- 1 HB395
- 2 217962-2
- 3 By Representative Lovvorn
- 4 RFD: Economic Development and Tourism
- 5 First Read: 22-FEB-22

1	<u>ENGROSSED</u>
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4	A BILL
5	TO BE ENTITLED
6	AN ACT
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8	Relating to alcoholic beverages; to create a
9	Hospitality Management Program license issued and regulated by
10	the Alcoholic Beverage Control Board; to specify authorized
11	activities; and to provide for license fees.
12	BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
13	Section 1. (a) As used in this section, the term
14	state university means a public two-year institution of higher
15	education that has its own campus police department or a
16	four-year institution of higher education.
17	(b) Upon compliance by an applicant with this
18	section and Chapter 3A of Title 28, Code of Alabama 1975, and
19	the rules adopted thereunder, the Alcoholic Beverage Control
20	Board may issue a Hospitality Management Program license for
21	any state university that operates a school or college that
22	offers bachelors degrees in Hospitality Management,
23	Hospitality Sciences, Hotel Management, Event Management,
24	Restaurant Management, or Culinary Sciences. A Hospitality
25	Management Program license may be issued to the state
26	university upon whose property the licensed premises is
27	located or to a third party licensee of the board that has

contracted with the state university to perform the licensed activities on the premises located on the state university campus.

- (c) An application for a license under this section must be accompanied by a certificate from signed by the president or equivalent chief executive officer of the state university upon whose property the licensed premises is located. located. If the applicant is a two-year institution of higher education, the application must also be signed by the Chancellor of the Alabama Community College System.
- (d) Notwithstanding any provision of Title 28, Code of Alabama 1975, including subdivision (a)(20) of Section 28-3A-25 and Section 28-3-4, Code of Alabama 1975, a Hospitality Management Program license authorizes the licensee to do all of the following:
- (1) Operate distilleries, wineries, breweries, or brewpubs, or any combination thereof, upon the premises of the state university as necessary to effectuate the purpose and mission of the state university and the academic programs described in subsection (b), provided the operations shall be in compliance with state and federal laws, rules, and regulations and the licensee shall be approved and permitted by the Alcohol and Tobacco Tax and Trade Bureau prior to operating. The alcoholic beverages produced by the distilleries, wineries, breweries, or and brewpubs may be sold at retail as further described in subdivision (4) or used for teaching purposes.

as deemed necessary on the licensed premises and on adjacent board licensed premises, whether or not operated by the licensee, alone or in support of the state university's academic or other programs, or by other, third-party board retail licensees. The licensee may work in conjunction with personnel of other, third-party licensees of the board and may participate in activities of the state university. Students, interns, or employees shall be considered employees, agents, or servants of the licensees for the determination of liability.

- (3) Lease an area on the licensed premises to the Alcoholic Beverage Control Board for use, if requested, to facilitate the traffic of alcoholic beverages to other board retail licensees located on the property that participate in the activities of the state university. With approval of the board, the licensee may be permitted to maintain a central storage area for alcoholic beverages produced by the licensee and to transfer and distribute the alcoholic beverages to other areas or operations on the licensed premises or other areas on the state university's campus, but may not leave the campus except as otherwise authorized pursuant to Title 28, Code of Alabama 1975.
- (4) Purchase other liquor and wine from the board, or as authorized by the board; purchase table wine and beer from any wholesale licensee of the board; and sell liquor, wine, and beer dispensed from containers of any size, to

include draft or keg beer, for on-premises consumption or
off-premises consumption each day of the week, including
Sundays. The sale of alcoholic beverages shall be in
furtherance of the educational mission of the state university
and the academic programs described in this section, and shall
be confined to those buildings, facilities, and grounds that
comprise the premises licensed pursuant to this section.

<u>(e) The Alcoholic Beverage Control Board may not</u>

<u>issue a Hospitality Management Program license to more than</u>

three two-year institutions of higher education.

(e) (f) A licensee may not manufacture 60,000 or more barrels of beer per year on its licensed premises, and beer sold for off-premises consumption may not exceed 864 ounces per customer per day.

(f) (g) There is levied and assessed, upon all alcoholic beverages manufactured and sold at retail as provided in this section, the privilege or excise tax imposed on the sale of beer by Sections 28-3-184 and 28-3-190, Code of Alabama 1975; imposed on the sale of table wine by Section 28-7-18, Code of Alabama 1975; and imposed on the sale of liquor by Sections 28-3-200 through 28-3-205, Code of Alabama 1975, in the same manner as provided in those sections.

 $\frac{\text{(e) (g)}}{\text{(h)}}$ A licensee shall maintain Responsible Vendor Program training records.

(f) (h) (i) A licensee operating in compliance with this section and any rules adopted by the board thereto shall

not be required to obtain any other license of the board under
Chapter 3A of Title 28, Code of Alabama 1975.

(g) (i) (j) An annual license fee of one thousand dollars (\$1,000) is levied and prescribed for a Hospitality Management Program license issued and renewed by the board pursuant to this section and Chapter 3A of Title 28, Code of Alabama 1975.

Section 2. This act shall become effective on the first day of the third month following its passage and approval by the Governor, or its otherwise becoming law.

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3	House of Representatives
4 5 6 7	Read for the first time and re- ferred to the House of Representa- tives committee on Economic Devel- opment and Tourism
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9 10	Read for the second time and placed on the calendar 1 amendment 02-MAR-22
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12 13	Read for the third time and passed as amended 09-MAR-22
14	Yeas 76, Nays 8, Abstains 12
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16 17 18	Jeff Woodard Clerk