# First Regular Session Seventy-first General Assembly STATE OF COLORADO

### **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 17-1032.02 Christy Chase x2008

**HOUSE BILL 17-1370** 

#### **HOUSE SPONSORSHIP**

Winter and Liston,

#### SENATE SPONSORSHIP

Neville T. and Kerr,

#### **House Committees**

**Senate Committees** 

Finance Appropriations

101

#### A BILL FOR AN ACT

### CONCERNING THE RETAIL SALE OF ALCOHOL BEVERAGES.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

Under current law, a retail liquor store licensee that was licensed on or before January 1, 2016, and is a Colorado resident is permitted to obtain one additional retail liquor store license on or after January 1, 2017; 2 additional retail liquor store licenses on or after January 1, 2022; and 3 additional retail liquor store licenses on or after January 1, 2027.

Additionally, current law permits a liquor-licensed drugstore licensee that was licensed on or before January 1, 2016, to obtain additional liquor-licensed drugstore licenses, as follows, but only if the

licensee applies to transfer ownership of, change location of, and merge and convert 2 retail liquor store licenses located within the same local licensing authority jurisdiction as the drugstore premises to a single liquor-licensed drugstore license and only if the drugstore premises will not be located within 1,500 feet of any other licensed retail liquor store in the same local licensing jurisdiction or, if within a municipality with a population of not more than 10,000 people, the drugstore premises will not be located within 3,000 feet of any other licensed retail liquor store in the same local licensing jurisdiction:

- ! On or after January 1, 2017, up to 4 additional liquor-licensed drugstore licenses;
- ! On or after January 1, 2022, up to 7 additional liquor-licensed drugstore licenses;
- ! On or after January 1, 2027, up to 12 additional liquor-licensed drugstore licenses;
- ! On or after January 1, 2032, up to 19 additional liquor-licensed drugstore licenses; and
- ! On or after January 1, 2037, an unlimited number of additional liquor-licensed drugstore licenses.

**Section 3** of the bill modifies provisions governing the ability of a retail liquor store to obtain additional retail liquor store licenses as follows:

- ! Allows a retail liquor store that was licensed on or before April 1, 2017, to obtain 3 additional retail liquor store licenses between July 1, 2017, and July 1, 2018; on or after January 1, 2022, to obtain a maximum of 6 total retail liquor store licenses; and on or after January 1, 2027, a maximum of 9 total retail liquor store licenses;
- ! For additional licenses obtained on or after January 1, 2022, requires a person seeking additional licenses to apply to transfer ownership of, change location of, and merge 2 retail liquor store licenses located within the same local licensing authority jurisdiction as the applicant's premises into a single retail liquor store license; and
- ! Requires the majority of the owners of a retail liquor store seeking additional retail liquor store licenses to have either resided in Colorado for at least 2 years or operated a business in Colorado for at least 10 years.

Additionally, the bill prohibits a retail liquor store from allowing customers to use a self-checkout to complete an alcohol beverage purchase and requires a retail liquor store to:

- ! Verify the age of a customer attempting to purchase an alcohol beverage by examining the customer's valid identification; and
- ! Maintain certification as a responsible alcohol beverage

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vendor.

An employee of a retail liquor store who is under 21 years of age cannot deliver or otherwise have contact with alcohol beverages offered for sale on, or sold and removed from, the licensed premises.

For liquor-licensed drugstore licenses, section 4:

- ! Allows a licensee that applied for a liquor-licensed drugstore license on or before October 1, 2016, and a corporation within a controlled group of corporations to obtain additional liquor-licensed drugstore licenses; and
- ! Caps the total number of additional licenses at 19, for a total of 20 liquor-licensed drugstore licenses.

**Sections 5 and 6** set state and local application fees for a retail liquor store licensee applying for a transfer of ownership, change of location, and merger of 2 retail liquor store licenses.

Sections 1 and 2 make conforming amendments.

The bill takes effect July 1, 2017.

1 Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. In Colorado Revised Statutes, 12-47-303, amend

(1)(c)(I) and (2); and **add** (1)(c)(II.5) as follows:

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4 12-47-303. Transfer of ownership and temporary permits.

