# Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

## **ENGROSSED**

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 24-1045.01 Yelana Love x2295

**HOUSE BILL 24-1373** 

#### **HOUSE SPONSORSHIP**

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# A BILL FOR AN ACT

101	CONCERNING PERSONS LICENSED TO SELL ALCOHOL BEVERAGES, AND,
102	IN CONNECTION THEREWITH, CONVERTING CERTAIN
103	LIQUOR-LICENSED DRUGSTORE LICENSES TO FERMENTED MALT
104	BEVERAGE AND WINE RETAILER LICENSES, UPDATING THE
105	REQUIREMENTS FOR WHOLESALERS, REMOVING THE CAP ON THE
106	AMOUNT OF ALCOHOL BEVERAGES A RETAILER CAN PURCHASE
107	FROM RETAIL LIQUOR STORES, PROHIBITING A FERMENTED
108	MALT BEVERAGE AND WINE RETAILER FROM DISPLAYING
109	ALCOHOL BEVERAGES IN CERTAIN LOCATIONS ON THE
110	RETAILER'S SALES FLOOR, EXPANDING CERTAIN LICENSEES'
111	ABILITY TO DELIVER ALCOHOL TO CERTAIN OTHER LICENSEES,
112	PROHIBITING A FERMENTED MALT BEVERAGE AND WINE
113	RETAILER FROM SELLING ALCOHOL BEVERAGES WITH GREATER

## **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>.)

Sections 1 and 2 of the bill eliminate the liquor-licensed drugstore license, effective January 1, 2025. All active liquor-licensed drugstore licenses will convert to a fermented malt beverage and wine retailer license on that date; except that a licensee with a single location may choose to convert the liquor-licensed drugstore license to a retail liquor store license. Sections 18 through 29 make conforming amendments to account for the removal of the liquor-licensed drugstore license.

Sections 3 and 4 require fermented malt beverage and wine retailers to display alcohol beverages for sale in a single location on the licensed premises and prohibit fermented malt beverage and wine retailers from selling alcohol beverages with greater than 14% alcohol by volume.

Sections 5 and 6 expand on a wholesaler's duty not to discriminate when selling products to retailers and allows the state licensing authority to recover the cost of enforcing the anti-discrimination laws from a person found in violation of the anti-discrimination laws.

Current law limits the amount of alcohol beverages certain retailers can purchase from retail liquor stores, liquor-licensed drugstores, and fermented malt beverage and wine retailers. **Sections 7 through 17** remove the cap as it applies to retail liquor stores.

For the delivery of alcohol beverages:

- Section 4 prohibits fermented malt beverage and wine retailers from delivering alcohol beverages to another person licensed to sell alcohol beverages; and
- **Section 24** removes the prohibition on a retail liquor store delivering alcohol beverages to another retail liquor store.

**Section 18** allows automated teller machine (ATM) cards associated with public assistance programs to be used at ATMs in grocery stores.

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1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 44-3-103, add (21.5)
3	and (22.5) as follows:
4	<b>44-3-103. Definitions.</b> As used in this article 3 and article 4 of
5	this title 44, unless the context otherwise requires:
6	(21.5) "INFLATION" MEANS THE ANNUAL PERCENTAGE CHANGE IN
7	THE UNITED STATES DEPARTMENT OF LABOR'S BUREAU OF LABOR
8	STATISTICS CONSUMER PRICE INDEX, OR A SUCCESSOR INDEX, FOR
9	DENVER-AURORA-LAKEWOOD FOR ALL ITEMS PAID BY URBAN
10	CONSUMERS.
11	(22.5) "Keg" means a pressurized, factory-sealed cask or
12	BARREL CONTAINING TWO GALLONS OR MORE OF MALT LIQUOR.
13	SECTION 2. In Colorado Revised Statutes, 44-3-103, amend
14	(26); and <b>add</b> (21.5) as follows:
15	<b>44-3-103. Definitions.</b> As used in this article 3 and article 4 of
16	this title 44, unless the context otherwise requires:
17	(21.5) "INDEPENDENT PHARMACY" HAS THE SAME MEANING AS IN
18	SECTION 25-4-2404 (1)(a).
19	(26) "Liquor-licensed drugstore" means any drugstore
20	INDEPENDENT PHARMACY licensed by the state board of pharmacy that has
21	also applied for and has been granted a license by the state licensing
22	authority to sell malt, vinous, and spirituous liquors in original sealed
23	containers for consumption off the premises.
24	SECTION 3. In Colorado Revised Statutes, 44-3-410, amend
25	(1)(a)(I), (2)(a)(I), and (2)(b); <b>repeal</b> (1)(b), (4)(b)(IV), (4)(b)(V), (4)(c),
26	and (7); and add (8) as follows:
2.7	44-3-410. Liquor-licensed drugstore license - multiple licenses

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1	permitted - requirements - rules. (1) (a) (I) A liquor-licensed drugstore
2	license shall be issued to persons selling malt, vinous, and spirituous
3	liquors in sealed containers not to be consumed at the place where sold.
4	On and after July 1, 2016, except as permitted under subsection (1)(b) of
5	this section, JANUARY 1, 2025, the state and local licensing authorities
6	shall not issue a ANY new liquor-licensed drugstore license if the licensed
7	premises for which a liquor-licensed drugstore license is sought is
8	<del>located:</del> LICENSES.
9	(A) Within one thousand five hundred feet of a retail liquor store
10	licensed under section 44-3-409;
11	(B) For a drugstore premises located in a municipality with a
12	population of ten thousand or fewer, within three thousand feet of a retail
13	liquor store licensed under section 44-3-409; or
14	(C) For a drugstore premises located in a municipality with a
15	population of ten thousand or fewer that is contiguous to the city and
16	county of Denver, within one thousand five hundred feet of a retail liquor
17	store licensed under section 44-3-409.
18	(b) (I) On or after January 1, 2017, to qualify for an additional
19	liquor-licensed drugstore license under this section, a liquor-licensed
20	drugstore licensee, or a retail liquor store licensee that was licensed as a
21	liquor-licensed drugstore on February 21, 2016, must apply to the state
22	and local licensing authorities, as part of a single application, for a
23	transfer of ownership of at least two licensed retail liquor stores that were
24	licensed or had applied for a license on or before May 1, 2016, a change
25	of location of one of the retail liquor stores, and a merger and conversion
26	of the retail liquor store licenses into a single liquor-licensed drugstore
27	license. The applicant may apply for a transfer, change of location, and

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merger and conversion only if all of the following requirements are met:

(A) The retail liquor stores that are the subject of the transfer of ownership are located within the same local licensing authority jurisdiction as the drugstore premises for which the applicant is seeking a liquor-licensed drugstore license, and, if any retail liquor stores are located within one thousand five hundred feet of the drugstore premises or, for a drugstore premises located in a municipality with a population of ten thousand or fewer, within three thousand feet of the drugstore premises, the applicant applies to transfer ownership of all retail liquor stores located within that distance. If there are no licensed retail liquor stores or only one licensed retail liquor store within the same local licensing authority jurisdiction as the drugstore premises for which a liquor-licensed drugstore license is sought, the applicant shall apply to transfer ownership of one or two retail liquor stores, as necessary, that are located in the local licensing authority jurisdiction that is nearest to the iurisdiction in which the drugstore premises is located.

