

State of Arizona
House of Representatives
Forty-fifth Legislature
Second Regular Session
2002

CHAPTER 285

HOUSE BILL 2467

AN ACT

AMENDING SECTION 4-244, ARIZONA REVISED STATUTES; RELATING TO SPIRITUOUS LIQUOR.

(TEXT OF BILL BEGINS ON NEXT PAGE)



1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 4-244, Arizona Revised Statutes, is amended to
3 read:

4 4-244. Unlawful acts

5 It is unlawful:

6 1. For a person to buy for resale, sell or deal in spirituous liquors
7 in this state without first having procured a license duly issued by the
8 board.

9 2. For a person to sell or deal in alcohol for beverage purposes
10 without first complying with this title.

11 3. For a distiller, vintner, brewer or wholesaler knowingly to sell,
12 dispose of or give spirituous liquor to any person other than a licensee
13 except in sampling wares as may be necessary in the ordinary course of
14 business, except in donating spirituous liquor to a nonprofit organization
15 which has obtained a special event license for the purpose of charitable fund
16 raising activities or except in donating spirituous liquor with a cost to the
17 distiller, brewer or wholesaler of up to one hundred dollars in a calendar
18 year to an organization that is exempt from federal income taxes under
19 section 501(c) of the internal revenue code and not licensed under this
20 title.

21 4. For a distiller, vintner or brewer to require a wholesaler to offer
22 or grant a discount to a retailer, unless the discount has also been offered
23 and granted to the wholesaler by the distiller, vintner or brewer.

24 5. For a distiller, vintner or brewer to use a vehicle for trucking
25 or transportation of spirituous liquors unless there is affixed to both sides
26 of the vehicle a sign showing the name and address of the licensee and the
27 type and number of the person's license in letters not less than three and
28 one-half inches in height.

29 6. For a person to take or solicit orders for spirituous liquors
30 unless the person is a salesman or solicitor of a licensed wholesaler, a
31 salesman or solicitor of a distiller, brewer, vintner, importer or broker or
32 a registered retail agent.

33 7. For any retail licensee to purchase spirituous liquors from any
34 person other than a solicitor or salesman of a wholesaler licensed in this
35 state.

36 8. For a retailer to acquire an interest in property owned, occupied
37 or used by a wholesaler in his business, or in a license with respect to the
38 premises of the wholesaler.

39 9. Except as provided in paragraphs 10 and 11 of this section, for a
40 licensee or other person to sell, furnish, dispose of or give, or cause to
41 be sold, furnished, disposed of or given, to a person under the legal
42 drinking age or for a person under the legal drinking age to buy, receive,
43 have in the person's possession or consume spirituous liquor. The provisions
44 of this paragraph shall not prohibit the employment by an off-sale retailer
45 of persons who are at least sixteen years of age to check out, if supervised

1 by a person on the premises who is at least nineteen years of age, package
2 or carry merchandise, including spirituous liquor, in unbroken packages, for
3 the convenience of the customer of the employer, if the employer sells
4 primarily merchandise other than spirituous liquor.

5 10. For a licensee to employ a person under the age of nineteen years
6 to manufacture, sell or dispose of spirituous liquors. The provisions of
7 this paragraph shall not prohibit the employment by an off-sale retailer of
8 persons who are at least sixteen years of age to check out, if supervised by
9 a person on the premises who is at least nineteen years of age, package or
10 carry merchandise, including spirituous liquor, in unbroken packages, for the
11 convenience of the customer of the employer, if the employer sells primarily
12 merchandise other than spirituous liquor.

13 11. For an on-sale retailer to employ a person under the age of
14 nineteen years in any capacity connected with the handling of spirituous
15 liquors. This paragraph does not prohibit the employment by an on-sale
16 retailer of a person under the age of nineteen years who cleans up the tables
17 on the premises for reuse, removes dirty dishes, keeps a ready supply of
18 needed items and helps clean up the premises.

19 12. For a licensee, when engaged in waiting on or serving customers,
20 to consume spirituous liquor or for a licensee or on-duty employee to be on
21 or about the licensed premises while in an intoxicated or disorderly
22 condition.

