nitrous oxide for purposes of human consumption except as authorized by the commissioner;
- (10)(A) Employ any person who is less than 18 years of age in a position where the primary responsibility for such employment is to sell, furnish, tender, serve, or give nonintoxicating beer, wine, or alcoholic liquors to any person;
- (B) Employ any person who is between the ages of 18 and 21 who is not directly supervised by a person aged 21 or over in a position where the primary responsibility for such employment is to sell, furnish, tender, serve, or give nonintoxicating beer, wine, or alcoholic liquors to any person; or
  - (11) Violate any reasonable rule of the commissioner.
- (b) It is lawful for any licensee to advertise price and brand in any news media or othermeans, outside of the licensee's premises.
  - (c) Any person who violates any of the foregoing provisions is guilty of a misdemeanor and, upon conviction thereof, shall be fined not less than \$500 nor more than \$1,000, or

62 imprisoned in jail for a period not to exceed one year, or both fined and imprisoned.

#### **CHAPTER 61. CRIMES AND THEIR PUNISHMENT.**

#### ARTICLE 8. CRIMES AGAINST CHASTITY, MORALITY, AND DECENCY.

#### §61-8-27. Unlawful admission of children to dance house, etc.; penalty.

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Any proprietor or any person in charge of a dance house, concert saloon, theater, museum, or similar place of amusement, or other place, where wines or spirituous or malt liquors are sold or given away, or any place of entertainment injurious to health or morals who admits or permits to remain therein any minor under the age of 18 years, unless accompanied by his or her parent or guardian, is guilty of a misdemeanor and, on conviction thereof, shall be punished by a fine not exceeding \$200: Provided, That there is exemption from this prohibition for: (a) A private hotel, private nine-hole golf course, private resort hotel, and private golf club, private tennis club, private wedding venue licensed pursuant to \$60-7-1 et seq. of this code and in compliance with and §60-7-2(n)(8) of this code; (b) a private club with more than 1,000 members that is in good standing with the Alcohol Beverage Control Commissioner, that has been approved by the Alcohol Beverage Control Commissioner and which has designated certain seating areas on its licensed premises as nonalcoholic liquor and nonintoxicating beer areas, as noted in the licensee's floorplan; or (c) a private fair and festival and a private multi-vendor fair or festival that is are in compliance with §60-7-2(f)(7)(9) and §60-7-2(h)(10) of this code, by utilizing a mandatory carding or identification program whereby all members or quests being served or sold alcoholic liquors, nonintoxicating beer, or nonintoxicating craft beer are asked and must provide their proper identification to verify their identity and further that they are of legal drinking age, 21 years of age or older, prior to each sale or service of alcoholic liquors, nonintoxicating beer, or nonintoxicating craft beer.

NOTE: The purpose of this bill is to is to create new private club licenses for: (1) A private multi-vendor fair or festival permitting multi different licensed vendors to sell alcohol at a singular event; (2) a private night club where subject to public health and safety requirements a club may stay open until 4 a.m.; (3) a private tennis club license to license certain indoor and outdoor tennis facilities; and (4) a private wedding venue where events are held on a reservation basis and the location is not open for regular daily operations. The bill would permit private night clubs to close at 4 a.m. while ceasing entertainment at 3 a.m. and ceasing alcohol sales at 3:30 am. The bill sets the closing hours for private fairs and festivals and private multi-vendor fairs and festivals at 1 a.m. with staff and employees out by 2 a.m. The bill also allows for the exemption of certain private clubs from the minor admission requirements. The bill also makes technical edits, renumbering and other edits.

Strike-throughs indicate language that would be stricken from a heading or the present law, and underscoring indicates new language that would be added.