

1 STATE OF OKLAHOMA

2 1st Session of the 51st Legislature (2007)

3 COMMITTEE SUBSTITUTE
4 FOR

5 SENATE BILL 1078

6 By: (Nichols)

7 COMMITTEE SUBSTITUTE

8 [intoxicating liquors - revocation or suspension of
9 license - effective date]

10
11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

12 SECTION 1. AMENDATORY 37 O.S. 2001, Section 528, is
13 amended to read as follows:

14 Section 528. A. Any license issued pursuant to the provisions
15 of the Oklahoma Alcoholic Beverage Control Act, Section 501 et seq.
16 of this title, by order of the Alcoholic Beverage Laws Enforcement
17 Commission, after due notice and hearing, may be revoked or
18 suspended if the ABLE Commission finds or has grounds to believe
19 that the licensee has:

- 20 1. Violated any rule adopted by the ABLE Commission;
21 2. Procured a license through fraud, or misrepresentation, or
22 concealment of a material fact;

- 1 3. Made any false representation or statement to the ABLE
2 Commission in order to prevent or induce action by the ABLE
3 Commission;
- 4 4. Maintained an unsanitary establishment or has supplied
5 impure or otherwise deleterious beverages or food;
- 6 5. Stored, possessed, mixed or served on the premises of a
7 bottle club any alcoholic beverage upon which the tax levied by
8 Section 553 of this title has not been paid as provided for in the
9 Oklahoma Alcoholic Beverage Control Act, in a county of this state
10 where the sale of alcoholic beverages by the individual drink for
11 on-premises consumption has not been authorized;
- 12 6. Misrepresented to a customer or the public any alcoholic
13 beverage sold by the licensee; or
- 14 7. Had any permit or license issued by the Oklahoma Tax
15 Commission and required by the Oklahoma Alcoholic Beverage Control
16 Act, suspended or revoked by the Tax Commission.

17 B. The ABLE Commission may revoke or suspend the license of any
18 mixed beverage, caterer or bottle club licensee if the ABLE
19 Commission finds or has grounds to believe that such licensee:

- 20 1. Has acted as an agent of a manufacturer or wholesaler of
21 alcoholic beverages;
- 22 2. Is a manufacturer or wholesaler of alcoholic beverages;
- 23 3. Has borrowed money or property or accepted gratuities or
24 rebates from a manufacturer or wholesaler of alcoholic beverages;

1 4. Has obtained the use of equipment from any manufacturer or
2 wholesaler of alcoholic beverages or any agent thereof;

3 5. Has violated any of the provisions of the Oklahoma Alcoholic
4 Beverage Control Act for which mandatory revocation or suspension is
5 not required; or

6 6. Has been convicted on or after July 1, 1985, of a violation
7 of any state or federal law relating to alcoholic beverage for which
8 mandatory revocation or suspension is not required.

9 C. The ABLE Commission may revoke or suspend the license of any
10 retail, mixed beverage, caterer, or bottle club licensee if the ABLE
11 Commission finds or has grounds to believe that such licensee has
12 borrowed money or property or accepted gratuities, discounts,
13 rebates, free goods, allowances, or other inducements from a
14 wholesaler of alcoholic beverages.

15 D. The ABLE Commission shall revoke the license of any licensee
16 if said Commission finds:

17 1. That the licensee knowingly sold alcoholic beverages or
18 allowed such beverages to be sold, delivered or furnished to any
19 person under the age of twenty-one (21) years, or to any person
20 visibly intoxicated or adjudged insane or mentally deficient;

21 2. That the licensee, any general or limited partner of the
22 licensee, or in the case of a corporation, an officer or director of
23 the corporation, has been convicted of a felony;

1 3. That, in the case of a wholesaler, Class B wholesaler, or
2 retail package store licensee, the holder of the license or any
3 member of a general or limited partnership which is the holder of
4 such a license, has been convicted of a prohibitory law relating to
5 the sale, manufacture, or transportation of alcoholic beverages
6 which constitutes a felony or a misdemeanor.

7 ~~D.~~ E. If the ABLE Commission shall find by a preponderance of
8 the evidence as in civil cases that the holder of a package store
9 license has knowingly sold any alcoholic beverage to any person
10 under the age of twenty-one (21) years, after a public hearing it
11 shall revoke said license and no discretion as to said revocation
12 shall be exercised by the ABLE Commission.

13 ~~E.~~ F. The ABLE Commission shall have the authority to
14 promulgate rules and regulations to establish a penalty schedule for
15 violations of any provision of the Oklahoma Alcoholic Beverage
16 Control Act or any rule or regulation of the ABLE Commission. The
17 schedule shall provide for suspension or revocation of any license
18 for major and minor violations as determined by the ABLE Commission.
19 Penalties shall be increasingly severe with each violation by a
20 licensee.

21 Provided, that for a fourth major violation by a licensee within
22 a twenty-four-month period the penalty shall be mandatory revocation
23 of license. The twenty-four-month period shall be calculated from
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1 the date of the most recent violation as set forth in an order
2 signed by the Director or the designee of the Director.

3 ~~F.~~ G. The ABLE Commission may impose a monetary penalty in lieu
4 of or in addition to suspension of a license. The amount of fine
5 for a major violation shall be computed by multiplying the proposed
6 number of days of the suspension period by One Hundred Dollars
7 (\$100.00). The amount of fine for a minor violation shall be
8 computed by multiplying the number of days of the proposed
9 suspension period by Fifty Dollars (\$50.00).

10 ~~G.~~ H. The failure of any licensee to pay a fine or serve a
11 suspension imposed by the ABLE Commission shall result in the
12 revocation of the license of said licensee.

13 ~~H.~~ I. If the ABLE Commission finds that public health, safety
14 or welfare require emergency action, and incorporates a finding to
15 that effect in its order, summary suspension of a license may be
16 ordered pending proceeding for revocation or other action, pursuant
17 to the provisions of Section 314 of Title 75 of the Oklahoma
18 Statutes.

19 SECTION 2. This act shall become effective November 1, 2007.

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