STAND. COM. REP. NO. 3558

Honolulu, Hawaii

APR 0 6 2018

RE: H.B. No. 2414

H.D. 2 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committees on Commerce, Consumer Protection, and Health and Judiciary, to which was referred H.B. No. 2414, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO LIQUOR LICENSES,"

beg leave to report as follows:

The purpose and intent of this measure is to require the liquor commissions to streamline procedures to provide for the issuance of temporary licenses for the sale of liquor for a period not to exceed one day for fundraising events by nonprofit organizations.

Your Committees received testimony in support of this measure from the Office of the Mayor, County of Maui; two councilmembers from the Maui County Council; and Aloha Society of Association Executives. Your Committees received testimony in opposition to this measure from the Chinatown Gateway Plaza Tenant Association and two individuals. Your Committees received comments on this measure from the Liquor Commission of the City and County of Honolulu.

Your Committees find that some nonprofit organizations have faced an extremely onerous process when attempting to obtain a one-day special liquor license for a fundraising event. Your Committees further find that applying the same liquor license

procedures that are required of a commercial business to nonprofit organizations is unduly burdensome in time and money to the nonprofit organizations, many of whom operate on small budgets. Accordingly, this measure provides for reduced submission requirements for the issuance of temporary liquor licenses for fundraising events by nonprofit organizations, which will streamline the temporary license process and reduce the burden on nonprofit organizations.

Your Committees have amended this measure by:

- (1) Authorizing a nonprofit organization that has been issued a temporary liquor license for a fundraising event the ability to auction off, at a live or silent auction, liquor in sealed or covered containers or services that provide liquor;
- (2) Clarifying that nonprofit organizations mean those charitable organizations recognized under state or federal law and exempt from federal taxes under section 501(c)(3) of the Internal Revenue Code;
- (3) Changing its effective date to upon approval; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Commerce, Consumer Protection, and Health and Judiciary that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 2414, H.D. 2, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 2414, H.D. 2, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committees on Commerce, Consumer Protection, and Health and Judiciary,

BRÍAN T. TANIGUCHI, Chair

ROSALYN H $oldsymbol{\omega}$ BAKER, Chair

## The Senate Twenty-Ninth Legislature State of Hawai'i

## Record of Votes Committee on Commerce, Consumer Protection, and Health CPH

Bill / Resolution No.:*	Committee Referral:			Date:				
HB 2414 HD2	CPH /		4/3/18					
The Committee is reconsidering its previous decision on this measure.  If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313								
Members		Aye	Aye (WR)	Nay	Excused			
BAKER, Rosalyn H. (C)		X						
TOKUDA, Jill N. (VC)					X			
CHANG, Stanley		X						
ESPERO, Will		X						
IHARA, Jr., Les		K						
NISHIHARA, Clarence K.					K			
RUDERMAN, Russell E.		X						
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TOTAL		5			2			
Recommendation:								
Adopted Not Adopted								
Chair's or Designee's Signature:								
<b>Distribution:</b> Original File with Committee Re	n: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

## The Senate Twenty-Ninth Legislature State of Hawai'i

## Record of Votes Committee on Judiciary JDC

Bill / Resolution No.:*	Committee Referral:		D	ate:			
HB 2414, HD2	CPH/JDC			4/3/18			
The Committee is reconsidering its previous decision on this measure.							
If so, then the previous decision was to:							
The Recommendation is:							
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313							
Members		Aye	Aye (WR)	Nay	Excused		
TANIGUCHI, Brian T. (C)							
RHOADS, Karl (VC)							
GABBARD, Mike							
KIM, Donna Mercado							
THIELEN, Laura H.							
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TOTAL		4	0	0	1		
Recommendation:  Adopted  Not Adopted							
Chair's or Designee's Signature:							
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy							