SENATE BILL 78

54TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2019

INTRODUCED BY

William P. Soules

AN ACT

RELATING TO LIQUOR CONTROL; PROVIDING THAT A LOCAL OPTION
DISTRICT MAY HOLD AN ELECTION TO ALLOW THE SALE BY CERTAIN
RESTAURANT LICENSEES OF SPIRITUOUS LIQUORS DISTILLED AND
BOTTLED IN NEW MEXICO.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 60-6A-4 NMSA 1978 (being Laws 1981, Chapter 39, Section 21, as amended) is amended to read:

"60-6A-4. RESTAURANT LICENSE.--

A. At any time after the effective date of the Liquor Control Act, a local option district may approve the issuance of restaurant licenses for either the sale of beer and wine only or for the sale of beer and wine and of spirituous liquors distilled and bottled in New Mexico by holding an election on [that question] either option or both options

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pursuant to the procedures set out in Section 60-5A-1 NMSA
1978. The election also may be initiated by a resolution
adopted by the governing body of the local option district
without a petition from registered qualified electors having
been submitted.
B. A local option district that approves the
issuance of restaurant licenses for the sale of beer and wine
and of spirituous liquors distilled and bottled in New Mexico
shall limit the geographic locations in which those licenses
are effective to locations designated as:
(1) an enterprise zone, pursuant to the
Enterprise Zone Act;
(2) a tax increment development district,
pursuant to the Tax Increment for Development Act;
(3) an arts and cultural district, pursuant to
the Arts and Cultural District Act;
(4) a main street, pursuant to the Main Street
Act;
(5) a business improvement district, pursuant
to the Business Improvement District Act;
(6) a frontier community; or
(7) any other geographic location within a
local option district that has been identified by the main
street program coordinator or the relevant local government as
a location in need of revitalization or economic development

improvements.

[Br] C. After the approval of restaurant licenses by the registered qualified electors of the local option district and upon completion of all requirements in the Liquor Control Act for the issuance of licenses, a restaurant located or to be located within the local option district or within a designated location in a local option district as provided for in Subsection B of this section may receive a restaurant license to sell, serve or allow the consumption of beer and wine, and spirituous liquors distilled and bottled in New Mexico, if applicable, subject to the following requirements and restrictions:

- (1) the applicant shall submit evidence to the department that [he] the applicant has a current valid food service establishment permit;
- (2) an applicant for a license to sell, serve or allow the consumption of beer and wine and of spirituous liquors distilled and bottled in New Mexico shall submit evidence to the department that the applicant's restaurant is located within the local option district's designated area, as required in Subsection B of this section;
- [(2)] <u>(3)</u> the applicant shall satisfy the director that the primary source of revenue from the operation of the restaurant will be derived from meals and not from the sale of beer and wine, <u>and spirituous liquors distilled and</u>
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bottled in New Mexico, if applicable;

[(3)] (4) the director shall condition renewal upon a requirement that no less than sixty percent of gross receipts from the preceding twelve months' operation of the licensed restaurant was derived from the sale of meals;

[(4)] (5) upon application for renewal, the licensee shall submit an annual report to the director indicating the annual gross receipts from the sale of meals and from the sale of beer and wine [sales], and spirituous liquors distilled and bottled in New Mexico, if applicable;

[(5)] (6) restaurant licensees shall not sell beer [and] or wine, or spirituous liquors distilled and bottled in New Mexico, if applicable, for consumption off the licensed premises;

[(6)] (7) all sales, services and consumption of beer and wine, and spirituous liquors distilled and bottled in New Mexico, if applicable, authorized by a restaurant license shall cease at the time meals sales and services cease or at 11:00 p.m., whichever time is earlier;

[(7)] <u>(8)</u> if Sunday sales have been approved in the local option district, a restaurant licensee may serve beer and wine, and spirituous liquors distilled and bottled in New Mexico, if applicable, on Sundays until the time meals sales and services cease or ll:00 p.m., whichever time is earlier; and

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2	transferable from person to person or from one location to
3	another.
4	[C.] <u>D.</u> The provisions of Section 60-6A-18 NMSA
5	1978 shall not apply to restaurant licenses.
6	[$rac{D_{ullet}}{2}$] $rac{E_{ullet}}{2}$ Nothing in this section shall prevent a
7	restaurant licensee from receiving other licenses pursuant to
8	the Liquor Control Act."
9	SECTION 2. Section 60-6A-15 NMSA 1978 (being Laws 1981,
10	Chapter 39, Section 32, as amended) is amended to read:
11	"60-6A-15. LICENSE FEESEvery application for the
12	issuance or renewal of the following licenses shall be
13	accompanied by a license fee in the following specified
14	amounts:
15	A. manufacturer's license as a distiller, except a
16	brandy manufacturer, three thousand dollars (\$3,000);
17	B. manufacturer's license as a brewer, three
18	thousand dollars (\$3,000);
19	C. manufacturer's license as a rectifier, one
20	thousand fifty dollars (\$1,050);
21	D. wholesaler's license to sell all alcoholic
22	beverages for resale only, two thousand five hundred dollars
23	(\$2,500);
24	E. wholesaler's license to sell spirituous liquors
25	and wine for resale only one thousand seven hundred fifty

[(8)] (9) a restaurant license shall not be

1	dollars (\$1,750);
2	F. wholesaler's license to sell spirituous liquors
3	for resale only, one thousand five hundred dollars (\$1,500);
4	G. wholesaler's license to sell beer and wine for
5	resale only, one thousand five hundred dollars (\$1,500);
6	H. wholesaler's license to sell beer for resale
7	only, one thousand dollars (\$1,000);
8	I. wholesaler's license to sell wine for resale
9	only, seven hundred fifty dollars (\$750);
10	J. retailer's license, one thousand three hundred
11	dollars (\$1,300);
12	K. dispenser's license, one thousand three hundred
13	dollars (\$1,300);
14	L. canopy license, one thousand three hundred
15	dollars (\$1,300);
16	M. restaurant license:
17	(1) for the sale of beer and wine only, one
18	thousand fifty dollars (\$1,050); or
19	(2) for the sale of beer and wine and of
20	spirituous liquors distilled and bottled in New Mexico, two
21	thousand dollars (\$2,000);
22	N. club license, for clubs with more than two
23	hundred fifty members, one thousand two hundred fifty dollars
24	(\$1,250), and for clubs with two hundred fifty members or
25	fewer, two hundred fifty dollars (\$250);
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1	0. wine bottler's license to sell to wholesalers
2	only, five hundred dollars (\$500);
3	P. public service license, one thousand two hundred
4	fifty dollars (\$1,250);
5	Q. nonresident licenses, for a total billing to New
6	Mexico wholesalers:
7	(1) in excess of:
8	\$3,000,000 annually \$10,500;
9	1,000,000 annually 5,250;
10	500,000 annually
11	200,000 annually
12	100,000 annually
13	and
14	50,000 annually
15	and
16	(2) of \$50,000 or less \$300;
17	R. wine wholesaler's license, for persons with
18	sales of five thousand gallons of wine per year or less,
19	twenty-five dollars (\$25.00), and for persons with sales in
20	excess of five thousand gallons of wine per year, one hundred
21	dollars (\$100); and
22	S. beer bottler's license, two hundred dollars
23	(\$200)."
24	SECTION 3. EFFECTIVE DATEThe effective date of the
25	provisions of this act is July 1, 2019.
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