5 (1) (c) (I) Except as provided in subparagraph (II) of this paragraph (c)

6 SUBSECTION (1)(c)(II) OR (1)(c)(II.5) OF THIS SECTION, for any other

7 transfer of ownership, application must be made to the state and local

8 licensing authorities on forms prepared and furnished by the state

9 licensing authority. In determining whether to permit a transfer of

ownership, the licensing authorities shall consider only the requirements

of section 12-47-307 and 1 CCR 203-2, rule 47-302, entitled "Changing,

12 Altering, or Modifying Licensed Premises", or any analogous successor

rule. The local licensing authority may conduct a hearing on the

application for transfer of ownership after providing notice in accordance

with subparagraph (III) of this paragraph (c) SUBSECTION (1)(c)(III) OF

16 THIS SECTION. Any transfer of ownership hearing by the state licensing

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authority must be held in accordance with section 12-47-305 (2).

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2 (II.5) A LICENSE TRANSFER AND MERGER AS PROVIDED FOR IN 3 SECTION 12-47-407 (1)(d) INCLUDES A TRANSFER OF OWNERSHIP OF AT 4 LEAST TWO RETAIL LIQUOR STORES, A CHANGE OF LOCATION OF ONE OF 5 THE RETAIL LIQUOR STORES, AND A MERGER OF THE RETAIL LIQUOR STORE 6 LICENSES INTO A SINGLE RETAIL LIQUOR STORE LICENSE, ALL AS PART OF 7 A SINGLE TRANSACTION, AND THE RETAIL LIQUOR STORE APPLICANT NEED 8 NOT APPLY SEPARATELY FOR A TRANSFER OF OWNERSHIP UNDER THIS 9 SECTION. THE RETAIL LIQUOR STORE APPLYING FOR A LICENSE TRANSFER 10 AND MERGER PURSUANT TO SECTION 12-47-407 (1)(d) IS INELIGIBLE FOR 11 A TEMPORARY PERMIT PURSUANT TO THIS SECTION. THE LOCAL LICENSING 12 AUTHORITY SHALL CONSIDER THE REASONABLE REQUIREMENTS OF THE 13 NEIGHBORHOOD PURSUANT TO SECTION 12-47-312 WHEN MAKING A 14 DETERMINATION ON THE TRANSFER AND MERGER OF THE RETAIL LIQUOR 15 STORE LICENSES INTO A SINGLE RETAIL LIQUOR STORE LICENSE. THE LOCAL 16 LICENSING AUTHORITY MAY HOLD A HEARING ON THE APPLICATION FOR 17 THE LICENSE TRANSFER AND MERGER AFTER PROVIDING NOTICE IN 18 ACCORDANCE WITH SUBSECTION (1)(c)(III) OF THIS SECTION.

(2) Notwithstanding any provision of this article ARTICLE 47 to the contrary, a local licensing authority may issue a temporary permit to a transferee of any retail class of alcohol beverage license issued by the local licensing authority pursuant to this article ARTICLE 47 or article 46 of this title TITLE 12; except that a local licensing authority shall not issue a temporary permit to a RETAIL LIQUOR STORE OR liquor-licensed drugstore that has acquired ownership of licensed retail liquor stores in accordance with section SECTION 12-47-407 (1)(d) OR 12-47-408 (1)(b), RESPECTIVELY. A temporary permit authorizes a transferee to continue

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1 selling alcohol beverages as permitted under the permanent license during 2 the period in which an application to transfer the ownership of the license 3 is pending. 4 **SECTION 2.** In Colorado Revised Statutes, 12-47-312, amend 5 (2)(a) as follows: 6 12-47-312. Results of investigation - decision of authorities. 7 Before entering any decision approving or denying the (2) (a) 8 application, the local licensing authority shall consider, except where this 9 article ARTICLE 47 specifically provides otherwise, the facts and evidence 10 adduced as a result of its investigation, as well as any other facts, the 11 reasonable requirements of the neighborhood for the type of license for 12 which application has been made, the desires of the adult inhabitants, the 13 number, type, and availability of alcohol beverage outlets located in or 14 near the neighborhood under consideration, and any other pertinent 15 matters affecting the qualifications of the applicant for the conduct of the 16 type of business proposed; except that the reasonable requirements of the 17 neighborhood shall not be considered in the issuance of a club liquor 18 license. For the merger and conversion of retail liquor store licenses to a 19 single liquor-licensed drugstore license in accordance with section 20 12-47-408 (1)(b) OR FOR THE TRANSFER AND MERGER OF TWO RETAIL 21 LIQUOR STORE LICENSES INTO A SINGLE RETAIL LIQUOR STORE LICENSE IN 22 ACCORDANCE WITH SECTION 12-47-407 (1)(d), the local licensing 23 authority shall consider the reasonable requirements of the neighborhood 24 and the desires of the adult inhabitants of the neighborhood. 25 **SECTION 3.** In Colorado Revised Statutes, 12-47-407, amend 26 (2), (4)(a), and (4)(b)(III); and **add** (1)(d), (4)(b)(III.5), (7), and (8) as 27 follows:

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1 12-47-407. Retail liquor store license - rules. (1) (d) (I) ON OR 2 AFTER JANUARY 1, 2022, TO QUALIFY FOR AN ADDITIONAL RETAIL LIQUOR 3 STORE LICENSE UNDER SUBSECTION (4)(b)(III.5) OF THIS SECTION, THE 4 RETAIL LIQUOR STORE LICENSEE MUST APPLY TO THE STATE AND LOCAL 5 LICENSING AUTHORITIES, AS PART OF A SINGLE APPLICATION, FOR A 6 TRANSFER OF OWNERSHIP OF AT LEAST TWO RETAIL LIQUOR STORES THAT 7 WERE LICENSED OR HAD APPLIED FOR A LICENSE ON OR BEFORE JANUARY 8 1, 2017, A CHANGE OF LOCATION OF ONE OF THE RETAIL LIQUOR STORES, 9 AND A MERGER OF THE RETAIL LIQUOR STORE LICENSES INTO A SINGLE 10 RETAIL LIQUOR STORE LICENSE. THE APPLICANT MAY APPLY FOR A 11 TRANSFER, CHANGE OF LOCATION, AND MERGER ONLY IF ALL OF THE 12 FOLLOWING REQUIREMENTS ARE MET: 13 (A) THE RETAIL LIQUOR STORES THAT ARE THE SUBJECT OF THE 14 TRANSFER OF OWNERSHIP ARE LOCATED WITHIN THE SAME LOCAL 15 LICENSING AUTHORITY JURISDICTION AS THE PREMISES FOR WHICH THE 16 APPLICANT IS SEEKING A RETAIL LIQUOR STORE LICENSE, AND, IF ANY 17 RETAIL LIQUOR STORES ARE LOCATED WITHIN ONE THOUSAND FIVE 18 HUNDRED FEET OF THE PREMISES OR, FOR A PREMISES LOCATED IN A 19 MUNICIPALITY WITH A POPULATION OF TEN THOUSAND OR FEWER, WITHIN 20 THREE THOUSAND FEET OF THE PREMISES, THE APPLICANT APPLIES TO 21 TRANSFER OWNERSHIP OF ALL RETAIL LIQUOR STORES LOCATED WITHIN 22 THAT DISTANCE. IF THERE ARE NO LICENSED RETAIL LIQUOR STORES OR 23 ONLY ONE LICENSED RETAIL LIQUOR STORE WITHIN THE SAME LOCAL 24 LICENSING AUTHORITY JURISDICTION AS THE PREMISES FOR WHICH A 25 RETAIL LIQUOR STORE LICENSE IS SOUGHT, THE APPLICANT MUST APPLY TO 26 TRANSFER OWNERSHIP OF ONE OR TWO RETAIL LIQUOR STORES, AS 27 NECESSARY, THAT ARE LOCATED IN THE LOCAL LICENSING AUTHORITY