(B) Upon transfer and conversion of the retail liquor store licenses to a single liquor-licensed drugstore license, the drugstore premises for which the liquor-licensed drugstore license is sought will be located at least one thousand five hundred feet from all licensed retail liquor stores that are within the same local licensing authority jurisdiction as the drugstore premises or, for a drugstore premises located in a municipality with a population of ten thousand or fewer, at least three thousand feet from all licensed retail liquor stores that are within the same local licensing authority jurisdiction as the drugstore premises.

(II) For purposes of determining whether the distance requirements specified in subsection (1)(b)(I) of this section are satisfied,

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1	the distance shall be determined by a radius measurement that begins at
2	the principal doorway of the drugstore premises for which the application
3	is made and ends at the principal doorway of the licensed retail liquor
4	store.
5	(III) In making its determination on the transfer of ownership,
6	change of location, and license merger and conversion application, the
7	local licensing authority shall consider the reasonable requirements of the
8	neighborhood and the desires of the adult inhabitants in accordance with
9	section 44-3-312.
10	(IV) In addition to any other requirements for licensure under this
11	section or this article 3, a person applying for a new liquor-licensed
12	drugstore license in accordance with this subsection (1)(b) on or after
13	January 1, 2017, or to renew a liquor-licensed drugstore license issued on
14	or after January 1, 2017, under this subsection (1)(b) must:
15	(A) Provide evidence to the state and local licensing authorities
16	that at least twenty percent of the licensee's gross annual income derived
17	from total sales during the prior twelve months at the drugstore premises
18	for which a new or renewal licenses is sought is from the sale of food
19	items, as defined by the state licensing authority by rule; and
20	(B) Make and keep its premises open to the public.
21	(2) (a) A person licensed under this section to sell malt, vinous,
22	and spirituous liquors as provided in this section shall:
23	(I) Purchase malt, vinous, and spirituous liquors only from a
24	wholesaler licensed under this article 3 OR FROM A RETAILER LICENSED
25	PURSUANT TO SECTION 44-3-409;
26	(b) A person licensed under this section on or after January 1,
27	2017, shall not purchase malt, vinous, or spirituous liquors from a

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1	wholesaler OR RETAILER on credit and shall effect payment upon delivery
2	of the alcohol beverages.
3	(4) (b) An owner, part owner, shareholder, or person interested
4	directly or indirectly in a liquor-licensed drugstore may have an interest
5	in:
6	(IV) For a liquor-licensed drugstore licensed on or before January
7	1, 2016, or a liquor-licensed drugstore licensee that was licensed as a
8	liquor-licensed drugstore on February 21, 2016, that converted its license
9	to a retail liquor store license after February 21, 2016, and that applied on
10	or before May 1, 2017, to convert its retail liquor store license back to a
11	liquor-licensed drugstore license, additional liquor-licensed drugstore
12	licenses as follows, but only if obtained in accordance with subsection
13	(1)(b) of this section:
14	(A) On or after January 1, 2017, and before January 1, 2022, four
15	additional liquor-licensed drugstore licenses, for a maximum of five total
16	liquor-licensed drugstore licenses;
17	(B) On or after January 1, 2022, and before January 1, 2027, up
18	to seven additional liquor-licensed drugstore licenses, for a maximum of
19	eight total liquor-licensed drugstore licenses;
20	(C) On or after January 1, 2027, and before January 1, 2032, up
21	to twelve additional liquor-licensed drugstore licenses, for a maximum of
22	thirteen total liquor-licensed drugstore licenses;
23	(D) On or after January 1, 2032, and before January 1, 2037, up
24	to nineteen additional liquor-licensed drugstore licenses, for a maximum
25	of twenty total liquor-licensed drugstore licenses; and
26	(E) On or after January 1, 2037, an unlimited number of additional
27	liquor-licensed drugstore licenses.

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1	(V) For a liquor-licensed drugstore that submitted an application
2	for a new liquor-licensed drugstore license before October 1, 2016,
3	additional liquor-licensed drugstore licenses as follows, but only if
4	obtained in accordance with subsection (1)(b) of this section:
5	(A) On or after January 1, 2019, and before January 1, 2022, four
6	additional liquor-licensed drugstore licenses, for a maximum of five total
7	liquor-licensed drugstore licenses;
8	(B) On or after January 1, 2022, and before January 1, 2027, up
9	to seven additional liquor-licensed drugstore licenses, for a maximum of
10	eight total liquor-licensed drugstore licenses;
11	(C) On or after January 1, 2027, and before January 1, 2032, up
12	to twelve additional liquor-licensed drugstore licenses, for a maximum of
13	thirteen total liquor-licensed drugstore licenses;
14	(D) On or after January 1, 2032, and before January 1, 2037, up
15	to nineteen additional liquor-licensed drugstore licenses, for a maximum
16	of twenty total liquor-licensed drugstore licenses; and
17	(E) On or after January 1, 2037, an unlimited number of additional
18	liquor-licensed drugstore licenses.
19	(c) Subsection (4)(b)(V) of this section does not apply to a
20	liquor-licensed drugstore licensee that was licensed as a liquor-licensed
21	drugstore on February 21, 2016, that converted its license to a retail liquor
22	store license after February 21, 2016, and that applied on or before May
23	1, 2017, to convert its retail liquor store license back to a liquor-licensed
24	drugstore license.
25	(7) A person licensed under this section that obtains additional
26	liquor-licensed drugstore licenses in accordance with subsection
27	(4)(b)(IV) or (4)(b)(V) of this section may operate under a single or