23 13. For an employee of a retail licensee, during that employee's
24 working hours or in connection with such employment, to give to or purchase
25 for any other person, accept a gift of, purchase for himself or consume
26 spirituous liquor, except that an employee of a licensee, during that
27 employee's working hours or in connection with the employment, while the
28 employee is not engaged in waiting on or serving customers, may give
29 spirituous liquor to or purchase spirituous liquor for any other person. An
30 unpaid volunteer who is a bona fide member of a club and who is not engaged
31 in waiting on or serving spirituous liquor to customers may purchase for
32 himself and consume spirituous liquor while participating in a scheduled
33 event at the club. An unpaid participant in a food competition may purchase
34 for himself and consume spirituous liquor while participating in the food
35 competition.

36 14. For a licensee or other person to serve, sell or furnish spirituous
37 liquor to a disorderly or obviously intoxicated person, or for a licensee or
38 employee of the licensee to allow or permit a disorderly or obviously
39 intoxicated person to come into or remain on or about the premises, except
40 that a licensee or an employee of the licensee may allow an obviously
41 intoxicated person to remain on the premises for a period of time of not to
42 exceed thirty minutes after the state of obvious intoxication is known or
43 should be known to the licensee in order that a nonintoxicated person may
44 transport the obviously intoxicated person from the premises. For purposes
45 of this section, "obviously intoxicated" means inebriated to the extent that

1 a person's physical faculties are substantially impaired and the impairment
2 is shown by significantly uncoordinated physical action or significant
3 physical dysfunction that would have been obvious to a reasonable person.

4 15. For an on-sale or off-sale retailer or an employee of such retailer
5 to sell, dispose of, deliver or give spirituous liquor to a person between
6 the hours of 1:00 a.m. and 6:00 a.m. on weekdays, and 1:00 a.m. and 10:00
7 a.m. on Sundays.

8 16. For a licensee or employee to knowingly permit any person on or
9 about the licensed premises to give or furnish any spirituous liquor to any
10 person under the age of twenty-one or knowingly permit any person under the
11 age of twenty-one to have in the person's possession spirituous liquor on the
12 licensed premises.

13 17. For an on-sale retailer or an employee of such retailer to allow
14 a person to consume spirituous liquors on the premises between the hours of
15 1:15 a.m. and 6:00 a.m. on weekdays, and 1:15 a.m. and 10:00 a.m. on Sundays,
16 or allow a person who is not the licensee or employee to possess spirituous
17 liquors in open containers on the premises between the hours of 1:30 a.m. and
18 6:00 a.m. on weekdays, and 1:30 a.m. and 10:00 a.m. on Sundays.

19 18. For an on-sale retailer to permit an employee or for an employee
20 to solicit or encourage others, directly or indirectly, to buy the employee
21 drinks or anything of value in the licensed premises during the employee's
22 working hours. No on-sale retailer shall serve employees or allow a patron
23 of the establishment to give spirituous liquor to, purchase liquor for or
24 drink liquor with any employee during the employee's working hours.

25 19. For an off-sale retailer or employee to sell spirituous liquor
26 except in the original unbroken container, to permit spirituous liquor to be
27 consumed on the premises or to knowingly permit spirituous liquor to be
28 consumed on adjacent property under the licensee's exclusive control.

29 20. For a person to consume spirituous liquor in a public place,
30 thoroughfare or gathering. The license of a licensee permitting a violation
31 of this paragraph on the premises shall be subject to revocation. This
32 paragraph does not apply to the sale of spirituous liquors on the premises
33 of and by an on-sale retailer. This paragraph also does not apply to a
34 person consuming beer from a broken package in a public recreation area or
35 on private property with permission of the owner or lessor or on the walkways
36 surrounding such private property.

37 21. For a person to have possession of or to transport spirituous
38 liquor which is manufactured in a distillery, winery, brewery or rectifying
39 plant contrary to the laws of the United States and this state. Any property
40 used in transporting such spirituous liquor shall be forfeited to the state
41 and shall be seized and disposed of as provided in section 4-221.

42 22. For an on-sale retailer or employee to allow a person under the
43 legal drinking age to remain in an area on the licensed premises during those
44 hours in which its primary use is the sale, dispensing or consumption of
45 alcoholic beverages after the licensee, or the licensee's employees, know or

1 should have known that the person is under the legal drinking age. An
2 on-sale retailer may designate an area of the licensed premises as an area
3 in which spirituous liquor will not be sold or consumed for the purpose of
4 allowing underage persons on the premises if the designated area is separated
5 by a physical barrier and at no time will underage persons have access to the
6 area in which spirituous liquor is sold or consumed. The director, or a
7 municipality, may adopt rules to regulate the presence of underage persons
8 on licensed premises provided the rules adopted by a municipality are more
9 stringent than those adopted by the director. The rules adopted by the
10 municipality shall be adopted by local ordinance. This paragraph does not
11 apply:

12 (a) If the person under the legal drinking age is accompanied by a
13 spouse, parent or legal guardian of legal drinking age or is an on-duty
14 employee of the licensee.