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1	JURISDICTION THAT IS NEAREST TO THE JURISDICTION IN WHICH THE
2	PREMISES IS LOCATED; AND
3	(B) UPON TRANSFER AND MERGER OF THE RETAIL LIQUOR STORE
4	LICENSES TO A SINGLE RETAIL LIQUOR STORE LICENSE, THE PREMISES FOR
5	WHICH THE NEW RETAIL LIQUOR STORE LICENSE IS SOUGHT WILL BE
6	LOCATED AT LEAST ONE THOUSAND FIVE HUNDRED FEET FROM ALL
7	LICENSED RETAIL LIQUOR STORES THAT ARE WITHIN THE SAME LOCAL
8	LICENSING AUTHORITY JURISDICTION AS THE PREMISES FOR WHICH THE
9	NEW RETAIL LIQUOR STORE LICENSE IS SOUGHT OR, FOR A PREMISES
10	LOCATED IN A MUNICIPALITY WITH A POPULATION OF TEN THOUSAND OR
11	FEWER, AT LEAST THREE THOUSAND FEET FROM ALL LICENSED RETAIL
12	LIQUOR STORES THAT ARE WITHIN THE SAME LOCAL LICENSING AUTHORITY
13	JURISDICTION AS THE PREMISES FOR WHICH THE NEW RETAIL LIQUOR STORE
14	LICENSE IS SOUGHT.
15	(II) FOR PURPOSES OF DETERMINING WHETHER THE DISTANCE
16	REQUIREMENTS SPECIFIED IN SUBSECTION (1)(d)(I)(B) OF THIS SECTION
17	ARE SATISFIED, THE DISTANCE SHALL BE DETERMINED BY A RADIUS
18	MEASUREMENT THAT BEGINS AT THE PRINCIPAL DOORWAY OF THE
19	PREMISES FOR WHICH THE RETAIL LIQUOR STORE APPLICATION IS MADE
20	AND ENDS AT THE PRINCIPAL DOORWAY OF THE LICENSED RETAIL LIQUOR
21	STORE.
22	(III) IN MAKING ITS DETERMINATION ON THE TRANSFER OF
23	OWNERSHIP, CHANGE OF LOCATION, AND LICENSE MERGER APPLICATION,
24	THE LOCAL LICENSING AUTHORITY SHALL CONSIDER THE REASONABLE
25	REQUIREMENTS OF THE NEIGHBORHOOD AND THE DESIRES OF THE ADULT
26	INHABITANTS IN ACCORDANCE WITH SECTION 12-47-312.
27	(IV) IN ADDITION TO ANY OTHER REQUIREMENTS FOR LICENSURE

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1	UNDER THIS SECTION OR THIS ARTICLE 47, A PERSON APPLYING FOR A NEW
2	RETAIL LIQUOR STORE LICENSE IN ACCORDANCE WITH THIS SUBSECTION
3	(1)(d) on or after January 1, 2022, or to renew a retail liquor
4	STORE LICENSE ISSUED ON OR AFTER JANUARY 1, 2022, UNDER THIS
5	SUBSECTION (1)(d) MUST:
6	(A) PROVIDE EVIDENCE TO THE STATE AND LOCAL LICENSING
7	AUTHORITIES THAT DURING THE PRIOR TWELVE MONTHS, NOT MORE THAN
8	TWENTY PERCENT OF THE APPLICANT'S TOTAL ANNUAL GROSS REVENUES
9	WERE DERIVED FROM THE SALE OF NONALCOHOL PRODUCTS, AS
10	DETERMINED IN ACCORDANCE WITH SUBSECTION (1)(b) OF THIS SECTION;
11	AND
12	(B) MAKE AND KEEP ITS PREMISES OPEN TO THE PUBLIC.
13	(2) Every A person selling LICENSED UNDER THIS SECTION TO SELL
14	malt, vinous, and spirituous liquors in a retail liquor store shall:
15	(a) Purchase such malt, vinous, and spirituous liquors only from
16	a wholesaler licensed pursuant to UNDER this article. ARTICLE 47;
17	(b) Not allow consumers to purchase malt, vinous, or
18	SPIRITUOUS LIQUORS AT A SELF-CHECKOUT OR OTHER MECHANISM THAT
19	ALLOWS THE CONSUMER TO COMPLETE THE ALCOHOL BEVERAGE
20	PURCHASE WITHOUT ASSISTANCE FROM, AND COMPLETION OF THE
21	TRANSACTION BY, AN EMPLOYEE OF THE RETAIL LIQUOR STORE; AND
22	(c) REQUIRE, IN ACCORDANCE WITH SECTION 12-47-901 (10),
23	CONSUMERS ATTEMPTING TO PURCHASE MALT, VINOUS, OR SPIRITUOUS
24	LIQUORS TO PRESENT A VALID IDENTIFICATION, AS DETERMINED BY THE
25	STATE LICENSING AUTHORITY BY RULE.
26	(4) (a) Except as provided in paragraph (b) of this subsection (4)
2.7	SUBSECTION (4)(b) OF THIS SECTION it is unlawful for any owner part