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1	consolidated corporate entity but shall not commingle purchases of or
2	credit extensions for purchases of malt, vinous, or spirituous liquors from
3	a wholesaler licensed under this article 3 for more than one licensed
4	premises. A wholesaler licensed under this article 3 shall not base the
5	price for the malt, vinous, or spirituous liquors it sells to a liquor-licensed
6	drugstore licensed under this section on the total volume of malt, vinous,
7	or spirituous liquors that the licensee purchases for multiple licensed
8	premises.
9	(8) (a) On and after January 1, 2025, the state or a local
10	LICENSING AUTHORITY SHALL NOT ISSUE ANY NEW LIQUOR-LICENSED
11	DRUGSTORE LICENSES. ON AND AFTER JANUARY 1, 2025, THE STATE OR
12	LOCAL LICENSING AUTHORITY MAY RENEW A LIQUOR-LICENSED
13	DRUGSTORE LICENSE ONLY IF THE LICENSEE IS LICENSED ON THE EFFECTIVE
14	DATE OF THIS SECTION, AS AMENDED.
15	(b) THE STATE AND LOCAL LICENSING AUTHORITIES SHALL TREAT
16	ANY PENDING APPLICATION FOR A LIQUOR-LICENSED DRUGSTORE LICENSE
17	AS AN APPLICATION FOR A FERMENTED MALT BEVERAGE AND WINE
18	RETAILER LICENSE FOR CONSUMPTION OFF THE LICENSED PREMISES
19	ISSUED PURSUANT TO SECTION 44-4-104 (1)(c).
20	
21	SECTION 4. In Colorado Revised Statutes, 44-4-104, add (5),
22	(6), and (7) as follows:
23	44-4-104. Licenses - state license fees - requirements -
24	<b>limitations - definition.</b> (5) A PERSON LICENSED TO SELL FERMENTED
25	MALT BEVERAGES AND WINE UNDER SUBSECTION (1)(c) OF THIS SECTION
26	SHALL NOT:
27	(a) PLACE ANY TEMPORARY DISPLAYS OF ALCOHOL BEVERAGES:

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1	(1) IMMEDIATELY ADJACENT TO NONALCOHOLIC SOFT DRINKS,
2	FRUIT JUICES, BOTTLED WATER, CANDY, OR TOYS;
3	(II) NEAR AN ENTRY OR EXIT OF THE LICENSED PREMISES; OR
4	(III) OUTSIDE OF THE AREA APPROVED BY THE LOCAL LICENSING
5	AUTHORITY FOR THE DISPLAY OF ALCOHOL BEVERAGES; OR
6	(b) ALLOW CUSTOMERS ACCESS TO SINGLE BOTTLES OF ALCOHOL
7	BEVERAGES THAT ARE TWO HUNDRED FIFTY MILLILITERS OR LESS. THE
8	LICENSEE SHALL STORE SUCH ALCOHOL BEVERAGES BEHIND A COUNTER OR
9	IN A LOCKED CASE AND PROHIBIT CUSTOMER ACCESS WITHOUT EMPLOYEE
10	ASSISTANCE.
11	(6) A PERSON LICENSED PURSUANT TO SUBSECTION (1)(c) OF THIS
12	SECTION SHALL NOT SELL:
13	(a) A FERMENTED MALT BEVERAGE THAT IS GREATER THAN
14	SEVENTEEN PERCENT ALCOHOL BY VOLUME; OR
15	(b) WINE THAT IS GREATER THAN TWENTY-ONE PERCENT ALCOHOL
16	BY VOLUME.
17	(7) A PERSON LICENSED PURSUANT TO SUBSECTION (1)(c) OF THIS
18	SECTION SHALL ENSURE THAT ALL WORK PERFORMED ON THE LICENSED
19	PREMISES IN CONNECTION WITH STOCKING AND REPLENISHING FERMENTED
20	MALT BEVERAGES AND WINE IS PERFORMED BY AN EMPLOYEE OF THE
21	LICENSEE.
22	SECTION 5. In Colorado Revised Statutes, 44-4-107, amend
23	(6)(a)(I); and <b>add</b> (8), (9), and (10) as follows:
24	44-4-107. Local licensing authority - application - fees -
25	<b>definitions - rules.</b> (6) (a) A person licensed under subsection (1)(a) of
26	this section who complies with this subsection (6) and rules promulgated
27	under this subsection (6) may deliver fermented malt beverages and wine

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1	in sealed containers to a person of legal age if:
2	(I) The person receiving the delivery of fermented malt beverages
3	or wine is located at a place that is not licensed pursuant to this section
4	ARTICLE 3 OF THIS TITLE 44 OR THIS ARTICLE 4;
5	(8) A PERSON LICENSED PURSUANT TO SUBSECTION (1)(a) OF THIS
6	SECTION SHALL NOT:
7	(a) PLACE ANY TEMPORARY DISPLAYS OF ALCOHOL BEVERAGES:
8	(I) IMMEDIATELY ADJACENT TO NONALCOHOLIC SOFT DRINKS,
9	FRUIT JUICES, BOTTLED WATER, CANDY, OR TOYS;
10	(II) NEAR AN ENTRY OR EXIT OF THE LICENSED PREMISES; OR
11	(III) OUTSIDE OF THE AREA APPROVED BY THE LOCAL LICENSING
12	AUTHORITY FOR THE DISPLAY OF ALCOHOL BEVERAGES; OR
13	(b) ALLOW CUSTOMERS ACCESS TO SINGLE BOTTLES OF ALCOHOL
14	BEVERAGES THAT ARE TWO HUNDRED FIFTY MILLILITERS OR LESS. THE
15	LICENSEE SHALL STORE SUCH ALCOHOL BEVERAGES BEHIND A COUNTER OR
16	IN A LOCKED CASE AND PROHIBIT CUSTOMER ACCESS WITHOUT EMPLOYEE
17	ASSISTANCE.
18	(9) A PERSON LICENSED PURSUANT TO SUBSECTION (1)(a) OF THIS
19	SECTION SHALL NOT SELL:
20	(a) A FERMENTED MALT BEVERAGE THAT IS GREATER THAN
21	SEVENTEEN PERCENT ALCOHOL BY VOLUME; OR
22	(b) WINE THAT IS GREATER THAN TWENTY-ONE PERCENT ALCOHOL
23	BY VOLUME.
24	(10) A PERSON LICENSED PURSUANT TO SUBSECTION (1)(c) OF THIS
25	SECTION SHALL ENSURE THAT ALL WORK PERFORMED ON THE LICENSED
26	PREMISES IN CONNECTION WITH STOCKING AND REPLENISHING FERMENTED
27	MALT BEVERAGES AND WINE IS PERFORMED BY AN EMPLOYEE OF THE

