H.B. NO. 886

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## A BILL FOR AN ACT

RELATING TO ENFORCEMENT OF THE SMOKING PROHIBITION.

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

1	SECTION 1. Section 281-17, Hawaii Revised Statutes, is
2	amended by amending subsection (a) to read as follows:
3	"(a) The liquor commission, within its own county, shall
4	have the sole jurisdiction, power, authority, and discretion,
5	subject only to this chapter:
6	(1) To grant, renew, refuse, suspend, and revoke any
7	licenses for the manufacture, importation, and sale of
8	liquors; provided that a license renewal for the
9	applicable class of license for a bar, business,
10	nightclub, or restaurant, as those terms are defined
11	in section 328J-1, shall not be renewed unless the
12	licensee:
13	(A) Shows satisfactory proof of compliance with the
14	signage requirements of section 328J-9; and
15	(B) Has not had a verified complaint filed against
16	the licensee with the department of health or the
17	commission for violation of chapter 328J;



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1 To take appropriate action against a person who, (2)2 directly or indirectly, manufactures, sells, or 3 purchases any liquor without being authorized pursuant 4 to this chapter; provided that in counties which have 5 established by charter a liquor control adjudication 6 board, the board shall have the jurisdiction, power, 7 authority, and discretion to hear and determine 8 administrative complaints of the director regarding 9 violations of the liquor laws of the State or of the 10 rules of the liquor commission, and impose penalties 11 for violations thereof as may be provided by law; 12 To control, supervise, and regulate the manufacture, (3) importation, and sale of liquors by investigation, 13 14 enforcement, and education; provided that any 15 educational program shall be limited to licensees and 16 their employees and shall be financed through the 17 money collected from the assessment of fines against 18 licensees; 19 From time to time to make, amend, and repeal such (4)20 rules, not inconsistent with this chapter, as in the

judgment of the commission seem appropriate for

carrying out this chapter and for the efficient

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1 administration thereof, and the proper conduct of the business of all licensees, including every matter or 2 3 thing required to be done or which may be done with 4 the approval or consent or by order or under the 5 direction or supervision of or as prescribed by the 6 commission; which rules, when adopted as provided in 7 chapter 91 shall have the force and effect of law; Subject to chapter 76, to appoint and remove an 8 (5)9 administrator, who may also be appointed an 10 investigator and who shall be responsible for the 11 operations and activities of the staff. The 12 administrator may hire and remove hearing officers, 13 investigators, and clerical or other assistants as its 14 business may from time to time require, to prescribe 15 their duties, and fix their compensation; to engage 16 the services of experts and persons engaged in the 17 practice of a profession, if deemed expedient. Every 18 investigator, within the scope of the investigator's 19 duties, shall have the powers of a police officer; 20 (6) To limit the number of licenses of any class or kind 21 within the county, or the number of licenses of any 22 class or kind to do business in any given locality,



1 when in the judgment of the commission such limitations are in the public interest; 2 3 (7)To prescribe the nature of the proof to be furnished, 4 the notices to be given, and the conditions to be met or observed in case of the issuance of a duplicate 5 6 license in place of one alleged to have been lost or 7 destroyed, including a requirement of any indemnity 8 deemed appropriate to the case; 9 (8) To fix the hours between which licensed premises of 10 any class or classes may regularly be open for the 11 transaction of business, which shall be uniform throughout the county as to each class respectively; 12 To prescribe all forms to be used for the purposes of 13 (9) 14 this chapter not otherwise provided for in this 15 chapter, and the character and manner of keeping of 16 books, records, and accounts to be kept by licensees 17 in any matter pertaining to their business; 18 To investigate violations of this chapter, chapter (10)244D, and chapter 328J (including complaints of 19 20 violations), and, notwithstanding any law to the 21 contrary, violations of the applicable department of 22 health's allowable noise levels, through its



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1		investigators or otherwise, to include covert	
2		operations, and to report violations to the	
3		prosecuting officer for prosecution and, where	
4		appropriate, the director of taxation to hear and	
5		determine complaints against any licensee;	
6	(11)	To prescribe, by rule, the terms, conditions, and	
7		circumstances under which persons or any class of	
8		persons may be employed by holders of licenses;	
9	(12)	To prescribe, by rule, the term of any license or	
10		solicitor's and representative's permit authorized by	
11		this chapter, the annual or prorated amount, the	
12		manner of payment of fees for the licenses and	
13		permits, and the amount of filing fees; [and]	
14	(13)	To prescribe, by rule, the circumstances and penalty	
15		for the unauthorized manufacturing or selling of any	
16		liquor[-]; and	
17	(14)	To issue a summons or citation for violation of	
18		chapter 328J, as provided in section 328J-12."	
19	SECT	ION 2. Section 281-20, Hawaii Revised Statutes, is	
20	amended to read as follows:		
21	"§28	1-20 General right of inspection. Any investigator	
22	may, at a	ll times, without notice and without any search warrant	
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1 or other legal process, visit and have immediate access to every 2 part of the premises of every licensee for the purpose of making 3 any examination or inspection thereof or inquiry into the books 4 and records therein, to ascertain whether all of the conditions 5 of the license and all provisions of this chapter [and], chapter 6 244D, and chapter 328J are being complied with by the licensee." 7 SECTION 3. Section 328J-6, Hawaii Revised Statutes, is 8 amended to read as follows:

9 "[+] §328J-6[+] Presumptively reasonable distance. (a) 10 Smoking is prohibited within a presumptively reasonable minimum 11 distance of twenty feet from entrances, exits, windows that 12 open, and ventilation intakes that serve an enclosed or 13 partially enclosed area where smoking is prohibited. Owners, 14 operators, managers, employers, or other persons who own or 15 control a place open to the public or place of employment may 16 seek to rebut the presumption that twenty feet is a reasonable 17 distance by submitting an application to the department. The presumption will be rebutted if the applicant can show by clear 18 19 and convincing evidence that, given the circumstances presented 20 by the location of entrances, exits, windows that open,

21 ventilation intakes, or other factors, smoke will not infiltrate 22 into the place open to the public or place of employment.



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1	(b) Satisfactory proof of compliance with the signage		
2	requirements of section 328J-9 by a bar, business, nightclub, or		
3	restaurant shall be a prerequisite for renewal of the applicable		
4	class of liquor license as provided in section 281-17."		
5	SECTION 4. Section 328J-9, Hawaii Revised Statutes, is		
6	amended to read as follows:		
7	"[+]§328J-9[+] Signs. (a) Clearly legible signs that		
8	include the words "Smoking Prohibited by Law" with letters of		
9	not less than one inch in height or the international "No		
10	Smoking" symbol, consisting of a pictorial representation of a		
11	burning cigarette enclosed in a red circle with a red bar across		
12	it, shall be clearly and conspicuously posted in and at the		
13	entrance to every place open to the public and place of		
14	employment where smoking is prohibited by this chapter by the		
15	owner, operator, manager, or other person in control of that		
16	place. Signs shall also include notification of the distance		
17	requirements of section 328J-6, where applicable.		
18	(b) Compliance with subsection (a) by a bar, business,		
19	nightclub, or restaurant shall be a prerequisite for renewal of		
20	the applicable class of liquor license as provided in section		
21	<u>281-61.</u> "		



1 SECTION 5. Section 328J-11, Hawaii Revised Statutes, is 2 amended by amending subsection (a) to read as follows: 3 "(a) Enforcement of compliance with this chapter shall be under the concurrent jurisdiction of the department [-] and the 4 5 liquor commission." 6 SECTION 6. Section 328J-12, Hawaii Revised Statutes, is amended by amending subsections (f) and (g) to read as follows: 7 "(f) A person who owns, manages, operates, or otherwise 8 9 controls any place or facility designated by this chapter and 10 fails to comply with this chapter shall be quilty of a violation 11 and fined: 12 (1)Not more than [\$100] \$500 for a first violation; Not more than [\$200] \$1,000 for a second violation 13 (2)14 within one year of the date of the first violation; 15 and Not more than [\$500] \$2,000 for each additional 16 (3) 17 violation within one year of the date of the preceding 18 violation. 19 (q)In addition to the fines established by this section, 20 violation of this chapter by a person who owns, manages, 21 operates, or otherwise controls any place or facility designated 22 by this chapter may result in the suspension or revocation of 2009-0478 HB SMA.doc 

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any permit or license issued to the person or the place for the 1 premises on which the violation occurred. A third violation of 2 this chapter shall result in the revocation of a liquor license 3 4 issued under chapter 281 to the person or the place for the 5 premises on which the violation occurred." SECTION 7. Enforcement of this Act by the liquor 6 commission as provided in section 1 of this Act shall not 7 8 require the adoption of rules by the department of health. 9 SECTION 8. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. 10 11 SECTION 9. This Act shall take effect upon its approval. 12

INTRODUCED BY:



JAN 26 2009

н.в. NO. 886

Report Title: Smoking

#### Description:

Makes compliance with smoking restriction law by nightclubs and restaurants a condition of renewal for a liquor license. Authorizes the liquor commission to enforce smoking laws, concurrently with the department of health. Increases fines for violation of smoking restriction law. Requires revocation of liquor license for third violation of smoking law.

