HOUSE BILL 465

44TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1999

INTRODUCED BY

Raymond G. Sanchez

AN ACT

RELATING TO ALCOHOLIC BEVERAGES; CLARIFYING THE AREA OF
LICENSED PREMISES ON A GOLF COURSE; AMENDING A SECTION OF THE
LIQUOR CONTROL ACT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 60-3A-3 NMSA 1978 (being Laws 1981, Chapter 39, Section 3, as amended) is amended to read:

"60-3A-3. DEFINITIONS.--As used in the Liquor Control Act:

A. "alcoholic beverages" means distilled or rectified spirits, potable alcohol, brandy, whiskey, rum, gin and aromatic bitters bearing the federal internal revenue strip stamps or any similar alcoholic beverage, including blended or fermented beverages, dilutions or mixtures of one or more of the foregoing containing more than one-half of one .126242.1

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percent alcohol, but excluding medicinal bitters;

- "beer" means any alcoholic beverage obtained by В. the fermentation of any infusion or decoction of barley, malt and hops or other cereals in water, and includes porter, beer, ale and stout:
- "brewer" means any person who owns or operates a business for the manufacture of beer;
 - "club" means: D.
- (1) any nonprofit group, including an auxiliary or subsidiary group, organized and operated under the laws of this state with a membership of not less than fifty members who pay membership dues at the rate of not less than five dollars (\$5.00) per year and who, under the constitution and bylaws of the club, have all voting rights and full membership privileges and which group is the owner, lessee or occupant of premises used exclusively for club purposes and which group the director finds:
- is operated solely for recreation, (a) social, patriotic, political, benevolent or athletic purposes; and
- (b) the proposed licensee has been granted an exemption by the United States from the payment of the federal income tax as a club under the provisions of Section 501(a) of the Internal Revenue Code of 1986, as amended or, if the applicant has not operated as a club for a

sufficient time to be eligible for the income tax exemption, it must execute and file with the director a sworn letter of intent declaring that it will, in good faith, apply for such exemption as soon as it is eligible; or

- (2) an airline passenger membership club operated by an air common carrier which maintains or operates a clubroom at an international airport terminal. For the purposes of this paragraph, "air common carrier" means a person engaged in regularly scheduled air transportation between fixed termini under a certificate of public convenience and necessity issued by the civil aeronautics board:
- E. "commission" means the secretary of public safety when the term is used in reference to the enforcement and investigatory provisions of the Liquor Control Act and means the superintendent of regulation and licensing when the term is used in reference to the licensing provisions of the Liquor Control Act;
- F. "department" means the special investigations division of the department of public safety when the term is used in reference to the enforcement and investigatory provisions of the Liquor Control Act and means the superintendent of regulation and licensing when the term is used in reference to the licensing provisions of the Liquor Control Act;

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1	G. "director" means the director of the special
2	investigations division of the department of public safety
3	when the term is used in reference to the enforcement and
4	investigatory provisions of the Liquor Control Act and means
5	the superintendent of regulation and licensing when the term
6	is used in reference to the licensing provisions of the Liquor
7	Control Act;
8	H. "dispenser" means any person licensed under the
9	provisions of the Liquor Control Act selling, offering for

- H. "dispenser" means any person licensed under the provisions of the Liquor Control Act selling, offering for sale or having in his possession with the intent to sell alcoholic beverages both by the drink for consumption on the licensed premises and in unbroken packages for consumption and not for resale off the licensed premises;
- I. "distiller" means any person engaged in manufacturing spirituous liquors;
- J. "golf course" means a tract of land and
 facilities used for playing golf and other recreational
 activities that includes tees, fairways, greens, hazards,
 putting greens, driving ranges, recreational facilities,
 patios, pro shops, cart paths and public and private roads
 that are located within the tract of land;
- [J.-] <u>K.</u> "governing body" means the board of county commissioners of a county or the city council or city commissioners of a municipality;
- [\frac{\mathbb{H}}{...}] \quad \text{L.} \quad \text{"hotel" means any establishment or complex . 126242. 1

having a resident of New Mexico as a proprietor or manager and where, in consideration of payment, meals and lodging are regularly furnished to the general public. The establishment or complex must maintain for the use of its guests a minimum of twenty-five sleeping rooms;

