waterfowl and for the development, restoration, maintenance or preservation of wetlands, except for that part which is specified by the commission for use in paying administrative expenses as provided in section one hundred seven point seventeen (107.17) of the Code.

The commission may enter into contracts with nonprofit organizations for the use of one-half of such funds outside the United States if the commission finds that such contracts are necessary for carrying out the purposes of this Act.

SEC. 5. Before approving and allocating funds for a proposed project to be undertaken outside this state or outside the United States, the commission shall obtain evidence that the project is acceptable to the government agency having jurisdiction over the lands and waters affected by the project.

Approved March 23, 1972.

# CHAPTER 1039

## BEER AND LIQUOR CONTROL

#### H. F. 1133

AN ACT making corrective amendments to the "Iowa beer and liquor control Act" by defining the phrase "intoxicating liquor"; changing the term of office of council members; allowing certain special permit holders to buy alcohol direct from distiller or wholesaler; amending the qualifications for the holding of certain special liquor permits; defining the authority of local issuing bodies upon initial issuance of liquor licenses and retail beer permits; changing the license fees for hotels and motels located outside corporate limits of cities and towns; correcting the omission of the words "and tax" in provisions relating to air common carriers; providing that certain refund provisions apply to all classes of retail beer permittees; providing notification of the transfer of location of the licensed premises for the retail sale of beer and liquor to the department and establishing a transfer fee by regulation; redefining areas in which retail licenses and permits may be granted; redefining the term "grocery store"; eliminating a conflict in population factors; making uniform the time a penalty of license suspension might last for all classes of beer permit holders and the holders of certificates of compliance by brewers and importers of malt beverages; and, by providing that books of accounts and records of beer permittees shall be open to inspection by the enforcement division of beer and liquor department of public safety during normal business hours.

## Be It Enacted by the General Assembly of the State of Iowa:

- SECTION 1. Chapter one hundred thirty-one (131), section three (3), subsection eight (8), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:
- 8. "Alcoholic liquor" ex, "alcoholic beverage" or "intoxicating liquor" includes the three varieties of liquor defined in subsections five (5), six (6), and seven (7) of this section, except beer as defined in subsection nine (9) of this section but including all beverages made as described in such subsection which contain more than four percent of alcohol by weight and every liquid or solid patented or not con-
- 9 of alcohol by weight, and every liquid or solid, patented or not, con-10 taining alcohol, spirits, or wine, and susceptible of being consumed
- 11 by a human being, for beverage purposes.

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SEC. 2. Chapter one hundred thirty-one (131), section six (6), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

Sec. 6. Appointment — term — qualifications — compensation. The governor shall appoint the initial members of the council for respective terms of ene, two, three, four, and five one and one-half, two and one-half, three and one-half, four and one-half, and five and one-half years, all of which shall commence January 1, 1972. Appointments thereafter shall be for five years and shall be made by the governor, subject to confirmation by two-thirds of the senate, within sixty days after the convening of the general assembly each year for the member whose term is to expire on the following July 1. Members of the council shall be chosen on the basis of managerial ability and experience as business executives. Members may be reappointed for one additional term. Each member appointed shall receive full compensation for their services of two thousand five hundred dollars per annum in addition to reasonable and necessary expenses while attending meetings.

SEC. 3. Chapter one hundred thirty-one (131), section twenty-nine (29), subsections one (1) and two (2), Acts of the Sixty-fourth General Assembly, First Session, are amended to read as follows:

1. To a physician, pharmacist, dentist, or veterinarian, entitling the holder to purchase liquer and import alcohol from distillers and wholesalers or from the state liquor stores for use medicinally and in compounding prescriptions and to sell the same for use medicinally in the compounded prescription only upon the prescription of a licensed physician or surgeon, or to use such liquor alcohol in manufacturing or compounding lotions, compounds, and like commodities not susceptible for beverage purposes, and to sell the same for public use.

2. To a soldiers home, sanitarium, hospital, college, or home for the aged which will entitle the holder to purchase liquer and import alcohol from distillers and wholesalers or from the state liquor stores for use

for medicinal, laboratory, and scientific purposes only.

SEC. 4. Chapter one hundred thirty-one (131), section twenty-nine (29), subsection four (4), paragraph "c", Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

c. That neither the applicant, if he is an individual, er nor any members of the firm or officers of the corporation, if the applicant is not an individual, has been convicted of any violation of the laws of this state with reference to the sale of alcoholic liquors or beer within the three years preceding the date of the affidavit.

SEC. 5. Chapter one hundred thirty-one (131), section thirty-two (32), subsection two (2), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

2. Action by local authorities. The local authority shall either approve or disapprove the issuance of a liquor control license or retail beer permit, and shall endorse such approval or disapproval on the application and forward same along with the required fee and bond to the department. The Upon the initial issuance of a liquor control license or retail beer permit, the fact that the local authority determines that no liquor control license or retail beer permit shall be issued shall not be held to be arbitrary, capricious, or without reasonable cause. There shall be no limit upon the number of liquor control

13 licenses or retail beer permits which may be approved for issuance by local authorities.

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SEC. 6. Chapter one hundred thirty-one (131), section thirty-six (36), subsection three (3), paragraph "d", Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

d. Hotels and motels located outside the corporate limits of any city or town, ene thousand three hundred dellars a sum equal to that charged in the incorporated city or town located nearest the premises to be licensed, and in case there is doubt as to which of two or more differing corporate limits is the nearest, the license fee which is the largest shall prevail.

SEC. 7. Chapter one hundred thirty-one (131), section thirty-six (36), subsection five (5), paragraph "c", Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

c. For air common carriers, each company shall pay a base annual fee of five hundred dollars and, in addition, shall quarterly remit to the department an amount equal to seven dollars for each gallon of alcoholic liquor sold, given away, or dispensed in or over this state during the preceding calendar quarter. The class "D" license fee and tax for air common carriers shall be in lieu of any other fee or tax collected from such carriers in this state for the possession and sale of alcoholic liquor and beer.

SEC. 8. Chapter one hundred thirty-one (131), section thirty-eight (38), unnumbered paragraphs two (2) and three (3), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

Any such licensee or permittee, or his executor, administrator, or any person duly appointed by the court to take charge of and administer the property or assets of the licensee or permittee for the benefit of his creditors, may voluntarily surrender such license or permit to the department and when so surrendered the department shall notify the local authority, and the department and such local authority, or the local authority by itself in the case of a class "P" retail beer permit, shall refund to the person so surrendering the license or permit a proportionate amount of the fee paid for such license or permit as follows: If surrendered during the first three months of the period for which said license or permit was issued the refund shall be three-fourths of the amount of the fee; if surrendered more than three months but not more than six months after issuance the refund shall be one-half of the amount of the fee; if surrendered more than six months but not more than nine months after issuance the refund shall be one-fourth of the amount of the fee. No refund shall be made, however, for any special liquor permit, nor for a liquor control license or beer permit surrendered more than nine months after issuance. No refund shall be made to any licensee or permittee, upon the surrender of his license or permit, if there is at the time of said surrender a complaint filed with the department or local authority, charging him with a violation of the provisions of this Act. If upon hearing on any such complaint the license or permit is not revoked or suspended, then the licensee or permittee shall be eligible, upon surrender of his license or permit, to receive a refund as herein pro $\frac{34}{35}$ 

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vided. But if his license or permit is revoked or suspended upon such hearing he shall not be eligible for the refund of any portion of his license or permit fee.

The local authority may in its discretion authorize a licensee or permittee to transfer the license or permit from one location to another within the same incorporated city or town, or within a county outside the corporate limits of a city or town, provided that the premises to which the transfer is to be made would have been eligible for a license or permit in the first instance and such transfer will not result in the violation of any law. All transfers authorized, and the particulars of same, shall be reported to the director by the local authority. The director may by rule establish a uniform transfer fee to be assessed by all local authorities upon licensees or permittees to cover the administrative costs of such transfers, such fee to be retained by the local authority involved.

- SEC. 9. Chapter one hundred thirty-one (131), section one hundred twenty-eight (128), subsection one (1), paragraph "b", Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:
- b. That the premises for which the permit is sought is and will continue to be equipped with sufficient tables and seats to accommodate twenty-five persons at one time, and is located within a business district or an area new or hereafter zoned as a business district, in areas where such business is permitted by any valid zoning ordinance or will be so permitted on the effective date of the permit.
- SEC. 10. Chapter one hundred thirty-one (131), section one hundred twenty-nine (129), unnumbered paragraph two (2), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

"Grocery store" means any retail establishment, the principal business of which consists of the sale of food, or food products or beverages for consumption off the premises.

- SEC. 11. Chapter one hundred thirty-one (131), section one hundred thirty-four (134), subsection two (2), paragraphs "a" and "b", Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:
- a. For premises located within the corporate limits of cities with a population of ever ten thousand and over, three hundred dollars.
- b. For premises located within the corporate limits of cities or towns with a population of ever at least fifteen hundred but less than ten thousand, two hundred dollars.
- SEC. 12. Chapter one hundred thirty-one (131), section one hundred thirty-five (135), subsection five (5), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:
- 5. Notwithstanding any other penalties provided by this Act, any holder of a certificate of compliance or any class "A" permit holder who shall violate any of the provisions of this section shall be subject to a fine not to exceed one thousand dollars or suspension of his certificate or permit for a period not to exceed sixty days one year or both such fine and suspension.

SEC. 13. Chapter one hundred thirty-one (131), section one hundred thirty-eight (138), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

Sec. 138. Books of account required. Each class "A" permittee 4 shall keep proper books of account and records showing the amount of beer sold by him, which books of account shall be at all times open to inspection by the director. Each class "B" and class "C" permittee 5 6 8 shall keep proper books of account and records showing each purchase of beer made by him, and the date and the amount of each purchase 9 and the name of the person from whom each purchase was made, 10 which books of account and records shall be at all times open to in-11 spection by the director and agents of the division of beer and liquor 12 law enforcement of the department of public safety during normal 13 14 business hours of the permittee.

SEC. 14. This Act, being deemed of immediate importance, shall take effect and be in force from and after its publication in The Belle-vue Herald-Leader, a newspaper published in Bellevue, Iowa, and in Lee Town News, a newspaper published in Des Moines, Iowa.

Approved April 21, 1972.

I hereby certify that the foregoing Act, House File 1133, was published in The Bellevue Herald-Leader, Bellevue, Iowa, May 4, 1972, and in the Lee Town News, Des Moines, Iowa, May 4, 1972.

MELVIN D. SYNHORST, Secretary of State.

#### CHAPTER 1040

# ALCOHOLIC BEVERAGES ON SCHOOL PROPERTY

#### H. F. 1127

AN ACT relating to a penalty for the possession or consumption of alcoholic liquors or beer on public school property or while attending school-related functions.

#### Be It Enacted by the General Assembly of the State of Iowa:

SECTION 1. Chapter one hundred thirty-one (131), section fortysix (46), Acts of the Sixty-fourth General Assembly, First Session, is amended to read as follows:

3 4 Sec. 46. Consumption in public places—intoxication. It is unlawful for any person to use or consume alcoholic liquors or beer upon the public streets or highways, or alcoholic liquors in any public place, except premises covered by a liquor control license, or to possess or consume alcoholic liquors or beer on any public school property or while attending any public or private school related functions, and no person shall be intoxicated nor simulate intoxication in a public place. As used in this section "school" means a school or that portion thereof, which provides teaching for any grade from kindergarten through grade twelve. Any person violating any 5 8 9 10 11 12 from kindergarten through grade twelve. Any person violating any 13 provisions of this section shall be fined not to exceed one hundred 14 dollars or sentenced not to exceed thirty days in the county jail. 15

1 SEC. 2. Section two hundred seventy-nine point nine (279.9), Code 1971, as amended by chapter one hundred forty-nine (149), section ten