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1	owner, shareholder, or person interested directly of indirectly in a retain
2	liquor store to conduct, own either in whole or in part, or be directly or
3	indirectly interested in any other business licensed pursuant to this article
4	ARTICLE 47.
5	(b) An owner, part owner, shareholder, or person interested
6	directly or indirectly in a retail liquor store may have an interest in:
7	(III) ON OR AFTER JULY 1, 2017, AND BEFORE JULY 1, 2018, for a
8	retail liquor store licensed THAT APPLIED FOR A LICENSE on or before
9	January 1, 2016, and whose license holder is a Colorado resident APRIL
10	30, 2017, UP TO THREE additional retail liquor store licenses, as follows,
11	but only if:
12	(A) The premises for which $a$ AN ADDITIONAL RETAIL LIQUOR
13	STORE license is sought satisfies the distance requirements specified in
14	$\frac{\text{subparagraph (II) of paragraph (a) of subsection (1)}}{\text{SUBSECTION (1)(a)(II)}}$
15	of this section; AND
16	(A) On or after January 1, 2017, and before January 1, 2022, one
17	additional retail liquor store license, for a maximum of up to two total
18	retail liquor store licenses;
19	(B) On or after January 1, 2022, and before January 1, 2027, up
20	to two additional retail liquor store licenses, for a maximum of three total
21	retail liquor store licenses; and AS OF THE DATE OF APPLICATION FOR AN
22	ADDITIONAL RETAIL LIQUOR STORE LICENSE, THE MAJORITY OF OWNERS OF
23	THE RETAIL LIQUOR STORE HAVE EITHER RESIDED IN COLORADO FOR AT
24	LEAST TWO YEARS OR OPERATED A BUSINESS IN COLORADO FOR AT LEAST
25	TEN YEARS;
26	(C) On or after January 1, 2027, up to three additional retail liquor
27	store licenses, for a maximum of four total retail liquor store licenses; or

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1	(III.3) FOR A RETAIL LIQUOR STORE THAT APPLIED FOR A LICENSE
2	on or before April 30, 2017, additional retail liquor store
3	LICENSES AS FOLLOWS, BUT ONLY IF THE PREMISES FOR WHICH AN
4	ADDITIONAL RETAIL LIQUOR STORE LICENSE IS SOUGHT SATISFIES THE
5	DISTANCE REQUIREMENTS SPECIFIED IN SUBSECTION (1)(a)(II) OF THIS
6	SECTION; AS OF THE DATE OF APPLICATION FOR AN ADDITIONAL RETAIL
7	LIQUOR STORE LICENSE, THE MAJORITY OF OWNERS OF THE RETAIL LIQUOR
8	STORE HAVE EITHER RESIDED IN COLORADO FOR AT LEAST TWO YEARS OR
9	OPERATED A BUSINESS IN COLORADO FOR AT LEAST TEN YEARS; AND THE
10	RETAIL LIQUOR STORE LICENSEE APPLYING FOR AN ADDITIONAL LICENSE
11	OBTAINS THE ADDITIONAL RETAIL LIQUOR STORE LICENSE IN ACCORDANCE
12	WITH THE REQUIREMENTS OF SUBSECTION $(1)(d)$ OF THIS SECTION:
13	(A) ON OR AFTER JANUARY 1, 2022, A MAXIMUM OF SIX TOTAL
14	RETAIL LIQUOR STORE LICENSES, INCLUDING THE INITIAL RETAIL LIQUOR
15	STORE LICENSE ISSUED ON OR BEFORE APRIL 1, 2017, AND ANY
16	ADDITIONAL RETAIL LIQUOR STORE LICENSES OBTAINED UNDER SECTION
17	(4)(b)(III) OF THIS SECTION; AND
18	(B) On or after January 1, 2027, a maximum of nine total
19	RETAIL LIQUOR STORE LICENSES, INCLUDING THE INITIAL RETAIL LIQUOR
20	STORE LICENSE ISSUED ON OR BEFORE APRIL 1, 2017, AND ANY
21	ADDITIONAL RETAIL LIQUOR STORE LICENSES OBTAINED UNDER SECTION
22	(4)(b)(III) or $(4)(b)(III.5)(A)$ of this section; or
23	(7) A LICENSED WHOLESALER SHALL MAKE ALL DELIVERIES OF
24	ALCOHOL BEVERAGES TO A SPECIFIED RETAIL LIQUOR STORE THROUGH A
25	COMMON CARRIER, A CONTRACT CARRIER, OR ON VEHICLES OWNED BY THE
26	WHOLESALER.
27	(8) (a) A RETAIL LIQUOR STORE MUST OBTAIN AND MAINTAIN A