[£...] M "licensed premises" means the contiguous areas or areas connected by indoor passageways of a structure and the outside dining, recreation and lounge areas of the structure [which] that are under the direct control of the licensee and from which the licensee is authorized to sell, serve or allow the consumption of alcoholic beverages under the provisions of its license; provided that in the case of a restaurant, hotel, golf course or racetrack, "licensed premises" includes all public and private rooms, facilities and areas in which alcoholic beverages are sold or served in the customary operating procedures of the restaurant, hotel, golf course or racetrack;

[M-] N. "local option district" means any county which has voted to approve the sale, serving or public consumption of alcoholic beverages, or any incorporated municipality which falls within a county which has voted to approve the sale, serving or public consumption of alcoholic beverages, or any incorporated municipality of over five thousand population which has independently voted to approve the sale, serving or public consumption of alcoholic beverages

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under the terms of the Liquor Control Act or any former	act
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- [N.] <u>O.</u> "manufacturer" means a distiller, rectifier, brewer or winer;
- $[\theta -]$ \underline{P} . "minor" means any person under twenty-one years of age;
- [P.] Q. "package" means any immediate container of alcoholic beverages which is filled or packed by a manufacturer or wine bottler for sale by the manufacturer or wine bottler to wholesalers;
- [Q.] R. "person" means an individual, corporation, firm, partnership, copartnership, association or other legal entity;
- [R.] S. "rectifier" means any person who blends, mixes or distills alcohol with other liquids or substances for the purpose of making an alcoholic beverage for the purpose of sale other than to the consumer by the drink, and includes all bottlers of spirituous liquors;
- [S.-] T. "restaurant" means any establishment having a New Mexico resident as a proprietor or manager which is held out to the public as a place where meals are prepared and served primarily for on-premises consumption to the general public in consideration of payment and which has a dining room, a kitchen and the employees necessary for preparing, cooking and serving meals; provided that "restaurant" does not include establishments as defined in

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regulations promulgated by the director serving only hamburgers, sandwiches, salads and other fast foods;

[\frac{\text{T.}}{\text{U.}}] \begin{align*} \text{"retailer" means any person licensed under the provisions of the Liquor Control Act selling, offering for sale or having in his possession with the intent to sell any alcoholic beverages in unbroken packages for consumption and not for resale off the licensed premises;

 $[bar{W.}]$ "spirituous liquors" means alcoholic beverages as defined in Subsection A of this section except fermented beverages such as wine, beer and ale;

[\forall \overline{\text{W.}}] \overline{\text{W.}} \text{"wholesaler" means any person whose place of business is located in New Mexico and who sells, offers for sale or possesses for the purpose of sale any alcoholic beverages for resale by the purchaser;

[W-] X. "wine" includes the words "fruit juices" and means alcoholic beverages obtained by the fermentation of the natural sugar contained in fruit or other agricultural products, with or without the addition of sugar or other products, which do not contain less than one-half of one percent nor more than twenty-one percent alcohol by volume;

[X.-] Y. "wine bottler" means any New Mexico wholesaler who is licensed to sell wine at wholesale for resale only and who buys wine in bulk and bottles it for wholesale resale;

[\forall \frac{Y.}{.}] \quad \bar{Z.} \quad \text{"winegrower" means any person who owns or .126242.1

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operates	a	busi r	ness	for	the	manuf	actı	ıre	of	wi ne;	and
		[Z.]	<u>AA.</u>	"wi	ner"	means	s a	wi n	egr	ower.	"

Section 2. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 1999.

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FORTY-FOURTH LEGISLATURE FIRST SESSION, 1999

February 23, 1999

Mr. Speaker:

Your **BUSINESS AND INDUSTRY COMMITTEE**, to whom has been referred

HOUSE BILL 465

has had it under consideration and reports same with recommendation that it **DO NOT PASS**, but that

HOUSE BUSINESS AND INDUSTRY COMMITTEE SUBSTITUTE FOR HOUSE BILL 465

DO PASS.