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1	LICENSEE.
2	SECTION 6. In Colorado Revised Statutes, 44-3-407, amend (4);
3	and add (5) as follows:
4	44-3-407. Wholesaler's license - prohibitions - discrimination
5	in wholesale sales - legislative intent - labor - enforcement. (4) (a) A
6	wholesaler shall make available to all retailers licensed pursuant to this
7	article 3 and article 4 of this title 44 in this state without discrimination
8	all malt, vinous, and spirituous liquors offered by the wholesaler for sale
9	at wholesale. A wholesaler shall use its best efforts to make available to
10	licensed retailers each brand of alcohol beverage that the wholesaler has
11	been authorized to distribute. A WHOLESALER MAY OFFER VARIABLE
12	PRICING BASED ON QUANTITIES ORDERED BY A LICENSED RETAILER ON A
13	PER-LICENSED-LOCATION BASIS, INCLUDING MULTIPLE CASE DISCOUNTS.
14	A WHOLESALER SHALL NOT OTHERWISE OFFER MORE FAVORABLE PRICING
15	TO ANY LICENSED RETAILER THAT IS NOT ALSO OFFERED TO EVERY RETAIL
16	LIQUOR STORE LICENSEE. A WHOLESALER SHALL NOT OFFER MORE
17	FAVORABLE PRODUCT AVAILABILITY; RELEVANT INFORMATION
18	REGARDING PRODUCTS THE WHOLESALER OFFERS FOR SALE, INCLUDING
19	VINTAGES AND QUANTITIES ON HAND; DEAL QUANTITIES, FEE STRUCTURES,
20	DISCOUNTS, REBATES, CREDITS, OR ACCESS TO SUPPLIER COUPONS; OR
21	OTHER TERMS OR CONDITIONS OF SALE TO A LICENSED RETAILER THAT ARE
22	NOT ALSO OFFERED TO EVERY RETAIL LIQUOR STORE LICENSEE.
23	(b) (I) Nothing in this section prohibits a wholesaler from
24	establishing reasonable allocation procedures when the anticipated
25	demand for a product is greater than the supply of the product PURSUANT
26	TO THIS SUBSECTION (4)(b).
27	(II) A WHOLESALER SHALL USE REASONABLE, GOOD FAITH,

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1	NONDISCRIMINATORY JUDGMENT IN ALLOCATING A LIMITED SUPPLY OF A
2	PRODUCT AMONG THE LICENSED RETAILERS DESIRING TO PURCHASE THE
3	PRODUCT. IN DETERMINING HOW TO ALLOCATE THE PRODUCT, A
4	WHOLESALER MAY TAKE INTO ACCOUNT THE ANNUAL PURCHASE VOLUME
5	OF LICENSED RETAILERS ON A PER-LICENSED-LOCATION BASIS BUT SHALL
6	NOT AGGREGATE THE PURCHASES OF MULTIPLE LOCATIONS LICENSED TO
7	SELL AT RETAIL FOR CONSUMPTION OFF THE LICENSED PREMISES, WHICH
8	LICENSES ARE HELD BY THE SAME OR A RELATED GROUP OF PERSONS.
9	(III) A WHOLESALER SHALL USE REASONABLE, GOOD FAITH
10	EFFORTS TO ACQUIRE FROM ITS SUPPLIERS AS MUCH OF THE PRODUCT IN
11	QUESTION AS NECESSARY TO SUPPLY FERMENTED MALT BEVERAGE AND
12	WINE RETAILERS AND RETAIL LIQUOR STORE LICENSEES DESIRING TO
13	PURCHASE SUCH PRODUCT IN THE AMOUNTS REQUESTED.
14	(IV) A WHOLESALER SHALL NOT INTENTIONALLY LIMIT ITS SUPPLY
15	OR THE AVAILABILITY OF ANY PRODUCT FOR THE PURPOSE OF OR WITH THE
16	RESULT OF A DISCRIMINATORY AMOUNT OF THAT PRODUCT BEING
17	ALLOCATED TO A PARTICULAR RETAILER OR RETAILERS.
18	(c) THE INTENT OF THIS SUBSECTION (4) IS TO:
19	(I) Ensure that retailers licensed to sell for consumption
20	OFF THE LICENSED PREMISES WITH MULTIPLE LICENSEES AND MULTIPLE
21	LOCATIONS DO NOT RECEIVE ANY PREFERENTIAL TREATMENT OVER
22	INDEPENDENT, SINGLE LOCATION RETAILERS; AND
23	(II) PROHIBIT A RETAILER LICENSED TO SELL FOR CONSUMPTION
24	OFF THE LICENSED PREMISES FROM MAINTAINING CERTAIN PRODUCTS AS
25	"PRIVATE LABELS" AVAILABLE ONLY AT THE RETAILER'S LOCATION.
26	(d) THE STATE LICENSING AUTHORITY MAY RECOVER THE COST OF
27	ENFORCING THIS SUBSECTION (4) FROM A PERSON FOUND IN VIOLATION OF

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1	THIS SUBSECTION (4). MONEY COLLECTED PURSUANT TO THIS SUBSECTION
2	(4)(d) shall be deposited in the Liquor enforcement division and
3	STATE LICENSING AUTHORITY CASH FUND CREATED IN SECTION 44-6-101.
4	(5) A WHOLESALER SHALL NOT PROVIDE ANY LABOR TO OR FOR
5	THE BENEFIT OF A PERSON LICENSED TO SELL FERMENTED MALT
6	BEVERAGES AND WINE PURSUANT TO SECTION 44-4-104 (1)(c) ON THE
7	PERSON'S LICENSED PREMISES BEYOND THE DELIVERY OF PRODUCT FROM
8	THE WHOLESALER'S DELIVERY VEHICLE TO THE NEAREST LOCATION INSIDE
9	THE LICENSED PREMISES THAT DOES NOT BLOCK INGRESS TO OR EGRESS
10	FROM THE LICENSED PREMISES.
11	<b>SECTION 7.</b> In Colorado Revised Statutes, <b>amend</b> 44-6-101 as
12	follows:
13	44-6-101. Liquor enforcement division and state licensing
14	authority cash fund. There is hereby created in the state treasury the
15	liquor enforcement division and state licensing authority cash fund. The
16	fund consists of money transferred in accordance with sections 44-3-407
17	(4)(d), 44-3-502 (1), 44-4-105 (2), and 44-7-104.5 (6). The general
18	assembly shall make annual appropriations from the fund for a portion of
19	the direct and indirect costs of the liquor enforcement division and the
20	state licensing authority in the administration and enforcement of articles
21	3 to 5 and 7 of this title 44. Any money remaining in the fund at the end
22	of each STATE fiscal year remains in the fund and does not revert to the
23	general fund or any other fund. The fund shall be maintained in
24	accordance with section 24-75-402.
25	<b>SECTION 8.</b> In Colorado Revised Statutes, 44-3-411, amend (2)
26	as follows:
27	44-3-411. Beer and wine license. (2) (a) Every person selling

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1	malt and vinous liquors as provided in this section shall purchase THE
2	malt and vinous liquors only from a wholesaler licensed pursuant to this
3	article 3; except that, during a calendar year, any A person selling malt
4	and vinous liquors as provided in this section may purchase not more than
5	two thousand dollars' worth of malt and vinous liquors from retailers
6	licensed pursuant to sections 44-3-409, 44-3-410 and 44-4-104 (1)(c)
7	AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND
8	DOLLARS WORTH OF MALT AND VINOUS LIQUORS FROM A RETAILER
9	LICENSED PURSUANT TO SECTION 44-3-409. A PERSON LICENSED UNDER
10	THIS SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER.
11	(b) A beer and wine licensee shall retain evidence of each
12	purchase of malt and vinous liquors from a retailer licensed pursuant to
13	section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a purchase
14	receipt showing the name of the licensed retailer, the date of purchase, a
15	description of the malt or vinous liquor purchased, and the price paid for
16	the purchase MALT AND VINOUS LIQUORS. The beer and wine licensee
17	shall retain the receipt and shall make it available to the state and local
18	licensing authorities at all times during business hours.
19	
20	<b>SECTION 9.</b> In Colorado Revised Statutes, 44-3-413, <b>amend</b> (7)
21	as follows:
22	44-3-413. Hotel and restaurant license - definitions - rules.
23	(7) (a) Except as provided in subsection (7)(b) of this section, every
24	person selling alcohol beverages as provided in this section shall purchase
25	THE alcohol beverages only from a wholesaler licensed pursuant to this
26	article 3.
27	(b) (I) During a calendar year, a person selling alcohol beverages

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1 as provided in this section may purchase not more than two thousand 2 dollars' worth of malt, vinous, and spirituous liquors from retailers 3 licensed pursuant to sections 44-3-409, 44-3-410 and 44-4-104 (1)(c) 4 AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND 5 DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS FROM A 6 RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON LICENSED 7 UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER. 8 (II) A hotel and restaurant licensee shall retain evidence of each 9 purchase of malt, vinous, or spirituous liquors from a retailer licensed 10 pursuant to section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of 11 a purchase receipt showing the name of the licensed retailer, the date of 12 purchase, a description of the alcohol beverages purchased, and the price 13 paid for the alcohol beverages. The licensee shall retain the receipt and 14 make it available to the state and local licensing authorities at all times 15 during business hours. 16 17 **SECTION 10.** In Colorado Revised Statutes, 44-3-414, amend 18 (2) as follows: 19 **44-3-414.** Tavern license. (2) (a) Every person selling alcohol 20 beverages as provided in this section shall purchase THE alcohol 21 beverages only from a wholesaler licensed pursuant to this article 3; 22 except that, during a calendar year, a person selling alcohol beverages as 23 provided in this section may purchase not more than two thousand dollars' 24 worth of malt, vinous, and spirituous liquors from retailers licensed 25 pursuant to sections 44-3-409, 44-3-410 and 44-4-104(1)(c) AND, DURING 26 A CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND DOLLARS' WORTH

OF MALT, VINOUS, OR SPIRITUOUS LIQUORS FROM A RETAILER LICENSED

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1	PURSUANT TO SECTION 44-3-409. A PERSON LICENSED UNDER THIS
2	SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER.
3	(b) A tavern licensee shall retain evidence of each purchase of
4	malt, vinous, or spirituous liquors from a retailer licensed pursuant to
5	section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a purchase
6	receipt showing the name of the licensed retailer, the date of purchase, a
7	description of the alcohol beverages purchased, and the price paid for the
8	alcohol beverages. The tavern licensee shall retain the receipt and make
9	it available to the state and local licensing authorities at all times during
10	business hours.
11	
12	SECTION 11. In Colorado Revised Statutes, 44-3-416, amend
13	(2) as follows:
14	44-3-416. Retail gaming tavern license. (2) (a) Every person
15	selling alcohol beverages as described PROVIDED in this section shall
16	purchase the alcohol beverages only from a wholesaler licensed pursuant
17	to this article 3; except that, during a calendar year, a person selling
18	alcohol beverages as provided in this section may purchase not more than
19	two thousand dollars' worth of malt, vinous, or spirituous liquors from
20	retailers licensed pursuant to sections 44-3-409, 44-3-410 and 44-4-104
21	(1)(c) AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE
22	THOUSAND DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS
23	FROM A RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON
24	LICENSED UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A
25	WHOLESALER.
26	(b) A retail gaming tavern licensee shall retain evidence of each
27	purchase of malt, vinous, or spirituous liquors from a retailer licensed

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1	pursuant to section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of
2	a purchase receipt showing the name of the licensed retailer, the date of
3	purchase, a description of the alcohol beverages purchased, and the price
4	paid for the alcohol beverages. The licensee shall retain the receipt and
5	make it available to the state and local licensing authorities at all times
6	during business hours.
7	
8	SECTION 12. In Colorado Revised Statutes, 44-3-417, amend
9	(3) as follows:
10	<b>44-3-417. Brew pub license - definitions - repeal.</b> (3) (a) Every
11	person selling alcohol beverages pursuant to AS PROVIDED IN this section
12	shall purchase alcohol beverages, other than those that are manufactured
13	at the licensed brew pub, ONLY from a wholesaler licensed pursuant to
14	this article 3; except that, during a calendar year, a person selling alcohol
15	beverages as provided in this section may purchase not more than two
16	thousand dollars' worth of malt, vinous, and spirituous liquors from
17	retailers licensed pursuant to sections <del>44-3-409,</del> 44-3-410 and 44-4-104
18	(1)(c) AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE
19	THOUSAND DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS
20	FROM A RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON
21	LICENSED UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A
22	WHOLESALER.
23	(b) The brew pub licensee shall retain evidence of each purchase
24	of malt, vinous, and spirituous liquors from a retailer licensed pursuant
25	to section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a
26	purchase receipt showing the name of the licensed retailer, the date of

purchase, a description of the alcohol beverages purchased, and the price

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1	paid for the alcohol beverages. The licensee shall retain the receipt and
2	make it available to THE state and local licensing authorities at all times
3	during business hours.
4	
5	SECTION 13. In Colorado Revised Statutes, 44-3-418, amend
6	(2) as follows:
7	44-3-418. Club license - legislative declaration. (2) (a) Every
8	person selling alcohol beverages as provided in this section shall purchase
9	the alcohol beverages only from a wholesaler licensed pursuant to this
10	article 3; except that, during a calendar year, a person selling alcohol
11	beverages as provided in this section may purchase not more than two
12	thousand dollars' worth of malt, vinous, and spirituous liquors from
13	retailers licensed pursuant to sections 44-3-409, 44-3-410 and 44-4-104
14	(1)(c) AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE
15	THOUSAND DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS
16	FROM A RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON
17	LICENSED UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A
18	WHOLESALER.
19	(b) The club licensee shall retain evidence of each purchase of
20	malt, vinous, or spirituous liquors from a retailer licensed pursuant to
21	section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a purchase
22	receipt showing the name of the licensed retailer, the date of purchase, a
23	description of the alcohol beverages purchased, and the price paid for the
24	alcohol beverages. The licensee shall retain the receipt and make it
25	available to the state and local licensing authorities at all times during
26	business hours.
27	