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1	CERTIFICATION AS A RESPONSIBLE ALCOHOL BEVERAGE VENDOR IN
2	ACCORDANCE WITH PART 10 OF THIS ARTICLE 47.
3	(b) An employee of a retail liquor store who is under
4	TWENTY-ONE YEARS OF AGE SHALL NOT DELIVER OR OTHERWISE HAVE
5	ANY CONTACT WITH MALT, VINOUS, OR SPIRITUOUS LIQUORS OFFERED FOR
6	SALE ON, OR SOLD AND REMOVED FROM, THE LICENSED PREMISES.
7	SECTION 4. In Colorado Revised Statutes, 12-47-408, amend
8	(1)(b)(I) introductory portion, (1)(b)(IV) introductory portion,
9	(1)(b)(IV)(B), (4)(a), and (4)(b)(IV) introductory portion; repeal
10	(4)(b)(IV)(E); and <b>add</b> (4)(b)(V), (4)(c), and (4)(d) as follows:
11	12-47-408. Liquor-licensed drugstore license - multiple
12	licenses permitted - requirements - repeal. (1) (b) (I) On or after
13	January 1, 2017, to qualify for an additional liquor-licensed drugstore
14	license under SUBSECTION (4)(b) OF this section, a liquor-licensed
15	drugstore licensee, A CORPORATION WITHIN A CONTROLLED GROUP OF
16	CORPORATIONS AS DESCRIBED IN SUBSECTION (4)(c) OF THIS SECTION, or
17	a retail liquor store licensee that was licensed as a liquor-licensed
18	drugstore on February 21, 2016, AND THAT APPLIED TO CONVERT ITS
19	RETAIL LIQUOR LICENSE TO A LIQUOR-LICENSED DRUGSTORE LICENSE ON
20	OR BEFORE MAY 1, 2017, must apply to the state and local licensing
21	authorities, as part of a single application, for a transfer of ownership of
22	at least two licensed retail liquor stores that were licensed or had applied
23	for a license on or before May 1, 2016, a change of location of one of the
24	retail liquor stores, and a merger and conversion of the retail liquor store
25	licenses into a single liquor-licensed drugstore license. The applicant may
26	apply for a transfer, change of location, and merger and conversion only
27	if all of the following requirements are met:

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(IV) In addition to any other requirements for licensure under this
section or article THIS ARTICLE 47, a person applying for a new
liquor-licensed drugstore license in accordance with this paragraph (b)
SUBSECTION (1)(b) on or after January 1, 2017, or to renew a
liquor-licensed drugstore license issued on or after January 1, 2017, under
this <del>paragraph (b)</del> SUBSECTION (1)(b) must:
(B) Be MAKE AND KEEP ITS PREMISES open to the public.
(4) (a) Except as provided in paragraph (b) of this subsection (4)
SUBSECTIONS (4)(b) AND (4)(c) OF THIS SECTION, it is unlawful for any
owner, part owner, shareholder, or person interested directly or indirectly
in a liquor-licensed drugstore to conduct, own either in whole or in part,
or be directly or indirectly interested in any other business licensed
pursuant to this article ARTICLE 47.
(b) An owner, part owner, shareholder, or person interested
directly or indirectly in a liquor-licensed drugstore may have an interest
in:
(IV) For a liquor-licensed drugstore licensed on or before January
1,2016, or a retail liquor store licensee that was licensed as a
LIQUOR-LICENSED DRUGSTORE ON FEBRUARY 21, 2016, AND THAT
APPLIED, ON OR BEFORE MAY 1, 2017, TO CONVERT ITS RETAIL LIQUOR
LICENSE TO A LIQUOR-LICENSED DRUGSTORE LICENSE, additional
liquor-licensed drugstore licenses as follows, but only if obtained in
$accordance\ with\ \frac{paragraph\ (b)\ of\ subsection\ (1)}{subsection\ (1)}\ SUBSECTION\ (1)(b)\ of\ this$
section:
(V) FOR A PERSON THAT SUBMITTED AN APPLICATION FOR A NEW
Liquor-Licensed drugstore license on or before October $1,2016,$
ADDITIONAL LIQUOR-LICENSED DRUGSTORE LICENSES AS FOLLOWS, BUT

