### A BILL FOR AN ACT

RELATING TO INTOXICATING LIQUOR.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 281-57, Hawaii Revised Statutes, is 2 amended by amending subsection (c) to read as follows:

"(c) Immediately upon the commission's fixing a day for
the public hearing of the application, the applicant shall mail
a notice setting forth the time and place of the hearing on the
application to each of the following:

(1) Not less than two-thirds of the <u>current</u> owners and lessees of record of real estate and owners of record of shares in a cooperative apartment or to those individuals on the list of owners as provided by the managing agent or governing body of the shareholders association situated within a distance of five hundred feet from the nearest point of the premises for which the license is asked to the nearest point of such real estate or cooperative apartment; provided that in meeting this requirement, the applicant shall mail a notice to not less than three-fourths of the owners and lessees of record of real estate and owners of

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1		record of shares in a cooperative apartment situated
2		within a distance of one hundred feet from the nearest
3		point of the premises for which the license is asked.
4		Notice by mail may be addressed to the last known
5		address of the person concerned or to the address as
6		shown in the last tax return filed by the person or
7		the person's agent or representative;
8	(2)	In counties with a population of two hundred-fifty
9		thousand or more, not less than two-thirds of the
10		registered voters residing within, and small
11		businesses situated within, a distance of five hundred
12		feet from the nearest point of the premises for which
13		the license is asked; provided that in meeting this
14		requirement, the applicant shall mail notices to not
15		less than three-fourths of the registered voters
16		residing within, and small businesses situated within,
17		a distance of one hundred feet from the nearest point
18		of the premises for which the license is asked. This
19		paragraph shall not apply to any applicant that is a
20		hotel as defined in section 486K-1, a restaurant, or a
21		convenience store. A notice sent pursuant to this

1		paragraph shall be addressed to the "occupant" of the	
2		residential unit or small business; and	
3	(3)	For each condominium project and cooperative apartment	
4		within the five hundred-foot area, one notice of the	
5		hearing shall be sent by mail addressed "To the	
6		Residents, Care of the Manager", followed by the name	
7		and address of the condominium or cooperative	
8		apartment involved.	
9	The notic	es required under this subsection shall be mailed at	
10	least for	ty-five days prior to the date set for the hearing. No	
11	promotion	al information shall be allowed on, or accompany the	
12	notice.	Before the hearing, and within seven days of having	
13	mailed th	e notices, the applicant shall file with the commission	
14	an affidavit that the notices have been mailed in compliance		
15	with this subsection. In addition to the affidavit (which shall		
16	be made available within the same seven-day period with proof of		
17	having ma	iled the notices), the applicant shall include both a	
18	master li	st of one hundred per cent of addresses and addresses	
19	required 1	by paragraphs (1), (2), and (3), and another mailing	
20	list consisting of the portion of addressees and their		
21	respective addresses who were mailed the notice purposely needed		
22	to meet t	he requirements of paragraphs (1), (2), and (3). The	

- 1 affidavit, master list, and mailing list shall be made available
- 2 within seven days (of the mailing of the notice by the
- 3 applicant) by the commission for public review upon request.
- 4 For purposes of this section "master list" means every owner and
- 5 lessee who would otherwise be required to receive notice of the
- 6 public hearing according to the requirement of paragraphs (1),
- 7 (2), and (3), even if they were not actually included in the
- 8 two-third or three-fourths requirement (as the case may be) of
- 9 paragraph (1) or (2), and every condominium project and
- 10 cooperative apartment qualifying in paragraph (3). The
- 11 commission shall cancel the hearing if not receiving the
- 12 affidavit prior to the hearing or if discovering that the
- 13 affidavit is false."
- 14 SECTION 2. Section 281-59, Hawaii Revised Statutes, is
- 15 amended by amending subsection (a) to read as follows:
- "(a) Upon the day of hearing, or any adjournment thereof,
- 17 the liquor commission shall consider the application and any
- 18 protests and objections to the granting thereof, and hear the
- 19 parties in interest. The liquor commission shall accept all
- 20 written or oral testimony for or against the application whether
- 21 the application is denied, refused, or withdrawn. Within
- 22 [fifteen] thirty days after the hearing, or [within thirty days

1	thereafte:	r if in its discretion] within fifteen days if the
2	commission	n [extends the fifteen days] so reduces the time [to
3	thirty day	ys,] and [gives] give public notice [of same,] thereof,
4	the commis	ssion shall give its decision granting or refusing the
5	application	on;
6	[ <del>provided</del>	that if a majority of the:]; provided that
7	notwithst	anding section 91-13.5, if the commission does not make
8	a decision	n granting or refusing the application, the application
9	shall be	deemed denied. If a majority of the:
10	(1)	Registered voters for the area within five hundred
11		feet of the nearest point of the premises for which
12		the license is asked; provided that the commission may
13		remove names from the list of registered voters after
14		confirming a lack of residency of these voters in the
15		area, in accordance with procedures adopted by the
16		commission pursuant to administrative rule; or
17	(2)	Owners and lessees of record of real estate and owners
18		of record of shares in a cooperative apartment within
19		five hundred feet of the nearest point of the premises
20		for which the license is asked;
21	have duly	filed or caused to be filed their protests against the
22	granting	of the license, or if there appears any other

- 1 disqualification under this chapter, the application shall be
- 2 refused. Otherwise, the commission may in its discretion grant
- 3 or refuse the same.
- 4 For purposes of defining "a majority of the owners and
- 5 lessees of record of real estate and owners of record of shares
- 6 in a cooperative apartment", each property counts only once. A
- 7 protest submitted by the majority of the co-owners or the
- 8 majority of the co-lessees of a property shall constitute a
- 9 protest by all the owners or lessees of record of that property.
- 10 Owners or lessees who own more than one property may count each
- 11 property."
- 12 SECTION 3. Statutory material to be repealed is bracketed
- 13 and stricken. New statutory material is underscored.
- 14 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY:

MAN 2 4 2006

### Report Title:

Liquor Commission

#### Description:

Authorizes the liquor commission to reduce the time from 30 days to 15 days for giving a decision to grant or refuse an application. Allows commission to remove names from registered voter list for lack of residency. Deems an application denied if the commission does not make a decision granting or refusing an application.