State of South Dakota

EIGHTY-FIFTH SESSION LEGISLATIVE ASSEMBLY, 2010

495R0080

HOUSE COMMERCE ENGROSSED NO. HB~1002 - 1/27/2010

Introduced by: Representatives Turbiville and Lederman and Senators Nelson, Maher, Olson (Russell), and Tieszen at the request of the Interim Committee on Alcoholic Beverage Control and Licensing Laws

- FOR AN ACT ENTITLED, An Act to revise certain provisions regarding the days and hours
- 2 that alcoholic beverages may be sold on a licensed premise and who may sell, serve, or
- dispense alcoholic beverages on a licensed premise and to revise certain provisions
- 4 concerning the power of municipalities and counties to regulate the sale and use of alcoholic
- 5 beverages.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:
- 7 Section 1. That § 35-4-81 be amended to read as follows:
- 8 35-4-81. No on-sale <u>or off-sale</u> licensee, licensed under subdivisions 35-4-2(3), (4), (5), (6),
- 9 (9), (11), and (12), (13), (16), (17), (17A), (18), and (19), may sell, serve, or allow to be
- 10 consumed on the premises covered by the license, alcoholic beverages between the hours of two
- 11 a.m. and seven a.m. or on Sunday after two a.m., on Memorial Day after two a.m., or at any time
- on Christmas Day. A violation of this section is a Class 2 misdemeanor.
- Section 2. That § 35-4-81.1 be repealed.
- 14 35-4-81.1. No off-sale licensee, licensed under subdivisions 35-4-2(3), (5), and (19), may

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- sell, or allow to be sold, alcoholic beverages between the hours of twelve midnight and seven
- 2 a.m. of the following day, or sell, or allow to be sold, distilled spirits or wine on Memorial Day
- 3 or Christmas Day. In addition, no off-sale licensee may sell, or allow to be sold, alcoholic
- 4 beverages on Sunday unless the municipality or the county by ordinance allows such sales on
- 5 Sunday.
- 6 Section 3. That § 35-4-81.2 be repealed.
- 7 35-4-81.2. No licensee licensed under subdivisions 35-4-2(16) and (17) may sell, serve, or
- 8 allow to be consumed on the premises covered by the license, any malt beverage between the
- 9 hours of two a.m. and seven a.m. No licensee licensed under subdivision 35-4-2(12) may sell,
- serve, or allow to be consumed on the premises covered by the license, any wine between the
- 11 hours of two a.m. and seven a.m. A violation of this section is a Class 2 misdemeanor.
- Section 4. That § 35-4-79 be amended to read as follows:
- 13 35-4-79. No on-sale licensee may permit any person less than twenty-one years old to loiter
- on the licensed premises or to sell, serve, dispense, or consume alcoholic beverages on such
- premises. However, an on-sale licensee licensed pursuant to subdivision 35-4-2(4), (6), (11),
- 16 (12), (13), or (16) may permit persons eighteen years old or older to sell and serve or dispense
- 17 alcoholic beverages if not less than fifty percent of the gross business transacted by that
- establishment is from the sale of food alcoholic beverages and the licensee or an employee that
- is at least twenty-one years of age is on the premises when the alcoholic beverage is sold or
- dispensed. For the purposes of this section, the term, "to sell and serve alcoholic beverages,"
- 21 means to take orders for alcoholic beverages and to deliver alcoholic beverages to customers
- as a normal adjunct of waiting tables. The term does not include tending bar or drawing or
- 23 mixing alcoholic beverages.
- A violation of this section is a Class 2 misdemeanor.

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- 1 Section 5. That § 35-4-79.1 be amended to read as follows:
- 2 35-4-79.1. No off-sale licensee licensed under subdivision 35-4-2(3), (5), (17), or (17A) may
- 3 permit any person less than twenty-one years old to sell, serve, or dispense alcoholic beverages
- 4 on the licensed premises unless such sales of alcoholic beverages constitutes less than fifty
- 5 percent of the gross business transacted by that establishment. If alcoholic beverage sales
- 6 constitute less than fifty percent of the gross business transacted by the establishment, the
- 7 licensee may permit persons less than twenty-one years old to sell, serve, or dispense alcoholic
- 8 beverages if the licensee or an employee that is at least twenty-one years of age is on the
- 9 premises when the alcoholic beverage is sold or dispensed.
- Section 6. That § 35-4-79.3 be repealed.
- 11 35-4-79.3. No off-sale licensee licensed under subdivision 35-4-2(3) or (5) may permit any
- 12 person less than twenty-one years old to sell, serve, or dispense alcoholic beverages on the
- 13 licensed premises.
- 14 Section 7. That § 35-4-2.8 be amended to read as follows:
- 15 35-4-2.8. An on-sale licensee, licensed under subdivision 35-4-2(4) or (6), may also be
- licensed under subdivision 35-4-2(12) or (16), or both. A licensee holding two or more licenses
- pursuant to this section may exercise the privileges granted under the license issued pursuant
- to subdivision 35-4-2(12) or subdivision 35-4-2(16) during the time specified in § 35-4-81.2.
- 19 Section 8. That § 9-29-7 be amended to read as follows:
- 9-29-7. Every Each municipality shall have power to may prohibit or regulate the transaction
- of business in alcoholic beverages, and the use and consumption thereof, and to of alcoholic
- beverages, establish the number of on- and off-sale licenses which may be issued, and the fees
- 23 to be charged therefor, for the licenses, and provide for reasonable classifications of on-sale and
- 24 off-sale licenses and for the issuance of high-point beer on- and off-sale licenses to licensees

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1 holding high-point beer licenses on December 31, 1979, for which the fees to be charged for the

- 2 various classifications shall be uniform within each class, consistent with the provisions of Title
- 3 35. The secretary of revenue shall be promptly furnished certified copies of all ordinances and
- 4 resolutions or amendments thereto adopted relating to the exercise of these powers.
- 5 No high-point beer license provided for in this section may be transferred as to site.
- 6 Section 9. That subdivision (8) of § 7-8-20 be amended to read as follows:

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7 (8) To regulate the transaction of business in alcoholic beverages, and the use and consumption thereof of alcoholic beverages, to establish the number of on-sale 8 9 licenses which may be issued, to provide for reasonable classification of on-sale 10 licenses and to fix the fees to be charged for the various classifications which shall 11 be uniform within each class, all licenses consistent with the provisions of Title 35. 12 The secretary of revenue shall be promptly furnished certified copies of all 13 ordinances and resolutions or amendments thereto adopted relating to the exercise 14 of these powers;