1 FORTY-FOURTH LEGISLATURE FIRST SESSION, 1999 2 Page 10 3HBI C/HB 465 4 Respectfully submitted, 5 6 7 8 Debbie A. Rodella, Chairwonan 9 **10** 11 Adopted _____ Not Adopted ____ 12 (Chi ef Clerk) (Chi ef Clerk) **13** 14 Date _____ **15** The roll call vote was 8 For 0 Against 16 8 Yes: **17** Chavez Excused: 18 Kissner, Mohorovic, Taylor, T. Absent: **19** 20 J:\99BillsWP\H0465 21 22 23 24 **25**

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HOUSE BUSINESS AND INDUSTRY COMMITTEE SUBSTITUTE FOR HOUSE BILL 465

44TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1999

AN ACT

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B. "beer" means any alcoholic beverage obtained by the fermentation of any infusion or decoction of barley, malt

and hops or other cereals in water, and includes porter, beer, ale and stout;

- C. "brewer" means any person who owns or operates a business for the manufacture of beer;
 - D. "club" means:
- (1) any nonprofit group, including an auxiliary or subsidiary group, organized and operated under the laws of this state with a membership of not less than fifty members who pay membership dues at the rate of not less than five dollars (\$5.00) per year and who, under the constitution and bylaws of the club, have all voting rights and full membership privileges and which group is the owner, lessee or occupant of premises used exclusively for club purposes and which group the director finds:
- (a) is operated solely for recreation,social, patriotic, political, benevolent or athletic purposes;
- (b) the proposed licensee has been granted an exemption by the United States from the payment of the federal income tax as a club under the provisions of Section 501(a) of the Internal Revenue Code of 1986, as amended or, if the applicant has not operated as a club for a sufficient time to be eligible for the income tax exemption, it must execute and file with the director a sworn letter of intent declaring that it will, in good faith, apply for such exemption as soon as it is eligible; or
- (2) an airline passenger membership club operated by an air common carrier which maintains or operates

a clubroom at an international airport terminal. For the purposes of this paragraph, "air common carrier" means a person engaged in regularly scheduled air transportation between fixed termini under a certificate of public convenience and necessity issued by the civil aeronautics board;

- E. "commission" means the secretary of public safety when the term is used in reference to the enforcement and investigatory provisions of the Liquor Control Act and means the superintendent of regulation and licensing when the term is used in reference to the licensing provisions of the Liquor Control Act;
- F. "department" means the special investigations division of the department of public safety when the term is used in reference to the enforcement and investigatory provisions of the Liquor Control Act and means the superintendent of regulation and licensing when the term is used in reference to the licensing provisions of the Liquor Control Act:
- G. "director" means the director of the special investigations division of the department of public safety when the term is used in reference to the enforcement and investigatory provisions of the Liquor Control Act and means the superintendent of regulation and licensing when the term is used in reference to the licensing provisions of the Liquor Control Act;
- H. "dispenser" means any person licensed under the provisions of the Liquor Control Act selling, offering for

sale or having in his possession with the intent to sell alcoholic beverages both by the drink for consumption on the licensed premises and in unbroken packages for consumption and not for resale off the licensed premises;

- I. "distiller" means any person engaged in manufacturing spirituous liquors;
- J. "golf course" means a tract of land and facilities used for playing golf and other recreational activities that includes tees, fairways, greens, hazards, putting greens, driving ranges, recreational facilities, patios, pro shops, cart paths and public and private roads that are located within the tract of land;
- [J.] <u>K.</u> "governing body" means the board of county commissioners of a county or the city council or city commissioners of a municipality;
- [K.] <u>L.</u> "hotel" means any establishment or complex having a resident of New Mexico as a proprietor or manager and where, in consideration of payment, meals and lodging are regularly furnished to the general public. The establishment or complex must maintain for the use of its guests a minimum of twenty-five sleeping rooms;
- [$\underline{\mathbf{L}}$.] $\underline{\mathbf{M}}$ "licensed premises" means the contiguous areas or areas connected by indoor passageways of a structure and the outside dining, recreation and lounge areas of the structure [$\underline{\mathbf{which}}$] $\underline{\mathbf{that}}$ are under the direct control of the licensee and from which the licensee is authorized to sell, serve or allow the consumption of alcoholic beverages under the provisions of its license; provided that in the case of a

restaurant, hotel, <u>golf course</u> or racetrack, "licensed premises" includes all public and private rooms, facilities and areas in which alcoholic beverages are sold or served in the customary operating procedures of the restaurant, hotel, <u>golf course</u> or racetrack;

[M-] N. "local option district" means any county which has voted to approve the sale, serving or public consumption of alcoholic beverages, or any incorporated municipality which falls within a county which has voted to approve the sale, serving or public consumption of alcoholic beverages, or any incorporated municipality of over five thousand population which has independently voted to approve the sale, serving or public consumption of alcoholic beverages under the terms of the Liquor Control Act or any former act;

[N.] 0. "manufacturer" means a distiller, rectifier. brewer or winer:

 $[\theta ...]$ $\underline{P}.$ "minor" means any person under twenty-one years of age;

[P.] Q. "package" means any immediate container of alcoholic beverages which is filled or packed by a manufacturer or wine bottler for sale by the manufacturer or wine bottler to wholesalers;

[Q.] R. "person" means an individual, corporation, firm, partnership, copartnership, association or other legal entity;

[R.] <u>S.</u> "rectifier" means any person who blends, mixes or distills alcohol with other liquids or substances for the purpose of making an alcoholic beverage for the purpose of

sale other than to the consumer by the drink, and includes all bottlers of spirituous liquors;

[S.-] T. "restaurant" means any establishment having a New Mexico resident as a proprietor or manager which is held out to the public as a place where meals are prepared and served primarily for on-premises consumption to the general public in consideration of payment and which has a dining room, a kitchen and the employees necessary for preparing, cooking and serving meals; provided that "restaurant" does not include establishments as defined in regulations promulgated by the director serving only hamburgers, sandwiches, salads and other fast foods;

[\frac{\text{T.}}{\text{U.}}] \begin{align*} \text{"retailer" means any person licensed under the provisions of the Liquor Control Act selling, offering for sale or having in his possession with the intent to sell any alcoholic beverages in unbroken packages for consumption and not for resale off the licensed premises;

 $[bar{U.}]$ $\underline{V.}$ "spirituous liquors" means alcoholic beverages as defined in Subsection A of this section except fermented beverages such as wine, beer and ale;

[\forall \overline{\psi}] \overline{\psi}. "wholesaler" means any person whose place of business is located in New Mexico and who sells, offers for sale or possesses for the purpose of sale any alcoholic beverages for resale by the purchaser;

[W-] X. "wine" includes the words "fruit juices" and means alcoholic beverages obtained by the fermentation of the natural sugar contained in fruit or other agricultural products, with or without the addition of sugar or other

products, which do not contain less than one-half of one percent nor more than twenty-one percent alcohol by volume;

[X.] Y. "wine bottler" means any New Mexico wholesaler who is licensed to sell wine at wholesale for resale only and who buys wine in bulk and bottles it for wholesale resale;

 $\left[\frac{Y_{-}}{Z_{-}}\right]$ "winegrower" means any person who owns or operates a business for the manufacture of wine; and

[Z.] AA. "winer" means a winegrower."

Section 2. Section 60-6A-31 NMSA 1978 (being Laws 1993, Chapter 68, Section 37) is amended to read:

"60-6A-31. STATE FAIR-- GOLF COURSES-- ALCOHOLIC BEVERAGE SALES RESTRICTIONS.--Sales, service, delivery or consumption of alcoholic beverages shall be permitted on the grounds of the state fair and on the grounds of golf courses only on the licensed premises in controlled access areas of the state fair and golf courses, the designation of which has been negotiated as part of the license application or renewal process."

Section 3. EFFECTIVE DATE. -- The effective date of the provisions of this act is July 1, 1999.

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