## A BILL FOR AN ACT

RELATING TO INTOXICATING LIQUOR.

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

SECTION 1. Section 281-59, Hawaii Revised Statutes, is
amended to read as follows:

"§281-59 Hearing; rehearing. (a) Upon the day of 3 hearing  $[\tau]$  or any adjournment thereof, the liquor commission 4 shall consider the application and any protests and objections 5 to the granting thereof [-7] and hear the parties in interest. 6 The liquor commission shall accept all written or oral testimony 7 for or against the application whether the application is 8 denied, refused, or withdrawn. [Within] Subject to subsection 9 (b), within ninety days after the hearing [-7] or within one 10 hundred twenty days thereafter, if in its discretion the 11 commission extends the ninety days to one hundred twenty days  $[\tau]$ 12 and gives public notice of same, the commission shall give its 13 decision granting or refusing the application; provided that if 14 there is a disqualification under this chapter, the application 15 shall be refused. 16

17

(b) If a majority of the:



Registered voters for the area within five hundred 1 (1)feet of the nearest point of the premises for which 2 3 the license is asked[+], or Owners and lessees of record of real estate and owners 4 (2)of record of shares in a cooperative apartment within 5 five hundred feet of the nearest point of the premises 6 7 for which the license is asked, have duly filed or caused to be filed their protests pursuant to 8 section 281-58 against the granting of the license, [or if there 9 appears any other disqualification under this chapter,] the 10 application shall be refused [-]; provided that this subsection 11 shall not apply to applications for a class 1 license on land 12 designated as agricultural by state or county zoning laws and 13 for which the majority of the agricultural commodities used in 14 the manufacturing of the liquor are grown and produced in the 15 State by the license holder. Otherwise, the commission may in 16 17 its discretion grant or refuse the same. 18 For purposes of defining "a majority of the owners and lessees of record of real estate and owners of record of shares 19 in a cooperative apartment", each property counts only once; 20 provided that roadways shall not be included. A protest 21



submitted by the majority of the co-owners or the majority of
the co-lessees of a property shall constitute a protest by all
the owners or lessees of record of that property. A protest
filed by owners or lessees who own more than one property shall
be counted once for each property.

[(b) The] (c) Before the public hearing, the liquor 6 commission shall make available to the applicant and any 7 protester [for review before the public hearing,] the protest 8 list of those persons who filed a protest or objection to the 9 application for review; provided that the applicant shall not 10 use the protest list to attempt to influence [in any way] any 11 protester to withdraw the protest or objection. All applicants 12 and protesters may submit corrections, additions, and 13 subtractions to the master list and the protest list at the 14 public hearing; provided that additions or corrections to the 15 voter registration list shall be certified by the clerk of the 16 county. The liquor commission shall rule on proposed 17 corrections, additions, and subtractions and give reasons for 18 19 the ruling.

20

Page 3

[<del>(c)</del>] (d) The commission may [<del>also, with like discretion</del>]:



Page 4

# H.B. NO. 122

Grant a license to one person in preference to 1 (1)another, without reference to any priority in the 2 order of filing of the applications; and 3 Of its own motion, or on the suggestion of any (2) 4 member  $[\tau]$  or of the investigator, take notice of any 5 matter [or thing which] that in the opinion of a 6 majority of its members would be a sufficient 7 objection to the granting of a license; [but in such 8 case] provided that if the objection is one to which 9 the applicant should be given a reasonable time to 10 answer, a continuance may be granted [in] at the 11 discretion of the commission; 12 provided that in any case where any person affected by such 13 decision petitions the commission for a rehearing of the 14 application and on oath alleges facts and grounds for 15 consideration [which] that were not formerly presented or 16 17 considered, or any other matter of fact in which [in the judgment of] the commission [seems] deems sufficient to warrant 18 a rehearing, such rehearing may be granted by the commission [in 19 its discretion] upon the publication of notice of rehearing at 20 least seven days before the date of the rehearing. When a



21

rehearing is allowed, notice shall be given to the applicant and 1 to the applicant's opponents  $[\tau]$  by publication or otherwise as 2 the commission shall direct. 3 (e) For purposes of this section, "agricultural commodity" 4 means any fruit, nut, or vegetable that is the food product of 5 any tree, vine, or plant, or any aquacultural, horticultural, 6 silvicultural, or floricultural product." 7 SECTION 2. This Act does not affect rights and duties that 8 matured, penalties that were incurred, and proceedings that were 9 begun before its effective date. 10 SECTION 3. Statutory material to be repealed is bracketed 11 and stricken. New statutory material is underscored. 12 SECTION 4. This Act shall take effect upon its approval. 13 14 INTRODUCED BY: (BR)

JAN 2 1 2021



Page 5

**Report Title:** Intoxicating Liquor; License; Agriculture; Manufacturing

#### Description:

Exempts certain applications from the automatic refusal provision that may be invoked by a majority of nearby voters or real estate owners; specifically, applications for a class 1 license on land designated as agricultural by state or county zoning laws and for which the majority of the agricultural commodities used in the manufacturing of the liquor are grown and produced in the State by the license holder.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