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1	<b>SECTION 14.</b> In Colorado Revised Statutes, 44-3-419, amend
2	(4) as follows:
3	44-3-419. Arts license - definition. (4) (a) Every person selling
4	alcohol beverages as provided in this section shall purchase the alcohol
5	beverages only from a wholesaler licensed pursuant to this article 3;
6	except that, during a calendar year, a person selling alcohol beverages as
7	provided in this section may purchase not more than two thousand dollars'
8	worth of malt, vinous, and spirituous liquors from retailers licensed
9	pursuant to sections 44-3-409, 44-3-410 and 44-4-104(1)(c) AND, DURING
10	A CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND DOLLARS' WORTH
11	OF MALT, VINOUS, OR SPIRITUOUS LIQUORS FROM A RETAILER LICENSED
12	PURSUANT TO SECTION 44-3-409. A PERSON LICENSED UNDER THIS
13	SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER.
14	(b) An arts licensee shall retain evidence of each purchase of malt,
15	vinous, or spirituous liquors from a retailer licensed pursuant to section
16	44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a purchase receipt
17	showing the name of the licensed retailer, the date of purchase, a
18	description of the alcohol beverages purchased, and the price paid for the
19	alcohol beverages. The licensee shall retain the receipt and make it
20	available to the state and local licensing authorities at all times during
21	business hours.
22	
23	<b>SECTION 15.</b> In Colorado Revised Statutes, 44-3-420, amend
24	(2) as follows:
25	44-3-420. Racetrack license. (2) (a) Every person selling alcohol
26	beverages as provided in this section shall purchase the alcohol beverages
27	only from a wholesaler licensed pursuant to this article 3; except that,

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1	during a calendar year, a person selling alcohol beverages as provided in
2	this section may purchase not more than two thousand dollars' worth of
3	malt, vinous, and spirituous liquors from retailers licensed pursuant to
4	sections 44-3-409, 44-3-410 and 44-4-104 (1)(c) AND, DURING A
5	CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND DOLLARS' WORTH OF
6	MALT, VINOUS, OR SPIRITUOUS LIQUORS FROM A RETAILER LICENSED
7	PURSUANT TO SECTION 44-3-409. A PERSON LICENSED UNDER THIS
8	SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER.
9	(b) A racetrack licensee shall retain evidence of each purchase of
10	malt, vinous, or spirituous liquors from a retailer licensed pursuant to
11	section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of a purchase
12	receipt showing the name of the licensed retailer, the date of purchase, a
13	description of the alcohol beverages purchased, and the price paid for the
14	alcohol beverages. The licensee shall retain the receipt and make it
15	available to the state and local licensing authorities at all times during
16	business hours.
17	
18	<b>SECTION 16.</b> In Colorado Revised Statutes, 44-3-422, amend
19	(3) as follows:
20	44-3-422. Vintner's restaurant license. (3) (a) Every person
21	selling alcohol beverages pursuant to AS PROVIDED IN this section shall
22	purchase the alcohol beverages, other than those that are manufactured at
23	the licensed vintner's restaurant, ONLY from a wholesaler licensed
24	pursuant to this article 3; except that, during a calendar year, a person
25	may purchase not more than two thousand dollars' worth of malt, vinous,
26	and spirituous liquors from retailers licensed pursuant to sections

44-3-409, 44-3-410 and 44-4-104 (1)(c) AND, DURING A CALENDAR

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1	MONTH, NOT MORE THAN FIVE THOUSAND DOLLARS' WORTH OF MALT,
2	VINOUS, OR SPIRITUOUS LIQUORS FROM A RETAILER LICENSED PURSUANT
3	TO SECTION 44-3-409. A PERSON LICENSED UNDER THIS SECTION MAY
4	PURCHASE A KEG ONLY FROM A WHOLESALER.
5	(b) The vintner's restaurant licensee shall retain evidence of each
6	purchase of malt, vinous, and spirituous liquors from a retailer licensed
7	pursuant to section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of
8	a purchase receipt showing the name of the licensed retailer, the date of
9	purchase, a description of the alcohol beverages purchased, and the price
10	paid for the alcohol beverages. The licensee shall retain the receipt and
11	make it available to THE state and local licensing authorities at all times
12	during business hours.
13	
14	SECTION 17. In Colorado Revised Statutes, 44-3-426, amend
15	(4) as follows:
16	44-3-426. Distillery pub license - legislative declaration -
17	<b>definition.</b> (4) (a) Except as provided in subsection (4)(b) of this section,
18	every person selling alcohol beverages pursuant to AS PROVIDED IN this
19	section must SHALL purchase alcohol beverages, other than those that are
20	fermented and distilled at the licensed distillery pub, ONLY from a
21	wholesaler licensed pursuant to this article 3.
22	(b) (I) During a calendar year, a person selling alcohol beverages
23	as provided in this section may purchase not more than two thousand
24	dollars' worth of malt, vinous, and spirituous liquors from retailers
25	licensed pursuant to sections 44-3-409, 44-3-410 and 44-4-104 (1)(c)
26	AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE THOUSAND
27	DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS FROM A

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1	RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON LICENSED
2	UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A WHOLESALER.
3	(II) The distillery pub licensee shall retain evidence of each
4	purchase of malt, vinous, and spirituous liquors from a retailer licensed
5	pursuant to section 44-3-409, 44-3-410, or 44-4-104 (1)(c) in the form of
6	a purchase receipt showing the name of the licensed retailer, the date of
7	purchase, a description of the alcohol beverages purchased, and the price
8	paid for the alcohol beverages. The licensee shall retain the receipt and
9	make it available to THE state and local licensing authorities at all times
10	during business hours.
11	
12	SECTION 18. In Colorado Revised Statutes, 44-3-428, amend
13	(2) as follows:
14	44-3-428. Lodging and entertainment license. (2) (a) A lodging
15	and entertainment facility licensed to sell alcohol beverages as provided
16	in this section shall purchase THE alcohol beverages only from a
17	wholesaler licensed pursuant to this article 3; except that, during a
18	calendar year, a lodging and entertainment facility licensed to sell alcohol
19	beverages as provided in this section may purchase not more than two
20	thousand dollars' worth of malt, vinous, and spirituous liquors from
21	retailers licensed pursuant to sections <del>44-3-409, 44-3-410 and 44-4-104</del>
22	(1)(c) AND, DURING A CALENDAR MONTH, NOT MORE THAN FIVE
23	THOUSAND DOLLARS' WORTH OF MALT, VINOUS, OR SPIRITUOUS LIQUORS
24	FROM A RETAILER LICENSED PURSUANT TO SECTION 44-3-409. A PERSON
25	LICENSED UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM A
26	WHOLESALER.
27	(b) A lodging and entertainment facility licensee shall retain