15 (b) If the owner, lessee or occupant of the premises is a club as
16 defined in section 4-101, paragraph 7, subdivision (a) and the person under
17 the legal drinking age is any of the following:

18 (i) An active duty military service member.

19 (ii) A veteran.

20 (iii) A member of the United States army national guard or the United
21 States air national guard.

22 (iv) A member of the United States military reserve forces.

23 (c) To the area of the premises used primarily for the serving of food
24 during the hours when food is served.

25 23. For an on-sale retailer or employee to conduct drinking contests,
26 to sell or deliver to a person an unlimited number of spirituous liquor
27 beverages during any set period of time for a fixed price, to deliver more
28 than thirty-two ounces of beer, one liter of wine or four ounces of distilled
29 spirits in any spirituous liquor drink to one person at one time for that
30 person's consumption or to advertise any practice prohibited by this
31 paragraph.

32 24. For a licensee or employee to knowingly permit the unlawful
33 possession, use, sale or offer for sale of narcotics, dangerous drugs or
34 marijuana on the premises.

35 25. For a licensee or employee to knowingly permit prostitution or the
36 solicitation of prostitution on the premises.

37 26. For a licensee or employee to knowingly permit unlawful gambling
38 on the premises.

39 27. For a licensee or employee to knowingly permit trafficking or
40 attempted trafficking in stolen property on the premises.

41 28. For a licensee or employee to fail or refuse to make the premises
42 or records available for inspection and examination as provided in this title
43 or to comply with a lawful subpoena issued under this title.

44 29. For any person other than a peace officer, the licensee or an
45 employee of the licensee acting with the permission of the licensee to be in

1 possession of a firearm while on the licensed premises of an on-sale retailer
2 knowing such possession is prohibited. This paragraph shall not be construed
3 to include a situation in which a person is on licensed premises for a
4 limited time in order to seek emergency aid and such person does not buy,
5 receive, consume or possess spirituous liquor. This paragraph shall not
6 apply to hotel or motel guest room accommodations nor to the exhibition or
7 display of a firearm in conjunction with a meeting, show, class or similar
8 event.

9 30. For a licensee or employee to knowingly permit a person in
10 possession of a firearm other than a peace officer, the licensee or an
11 employee of the licensee acting with the permission of the licensee to remain
12 on the licensed premises or to serve, sell or furnish spirituous liquor to
13 a person in possession of a firearm while on the licensed premises of an
14 on-sale retailer. This paragraph shall not apply to hotel or motel guest
15 room accommodations nor to the exhibition or display of a firearm in
16 conjunction with a meeting, show, class or similar event. It shall be a
17 defense to action under this paragraph if the licensee or employee requested
18 assistance of a peace officer to remove such person.

19 31. For a licensee or employee to knowingly permit spirituous liquor
20 to be removed from the licensed premises, except in the original unbroken
21 package. This paragraph shall not apply to a person who removes a bottle of
22 wine which has been partially consumed in conjunction with a purchased meal
23 from the licensed premises if the cork is reinserted flush with the top of
24 the bottle.

25 32. For a person who is obviously intoxicated to buy or attempt to buy
26 spirituous liquor from a licensee or employee of a licensee or to consume
27 spirituous liquor on licensed premises.

28 33. For a person under the age of twenty-one years to drive or be in
29 physical control of a motor vehicle while there is any spirituous liquor in
30 the person's body.

31 34. For a person under the age of twenty-one years to operate or be in
32 physical control of a motorized watercraft that is underway while there is
33 any spirituous liquor in the person's body. For the purposes of this
34 paragraph, "underway" has the same meaning as prescribed in section 5-301.

35 35. For a licensee, manager, employee or controlling person to
36 purposely induce a voter, by means of alcohol, to vote or abstain from voting
37 for or against a particular candidate or issue on an election day.

38 36. For a licensee to fail to report an occurrence of an act of
39 violence to either the department or a law enforcement agency.

40 37. For a licensee to use a vending machine for the purpose of
41 dispensing spirituous liquor.

