LEGISLATURE OF NEBRASKA ONE HUNDRED EIGHTH LEGISLATURE FIRST SESSION

LEGISLATIVE BILL 377

Introduced by Lowe, 37. Read first time January 12, 2023 Committee:

- A BILL FOR AN ACT relating to the Nebraska Liquor Control Act; to amend
 section 53-124.11, Revised Statutes Cumulative Supplement, 2022; to
 change provisions related to special designated licenses; and to
 repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

Section 1. Section 53-124.11, Revised Statutes Cumulative
 Supplement, 2022, is amended to read:

3 53-124.11 (1) The commission may issue a special designated license for sale or consumption of alcoholic liquor at a designated location to a 4 5 retail licensee, a craft brewery licensee, a microdistillery licensee, a farm winery licensee, the holder of a manufacturer's license issued 6 7 pursuant to subsection (2) of section 53-123.01, a municipal corporation, a fine arts museum incorporated as a nonprofit corporation, a religious 8 9 nonprofit corporation which has been exempted from the payment of federal income taxes, a political organization which has been exempted from the 10 payment of federal income taxes, or any other nonprofit corporation the 11 purpose of which is fraternal, charitable, or public service and which 12 has been exempted from the payment of federal income taxes, under 13 conditions specified in this section. The applicant shall demonstrate 14 meeting the requirements of this subsection. 15

(2)(a) No retail licensee, craft brewery licensee, microdistillery 16 licensee, farm winery licensee, holder of a manufacturer's license issued 17 pursuant to subsection (2) of section 53-123.01, organization, or 18 19 corporation enumerated in subsection (1) of this section may be issued a special designated license under this section for more than six calendar 20 days in any one calendar year, except that a nonprofit corporation the 21 purposes of which is fraternal, charitable, or public service and which 22 23 has been exempted from the payment of federal income taxes may be issued 24 a special designated license for up to twelve calendar days in any one 25 calendar year. Only one special designated license shall be required for any application for two or more consecutive days. 26

(b) A municipal corporation, a fine arts museum incorporated as a nonprofit corporation, a religious nonprofit corporation which has been exempted from the payment of federal income taxes, a political organization which has been exempted from the payment of federal income taxes, or any other nonprofit corporation the purpose of which is

-2-

1 fraternal, charitable, or public service and which has been exempted from 2 the payment of federal income taxes, may apply for special designated 3 licenses for the same location in a single application. The application 4 shall include all dates and times for which a special designated license 5 is being requested at such location.

6 (c) This subsection shall not apply to any holder of a catering7 license.

(3) Except for any special designated license issued to a holder of 8 9 a catering license or to an organization or corporation as provided in subdivision (2)(b) of this section, there shall be a fee of forty dollars 10 for each day identified in the special designated license. For a special 11 designated license issued to an organization or corporation as provided 12 in subdivision (2)(b) of this section, there shall be a fee of forty 13 dollars for the initial special designated license and ten dollars for 14 each additional day beyond the first at the same location in such 15 application. Such fee shall be submitted with the application for the 16 special designated license, collected by the commission, and remitted to 17 the State Treasurer for credit to the General Fund. The applicant shall 18 19 be exempt from the provisions of the Nebraska Liquor Control Act requiring an application or renewal fee and the provisions of the act 20 requiring the expiration of forty-five days from the time the application 21 is received by the commission prior to the issuance of a license, if 22 granted by the commission. The retail licensees, craft brewery licensees, 23 24 microdistillery licensees, farm winery licensees, holders of 25 manufacturer's licenses issued pursuant to subsection (2) of section municipal corporations, organizations, 26 53-123.01, and nonprofit corporations enumerated in subsection (1) of this section seeking a 27 28 special designated license shall file an application on such forms as the commission may prescribe. Such forms shall contain, along with other 29 information as required by the commission, (a) the name of the applicant, 30 (b) the premises for which a special designated license is requested, 31

-3-

identified by street and number if practicable and, if not, by some other 1 appropriate description which definitely locates the premises, (c) the 2 name of the owner or lessee of the premises for which the special 3 designated license is requested, (d) sufficient evidence that the holder 4 5 of the special designated license, if issued, will carry on the activities and business authorized by the license for himself, herself, 6 or itself and not as the agent of any other person, group, organization, 7 or corporation, for profit or not for profit, (e) a statement of the type 8 9 of activity to be carried on during the time period for which a special designated license is requested, and (f) sufficient evidence that the 10 activity will be supervised by persons or managers who are agents of and 11 directly responsible to the holder of the special designated license. 12

(4) No special designated license provided for by this section shall 13 be issued by the commission without the approval of the local governing 14 body. The local governing body may establish criteria for approving or 15 16 denying a special designated license. The local governing body may designate an agent to determine whether a special designated license is 17 to be approved or denied. Such agent shall follow criteria established by 18 the local governing body in making his or her determination. The 19 determination of the agent shall be considered the determination of the 20 local governing body unless otherwise provided by the local governing 21 body. For purposes of this section, the local governing body shall be the 22 city or village within which the premises for which the special 23 designated license is requested are located or, if such premises are not 24 within the corporate limits of a city or village, then the local 25 governing body shall be the county within which the premises for which 26 the special designated license is requested are located. 27

(5) If the applicant meets the requirements of this section, a
special designated license shall be granted and issued by the commission
for use by the holder of the special designated license. All statutory
provisions and rules and regulations of the commission that apply to a

- 4 -

1 retail licensee shall apply to the holder of a special designated license with the exception of such statutory provisions and rules and regulations 2 of the commission so designated by the commission and stated upon the 3 issued special designated license, except that the commission may not 4 designate exemption of sections 53-180 to 53-180.07. The decision of the 5 commission shall be final. If the applicant does not qualify for a 6 7 special designated license, the application shall be denied by the 8 commission.

9 (6) A special designated license issued by the commission shall be 10 mailed or delivered electronically to the city, village, or county clerk 11 who shall deliver such license to the licensee upon receipt of any fee or 12 tax imposed by such city, village, or county.

Sec. 2. Original section 53-124.11, Revised Statutes CumulativeSupplement, 2022, is repealed.