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1	evidence of each purchase of malt, vinous, or spirituous liquors from a
2	retailer licensed pursuant to section 44-3-409, 44-3-410, or 44-4-104
3	(1)(c) in the form of a purchase receipt showing the name of the licensed
4	retailer, the date of purchase, a description of the alcohol beverages
5	purchased, and the price paid for the alcohol beverages. The lodging and
6	entertainment facility licensee shall retain the receipt and make it
7	available to the state and local licensing authorities at all times during
8	business hours.
9	
10	SECTION 19. In Colorado Revised Statutes, 26-2-104, amend
11	(2)(a)(II)(C) and (2)(h)(I)(B) as follows:
12	26-2-104. Public assistance programs - electronic benefits

26-2-104. Public assistance programs - electronic benefits transfer service - joint reports with department of revenue - signs - rules. (2) (a) (II) Only those businesses that offer products or services related to the purpose of the public assistance benefits are allowed to participate in the electronic benefits transfer service through the use of point-of-sale terminals. Clients shall not be allowed to access cash benefits through the electronic benefits transfer service from automated teller machines in this state located in:

(C) Retail establishments licensed to sell malt, vinous, or spirituous liquors pursuant to part 3 of article 3 of title 44; except that the prohibition in this subsection (2)(a)(II)(C) does not apply to establishments licensed as liquor-licensed drugstores under section 44-3-410 OR FERMENTED MALT BEVERAGE AND WINE RETAILERS AS DEFINED IN SECTION 44-3-103 (18.5);

(h) (I) On or before January 1, 2016, The department of revenue shall adopt rules pursuant to the "State Administrative Procedure Act",

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article 4 of title 24, that relate to a client's use of automated teller machines at locations where the use is prohibited. The rules must apply to the following establishments:

(B) Retail establishments licensed to sell malt, vinous, or spirituous liquors pursuant to part 3 of article 3 of title 44, excluding establishments licensed as liquor-licensed drugstores under section 44-3-410 AND FERMENTED MALT BEVERAGE AND WINE RETAILERS AS DEFINED IN SECTION 44-3-103 (18.5);

SECTION 20. In Colorado Revised Statutes, 44-3-303, amend (1)(b), (1)(c)(I), and (2); and repeal (1)(c)(II) as follows:

44-3-303. Transfer of ownership and temporary permits.

(1) (b) When a license has been issued to a husband and wife, SPOUSES or to general or limited partners, the death of a spouse or partner shall not require the surviving spouse or partner to obtain a new license. All rights and privileges granted under the original license shall continue in full force and effect as to such survivors for the balance of the license period.

(c) (I) Except as provided in subsection (1)(c)(II) of this section, For any other transfer of ownership, application must be made to the state and local licensing authorities on forms prepared and furnished by the state licensing authority. In determining whether to permit a transfer of ownership, the licensing authorities shall consider only the requirements of section 44-3-307 and 1 CCR 203-2, rule 47-302, entitled "Changing, 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 subsection (1)(c)(III) of this section. Any transfer of ownership

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hearing by the state licensing authority must be held in accordance with section 44-3-305 (2).

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(II) A license merger and conversion as provided for in section 44-3-410 (1)(b) includes a transfer of ownership of at least two retail liquor stores, a change of location of one of the retail liquor stores, and a merger and conversion of the retail liquor store licenses into a single liquor-licensed drugstore license, all as part of a single transaction, and the liquor-licensed drugstore applicant need not apply separately for a transfer of ownership under this section. The liquor-licensed drugstore applying for a license merger and conversion pursuant to section 44-3-410 (1)(b) is ineligible for a temporary permit pursuant to this section. The local licensing authority shall consider the reasonable requirements of the neighborhood pursuant to section 44-3-312 when making a determination on the merger and conversion of the retail liquor store licenses into a single liquor-licensed drugstore license. The local licensing authority may hold a hearing on the application for the license merger and conversion after providing notice in accordance with subsection (1)(c)(III) of this section.

(2) Notwithstanding any provision of this article 3 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 3 or article 4 of this title 44. except that a local licensing authority shall not issue a temporary permit to a liquor-licensed drugstore that has acquired ownership of licensed retail liquor stores in accordance with section 44-3-410 (1)(b). A temporary permit authorizes a transferee to continue selling alcohol beverages as permitted under the permanent license during the period in which an

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1	application to transfer the ownership of the license is pending.
2	SECTION 21. In Colorado Revised Statutes, 44-3-312, amend
3	(2)(a) as follows:
4	44-3-312. Results of investigation - decision of authorities.
5	(2) (a) Before entering any decision approving or denying the AN
6	application, the local licensing authority shall consider, except where this
7	article 3 specifically provides otherwise, the facts and evidence adduced
8	as a result of its investigation, as well as any other facts, the reasonable
9	requirements of the neighborhood for the type of license for which
10	application has been made, the desires of the adult inhabitants, the
11	number, type, and availability of alcohol beverage outlets located in or
12	near the neighborhood under consideration, and any other pertinent
13	matters affecting the qualifications of the applicant for the conduct of the
14	type of business proposed; except that the reasonable requirements of the
15	neighborhood shall not be considered in the issuance of a club liquor
16	license. For the merger and conversion of retail liquor store licenses to a
17	single liquor-licensed drugstore license in accordance with section
18	44-3-410(1)(b), the local licensing authority shall consider the reasonable
19	requirements of the neighborhood and the desires of the adult inhabitants
20	of the neighborhood.
21	SECTION 22. In Colorado Revised Statutes, 44-3-409, amend
22	(2)(a)(I); and <b>repeal</b> (3)(a)(I) and (5) as follows:
23	44-3-409. Retail liquor store license - rules. (2) (a) A person
24	licensed under this section to sell malt, vinous, and spirituous liquors in
25	a retail liquor store:
26	(I) Shall purchase the malt, vinous, and spirituous liquors only
27	from a wholesaler licensed pursuant to this article 3; and EXCEPT THAT,