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1	ONLY IF OBTAINED IN ACCORDANCE WITH SUBSECTION (1)(b) OF THIS
2	SECTION:
3	(A) On or after July 1, 2017, and before January 1, 2022,
4	FOUR ADDITIONAL LIQUOR-LICENSED DRUGSTORE LICENSES, FOR A
5	MAXIMUM OF FIVE TOTAL LIQUOR-LICENSED DRUGSTORE LICENSES;
6	(B) On or after January 1, 2022, and before January 1,
7	2027, UP TO SEVEN ADDITIONAL LIQUOR-LICENSED DRUGSTORE LICENSES,
8	FOR A MAXIMUM OF EIGHT TOTAL LIQUOR-LICENSED DRUGSTORE
9	LICENSES;
10	(C) On or after January 1, 2027, and before January 1,
11	2032, UP TO TWELVE ADDITIONAL LIQUOR-LICENSED DRUGSTORE
12	LICENSES, FOR A MAXIMUM OF THIRTEEN TOTAL LIQUOR-LICENSED
13	DRUGSTORE LICENSES; AND
14	(D) On or after January 1, 2032, and before January 1,
15	2037, UP TO NINETEEN ADDITIONAL LIQUOR-LICENSED DRUGSTORE
16	LICENSES, FOR A MAXIMUM OF TWENTY TOTAL LIQUOR-LICENSED
17	DRUGSTORE LICENSES.
18	(c) A CORPORATION WITHIN A CONTROLLED GROUP OF
19	CORPORATIONS, AS DETERMINED UNDER 26 U.S.C. SEC. 1563 (a) AND
20	IMPLEMENTING REGULATIONS, THAT FULLY OR PARTIALLY OWNS OR HAS
21	A DIRECT OR INDIRECT INTEREST IN A LIQUOR-LICENSED DRUGSTORE HAS
22	THE SAME ELIGIBILITY TO HAVE AN INTEREST IN ADDITIONAL
23	LIQUOR-LICENSED DRUGSTORES PURSUANT TO SUBSECTION (4)(b)(V) OF
24	THIS SECTION AS ANY OTHER MEMBER OF THE SAME CONTROLLED GROUP
25	OF CORPORATIONS, BUT THE ENTIRE CONTROLLED GROUP OF
26	CORPORATIONS IS SUBJECT TO THE LIMITATION ON THE NUMBER OF
27	ADDITIONAL COMMONLY OWNED LIQUOR-LICENSED DRUGSTORES

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1	SPECIFIED IN SAID SUBSECTION $(4)(b)(V)$ .
2	(d) Subsection $(4)(b)(V)$ of this section does not apply to a
3	RETAIL LIQUOR STORE LICENSEE THAT WAS LICENSED AS A
4	LIQUOR-LICENSED DRUGSTORE ON FEBRUARY 21, 2016, AND THAT
5	APPLIED, ON OR BEFORE MAY 1, 2017, TO CONVERT ITS RETAIL LIQUOR
6	LICENSE TO A LIQUOR-LICENSED DRUGSTORE LICENSE.
7	SECTION 5. In Colorado Revised Statutes, 12-47-501, add
8	(2)(a)(XVIII) as follows:
9	12-47-501. State fees. (2) (a) The state licensing authority shall
10	establish fees for processing the following types of applications, notices
11	or reports required to be submitted to the state licensing authority:
12	(XVIII) APPLICATIONS FOR TRANSFER OF OWNERSHIP, CHANGE OF
13	LOCATION, AND LICENSE MERGER PURSUANT TO SECTION 12-47-407 (1)(d)
14	SECTION 6. In Colorado Revised Statutes, 12-47-505, amend
15	(4)(a) introductory portion; and add (4)(a)(VI) as follows:
16	12-47-505. Local license fees. (4) (a) Each application for a
17	license provided for in this article ARTICLE 47 and article 46 of this title
18	TITLE 12 filed with a local licensing authority must be accompanied by an
19	application fee in an amount determined by the local licensing authority
20	to cover actual and necessary expenses, subject to the following
21	limitations:
22	(VI) FOR A TRANSFER OF OWNERSHIP, CHANGE OF LOCATION, AND
23	LICENSE MERGER PURSUANT TO SECTION 12-47-407 (1)(d), NOT TO
24	EXCEED ONE THOUSAND DOLLARS.
25	SECTION 7. Effective date. This act takes effect July 1, 2017.
26	SECTION 8. Safety clause. The general assembly hereby finds

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- determines, and declares that this act is necessary for the immediate
- 2 preservation of the public peace, health, and safety.

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