42 38. For a licensee to offer for sale a wine carrying a label including
43 a reference to Arizona or any Arizona city, town or geographic location
44 unless at least seventy-five per cent by volume of the grapes used in making
45 the wine were grown in Arizona.

1 39. For a retailer to knowingly allow a customer to bring spirituous
2 liquor onto the licensed premises, except that an on-sale retailer may allow
3 a wine and food club to bring wine onto the premises for consumption by the
4 club's members and guests of the club's members in conjunction with meals
5 purchased at a meeting of the club that is conducted on the premises and that
6 at least seven members attend. An on-sale retailer who allows wine and food
7 clubs to bring wine onto its premises under this paragraph shall comply with
8 all applicable provisions of this title and any rules adopted pursuant to
9 this title to the same extent as if the on-sale retailer had sold the wine
10 to the members of the club and their guests. For the purposes of this
11 paragraph, "wine and food club" means an association that has more than
12 twenty bona fide members paying at least six dollars per year in dues and
13 that has been in existence for at least one year.

14 40. FOR A PERSON UNDER THE AGE OF TWENTY-ONE YEARS TO HAVE IN THE
15 PERSON'S BODY ANY SPIRITUOUS LIQUOR. IN A PROSECUTION FOR A VIOLATION OF
16 THIS PARAGRAPH:

17 (a) PURSUANT TO SECTION 4-249, IT IS A DEFENSE THAT THE SPIRITUOUS
18 LIQUOR WAS CONSUMED IN CONNECTION WITH THE BONA FIDE PRACTICE OF A RELIGIOUS
19 BELIEF OR AS AN INTEGRAL PART OF A RELIGIOUS EXERCISE AND IN A MANNER NOT
20 DANGEROUS TO PUBLIC HEALTH OR SAFETY.

21 (b) PURSUANT TO SECTION 4-226, IT IS A DEFENSE THAT THE SPIRITUOUS
22 LIQUOR WAS CONSUMED FOR A BONA FIDE MEDICINAL PURPOSE AND IN A MANNER NOT
23 DANGEROUS TO PUBLIC HEALTH OR SAFETY.

**THIS BILL HAVING REMAINED WITH THE GOVERNOR FIVE DAYS, SUNDAYS EXCLUDED,
AND THE LEGISLATURE BEING IN SESSION, IT HAS BECOME A LAW THIS 23 DAY
OF MAY 2002.**

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 23, 2002.



Passed the House April 8, 2002,

by the following vote: 34 Ayes,

16 Nays, 10 Not Voting

[Signature]
Speaker of the House

[Signature]
Chief Clerk of the House

On Reconsideration
Passed the Senate May 7, 2002,

by the following vote: 16 Ayes,

10 Nays, 4 Not Voting

[Signature]
President of the Senate

[Signature]
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

_____ day of _____, 20____,

at _____ o'clock _____ M.

Secretary to the Governor

Approved this _____ day of

_____, 20____,

at _____ o'clock _____ M.

Governor of Arizona

H.B. 2467

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this _____ day of _____, 20____,

at _____ o'clock _____ M.

Secretary of State

**ON RECONSIDERATION
HOUSE CONCURS IN SENATE
AMENDMENTS AND FINAL PASSAGE**

_____ May 16 , 2002,

by the following vote: _____ 36 Ayes,

_____ 22 Nays, _____ 2 Not Voting

[Signature]
Speaker of the House

[Signature]
Chief Clerk of the House

**EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR**

This Bill was received by the Governor this

_____ day of _____, 20____,

at _____ o'clock _____ M.

Secretary to the Governor

Approved this _____ day of

_____, 20____,

at _____ o'clock _____ M.

Governor of Arizona

**EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE**

This Bill was received by the Secretary of State

this 23 day of May, 2002,

at 3:23 o'clock _____ M.

[Signature]
Secretary of State

H.B. 2467

HOUSE CONCURS IN SENATE
AMENDMENTS AND FINAL PASSAGE

May 15, 2002,

FAILED
by the following vote: 25 Ayes,

30 Nays, 5 Not Voting

Speaker of the House

Norman L. Moore

Chief Clerk of the House

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

16 day of May, 2002,

at 3:00 o'clock P M.

Sandra Ramirez
Secretary to the Governor

Approved this _____ day of

_____, 20____,

at _____ o'clock _____ M.

Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 23 day of May, 2002

at 3:23 o'clock P M.

H.B. 2467

Secretary of State