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1	DURING A CALENDAR MONTH, A PERSON LICENSED UNDER THIS SECTION
2	MAY PURCHASE UP TO FIVE THOUSAND DOLLARS' WORTH OF ALCOHOL
3	BEVERAGES FROM A RETAILER LICENSED PURSUANT TO THIS SECTION. A
4	PERSON LICENSED UNDER THIS SECTION MAY PURCHASE A KEG ONLY FROM
5	A WHOLESALER.
6	(3) (a) A person licensed to sell at retail who complies with this
7	subsection (3) and rules promulgated pursuant to this subsection (3) may
8	deliver malt, vinous, and spirituous liquors to a person of legal age if:
9	(I) The person receiving the delivery of malt, vinous, or spirituous
10	liquors is located at a place that is not licensed pursuant to this section;
11	(5) A liquor-licensed drugstore may apply to the state and local
12	licensing authorities, as part of a single application, for a merger and
13	conversion of retail liquor store licenses to a single liquor-licensed
14	drugstore license as provided in section 44-3-410 (1)(b).
15	
16	SECTION 23. In Colorado Revised Statutes, 44-3-501, repeal
17	(3)(a)(XVI) as follows:
18	<b>44-3-501. State fees - rules.</b> (3) (a) The state licensing authority
19	shall establish fees for processing the following types of applications,
20	notices, or reports required to be submitted to the state licensing
21	authority:
22	(XVI) Applications for transfer of ownership, change of location,
23	and license merger and conversion pursuant to section 44-3-410 (1)(b);
24	
25	SECTION 24. In Colorado Revised Statutes, 44-3-505, amend
26	(1) introductory portion; and <b>repeal</b> (4)(a)(V) as follows:
27	44-3-505. Local license fees. (1) The applicant shall pay the

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1	following license fees to the treasurer of the municipality CITY, city and
2	county, or county where the licensed premises is located annually in
3	advance:
4	
5	(4) (a) Each application for a license provided for in this article 3
6	and article 4 of this title 44 filed with a local licensing authority must be
7	accompanied by an application fee in an amount determined by the local
8	licensing authority to cover actual and necessary expenses, subject to the
9	following limitations:
10	(V) For a transfer of ownership, change of location, and license
11	merger and conversion pursuant to section 44-3-410 (1)(b), not to exceed
12	one thousand dollars.
13	SECTION 25. In Colorado Revised Statutes, 44-3-901, amend
14	(1)(g), (6)(k)(I), and (6)(k)(V) as follows:
15	44-3-901. Unlawful acts - exceptions - definitions. (1) Except
16	as provided in section 18-13-122, it is unlawful for any person:
17	(g) To sell at retail any malt, vinous, or spirituous liquors in sealed
18	containers without holding a retail liquor store or liquor-licensed
19	drugstore license, except as permitted by section 44-3-107 (2) or 44-3-301
20	(6)(b) or any other provision of this article 3, or to sell at retail any
21	fermented malt beverages in sealed containers without holding a
22	fermented malt beverage retailer's license under section 44-4-104 (1)(c)
23	or to sell at retail any fermented malt beverages and wine in sealed
24	containers without holding a fermented malt beverage and wine retailer's
25	license under section 44-4-104 (1)(c) OR 44-4-107 (1)(a);
26	
27	(6) It is unlawful for any person licensed to sell at retail pursuant

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2 3 (k) (I) Except as provided in subsections (6)(k)(II), (6)(k)(IV), and 4 (6)(k)(V) of this section, to have on the licensed premises, if licensed as 5 a retail liquor store, liquor-licensed drugstore, fermented malt beverage 6 retailer, or fermented malt beverage and wine retailer, any container that 7 shows evidence of having once been opened or that contains a volume of 8 liquor less than that specified on the label of the container; 9 10 (V) A person holding a retail liquor store or liquor-licensed 11 drugstore license under this article 3 or a fermented malt beverage and 12 wine retailer's license under section 44-4-107 (1)(a) may have upon the 13 licensed premises an open container of an alcohol beverage product that 14 the licensee discovers to be damaged or defective so long as the licensee 15 marks the product as damaged or for return and stores the open container 16 outside the sales area of the licensed premises until the licensee is able to 17 return the product to the wholesaler OR RETAILER from whom the product 18 was purchased. 19 20 **SECTION 26.** In Colorado Revised Statutes, **add** 44-3-314 as 21 follows: 22 44-3-314. Adjustments for inflation - retail-to-retail sales. 23 (1) ON JANUARY 1, 2025, AND EACH JANUARY 1 THEREAFTER, THE STATE 24 LICENSING AUTHORITY SHALL ADJUST FOR INFLATION THE PURCHASE 25 LIMITATIONS FOR SALES BETWEEN RETAIL LICENSEES SPECIFIED IN 26 SECTIONS 44-3-409 (2)(a)(I), 44-3-411 (2)(a), 44-3-413 (7)(b)(I), 27 44-3-414 (2)(a), 44-3-416 (2)(a), 44-3-417 (3)(a), 44-3-418 (2)(a),

to this article 3 or article 4 of this title 44:

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1	44-3-419 (4)(a), 44-3-420 (2)(a), 44-3-422 (3)(a), 44-3-426 (4)(a), AND
2	44-3-428 (2)(a).
3	(2) THE STATE LICENSING AUTHORITY SHALL PUBLISH THE
4	ADJUSTED PURCHASE LIMITATION AMOUNT ON THE LIQUOR ENFORCEMENT
5	DIVISION'S WEBSITE.
6	<b>SECTION 27.</b> Appropriation. (1) For the 2024-25 state fiscal
7	year, \$190,086 is appropriated to the department of revenue. This
8	appropriation is from liquor enforcement division and state licensing
9	authority cash fund created in 44-6-101, C.R.S. To implement this act, the
10	department may use this appropriation as follows:
11	(a) \$50,518 for use by the specialized business group for personal
12	services related to liquor and tobacco enforcement, which amount is
13	based on an assumption that the division will require an additional 0.6
14	FTE;
15	(b) \$14,108 for use by the specialized business group for operating
16	expenses related to liquor and tobacco enforcement; and
17	(c) \$125,460 for the purchase of legal services.
18	(2) For the 2024-25 state fiscal year, \$125,460 is appropriated to
19	the department of law. This appropriation is from reappropriated funds
20	received from the department of revenue under subsection (1)(c) of this
21	section and is based on an assumption that the department of law will
22	require an additional 0.5 FTE. To implement this act, the department of
23	law may use this appropriation to provide legal services for the
24	department of revenue.
25	SECTION 28. Act subject to petition - effective date. This act
26	takes effect at 12:01 a.m. on the day following the expiration of the
27	ninety-day period after final adjournment of the general assembly; except

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- that, if a referendum petition is filed pursuant to section 1 (3) of article V
- of the state constitution against this act or an item, section, or part of this
- act within such period, then the act, item, section, or part will not take
- 4 effect unless approved by the people at the general election to be held in
- November 2024 and, in such case, will take effect on the date of the
- 6 official declaration of the vote thereon by the governor.

-32- 1373