### A BILL FOR AN ACT

RELATING TO INTOXICATING LIQUOR.

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

SECTION 1. Section 281-17, Hawaii Revised Statutes, is
 amended to read as follows:

Jurisdiction and powers. (a) The liquor 3 "§281−17 commission, within its own county, shall have the jurisdiction, 4 power, authority, and discretion, subject only to this chapter: 5 To grant, refuse, suspend, and revoke any license for 6 (1)the manufacture, importation, and sale of liquors; 7 8 (2) To take appropriate action against a person who, directly or indirectly, manufactures, sells, or 9 purchases any liquor without being authorized pursuant 10 to this chapter; provided that in counties that have 11 12 established by charter a liquor control adjudication board, the board shall have the jurisdiction, power, 13 authority, and discretion to hear and determine 14 administrative complaints of the director regarding 15 violations of the liquor laws of the State or of the 16



rules of the liquor commission, and impose penalties 1 for violations thereof as may be provided by law; 2 To control, supervise, and regulate the manufacture, 3 (3) importation, and sale of liquors by investigation, 4 enforcement, alcohol abuse treatment, prevention, and 5 education; provided that any alcohol abuse treatment, 6 prevention, or educational program [shall-be limited 7 to] may include the commission staff, commissioners, 8 liquor control adjudication board members, and 9 licensees and their employees, and shall be financed 10 through the money collected from the assessment of 11 fines against licensees; provided that fine moneys [-12 not to exceed] of at least ten per cent a year of 13 fines accumulated [, may], shall be used to fund public 14 liquor-related treatment, prevention, educational, or 15 enforcement programs; 16 From time to time to make, amend, and repeal rules, 17 (4) not inconsistent with this chapter, as in the judgment 18

of the commission are deemed appropriate for carrying
out this chapter and for the efficient administration
thereof, and the proper conduct of the business of all



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1 licensees, including every matter or thing required to
2 be done or which may be done with the approval or
3 consent, by order, under the direction or supervision
4 of, or as prescribed by the commission; which rules,
5 when adopted as provided in chapter 91 shall have the
6 force and effect of law;

Subject to chapter 76, to appoint and remove an 7 (5) administrator, who may also be appointed an 8 investigator and who shall be responsible for the 9 operations and activities of the staff. The 10 administrator may hire and remove hearing officers, 11 investigators, and clerical or other assistants as its 12 business may from time to time require, prescribe 13 their duties and fix their compensation, and engage 14 the services of experts and persons engaged in the 15 practice of a profession, if deemed expedient. Every 16 investigator, within the scope of the investigator's 17 duties, shall have the powers of a police officer; 18 To limit the number of licenses of any class or kind 19 (6) within the county, or the number of licenses of any 20 class or kind to do business in any given locality, 21



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



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otherwise, to include covert operations, and to report 1 2 violations to the prosecuting officer for prosecution 3 and, where appropriate, the director of taxation to hear and determine complaints against any licensee; 4 provided that a liquor commission in a county with a 5 population of seven hundred thousand or greater may 6 establish a pilot program that employs both a dBA and 7 a dBC sound level measurement system for the purpose 8 of community noise control; provided further that the 9 dBC sound level measurements shall be in accordance 10 with the following maximum permissible sound levels in 11 12 dBC: Zoning districts that include all areas 13 (A) equivalent to lands zoned residential, 14 conservation, preservation, public space, open 15 space, or similar type shall have a maximum dBC 16 sound level of fifty-five from 7:00 a.m. to 10:00 17 p.m. and a maximum dBC level of forty-five from 18 10:00 p.m. to 7:00 a.m.; 19 Zoning districts that include all areas 20 (B) equivalent to lands zoned for multi-family 21



1		dwellings, apartment, business, commercial,
2		hotel, resort, or similar type shall have a
3		maximum dBC sound level of sixty from 7:00 a.m.
4		to 10:00 p.m. and a maximum dBC level of fifty
5		from 10:00 p.m. to 7:00 a.m.; and
6		(C) Zoning districts that include all areas
7		equivalent to lands zoned in agriculture,
8		country, industrial, or similar type shall have a
9		maximum dBC sound level of seventy from 7:00 a.m.
10		to 10:00 p.m. and a maximum dBC level of seventy
11		from 10:00 p.m. to 7:00 a.m.;
12	(11)	To prescribe, by rule, the terms, conditions, and
13		circumstances under which persons or any class of
14		persons may be employed by holders of licenses;
15	(12)	To prescribe, by rule, the term of any license or
16		solicitor's and representative's permit authorized by
17		this chapter, the annual or prorated amount, the
18		manner of payment of fees for the licenses and
19		permits, and the amount of filing fees;
20	(13)	To prescribe, by rule, regulations on dancing in
21		licensed premises; and



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(14) To prescribe, by rule, the circumstances and penalty
 for the unauthorized manufacturing or selling of any
 liquor.

Subject only to this chapter, the commission or board 4 (b) and each member thereof shall have the same powers respecting 5 the administering of oaths, compelling the attendance of 6 witnesses and the production of documentary evidence, and 7 examining the witnesses as are possessed by a circuit court, 8 except that the commission or board and each member thereof 9 shall not be bound by the strict legal rules of evidence. In 10 addition, the commission or board shall have the power to 11 require the production of, and to examine any books, papers, and 12 records of any licensee which may pertain to the licensee's 13 business under the license or which may pertain to a matter at a 14 hearing before the commission or board or to an investigation by 15 16 the commission or board.

17 (c) The commission shall provide funding to the county,
18 through the use of fine moneys, for public and private programs
19 intended to prevent and treat alcohol abuse within the county
20 from which the fines are collected. The funds shall be
21 administered by the applicable county agency through grants.



1 (d) The exercise by the commission or board of the power, 2 authority, and discretion vested in it pursuant to this chapter 3 shall be final and shall not be reviewable by or appealable to 4 any court or tribunal, except as otherwise provided in this 5 chapter or chapter 91."

6 SECTION 2. Section 281-17.5, Hawaii Revised Statutes, is
7 amended by amending subsection (b) to read as follows:

Any [such] liquor license fees or any moneys 8 "(b) collected or received by any liquor commission under this 9 chapter may [only] be used for costs and expenses directly 10 relating to operational and administrative costs actually 11 incurred by the liquor commission collecting or receiving [such] 12 those liquor license fees or moneys [-]; provided that at least 13 ten per cent of the license fees are used for public liquor-14 related treatment, prevention, educational, or enforcement 15 programs within the county from which the fees are collected. 16 The fees shall be administered by the applicable county agency 17 through grants. [Such] The fees or moneys shall not be used for 18 any costs or expenses other than those directly relating to [its 19 operation and administration,] those purposes, except as 20 otherwise provided by law." 21

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SECTION 3. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.

3 SECTION 4. This Act shall take effect upon its approval;
4 provided that the amendments to section 281-17(a), Hawaii
5 Revised Statutes, under section 1 of this Act shall not be
6 repealed when section 281-17(a), Hawaii Revised Statutes, is
7 reenacted on May 5, 2017, pursuant to Act 297, section 4,
8 Session Laws of Hawaii 2012.

Jam INTRODUCED BY: REQUEST

JAN 2 2 2016



Report Title: Maui County Package; Liquor Commission; Powers; Programs

#### Description:

Expands the powers of the liquor commission to include alcohol abuse treatment and prevention. Converts the 10% ceiling on the use of fines for certain programs to a 10% floor. Requires the commission to use fine moneys to provide grants to the counties for alcohol abuse programs.

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