



Washington State Liquor Cannabis Board Meeting

Wednesday, January 27, 2016, 10:00 a.m.
LCB Headquarters - Boardroom
3000 Pacific Avenue SE, Olympia WA 98501

Meeting Minutes

1. CALL TO ORDER

Chair Jane Rushford called the regular meeting of the Washington State Liquor and Cannabis Board to order at 10:00 a.m. on Wednesday, January 27, 2016. Member Russell Hauge was also present and Member Ruthann Kurose joined the meeting by phone. Chair Rushford first acknowledged her fellow Board members and thanked the staff for their efforts in preparing for the Board meeting.

2. APPROVAL OF MEETING MINUTES

MOTION: Member Kurose moved to approve the January 13, 2016, meeting minutes.

SECOND: Member Hauge seconded.

ACTION: Motion passed unanimously.

3. ACTION ITEMS (A)

ACTION ITEM 3A - Board Adoption of (CR103) for Beer/Wine Gift Delivery Internet Sales

Karen McCall, Agency Rules Coordinator, began the briefing with materials (HANDOUT(S) 3A 1-3). She provided a brief background noting that this rulemaking is the result of a request from licensing.

The Beer/Wine Gift Delivery license allows a business that is primarily engaged in the retail sale of gifts or flowers to deliver beer and/or wine in bottles or original packages. The beer or wine must be delivered in conjunction with the gifts or flowers. Many of the orders are placed via the internet. The board has in the past allowed internet sales for holders of this license but there are currently no rules that outline the requirements for this practice. Becky Smith, Licensing Director, has asked for an interim policy and rules to outline the requirements for internet sales and delivery of beer and wine.

No public comment was received at the public hearing held on January 13, 2016. No written comments were received.

Ms. McCall then requested approval from the Board to file the CR103.

MOTION: Member Kurose moved to approve the filing of the (CR 103) for creating a new section in Chapter 314-03 WAC Allowed Activities.

SECOND: Member Hauge seconded.

ACTION: Motion passed unanimously.

4. EMPLOYEE ANNOUNCEMENTS

Swearing In of New Officers – Presenter, Chief Justin Nordhorn

Chief Justin Nordhorn introduced the incoming officers and provided a brief background on each of them. He administered the oath of office and provided them with their badges.

Officer Jason Barsness, Region 2 – Mountlake Terrace

Officer Barsness started his Law Enforcement career in 1998 in the United States Army as a Military Police Officer. In 2002, he joined the City of Hampton Police Division in Hampton, Virginia as a Patrol Officer. In 2014 he returned to his home state of Washington and worked as the Security Supervisor for Xfinity Arena in Everett, while he finished his Bachelor's Degree in Criminal Justice Administration. After completing his degree in 2015 he joined the Washington State Liquor and Cannabis Board as an Enforcement Officer. In his free time Officer Barsness likes to spend time with his wife Jennifer his two daughters and his son. Officer Barsness started January 19, 2016.

Officer Douglas Geltz, Region 2 – Federal Way

Officer Geltz was born in Hawaii. He grew up here in WA, attended High School in Spanaway and got an A.A. degree from Pierce College. He started with the WSP at age 21 and retired after 25 years as a Sergeant. Officer Geltz is married to Pam, and they have two boys and a daughter. Officer Geltz likes outdoor activities like fishing and hunting. Officer Geltz started on December 16, 2015.

Chair Rushford on behalf of the Board congratulated the new officers.

5. ADDITIONAL BUSINESS

Chair Rushford then invited citizens to address the Board regarding any issue(s) related to LCB business.

Liz Hallock - Citizen

Ms. Hallock stated that she completed their retail application in October and were told that they need to be up to date with taxes so they have worked with DOR to pay their taxes. They also learned they would need to be up to date with L&I so they have taken care of their L&I status as well. The time it took to get caught up on taxes and paperwork with DOR and L&I has caused a delay in completing the application. She claims that there is a black market for purchasing paystub documents in order to achieve priority one status. She would like LCB to work with the collective gardens to give them time to get their taxes caught up and paperwork completed so they are not shut out.

Daniel Philipp - Citizen

Mr. Philipp is representing a 502 processor's group. He claims that enforcement is enforcing proposed rules before they have been adopted. The issue they were cited for is the 16 digit traceability code and requirement to tag each item and how that code changes as items are processed. They have thousands

of packages and to change the code up to three times is a big financial impact. He also has concerns about the testing requirement added to proposed WAC 314-55-102(18)(iv) which he has already communicated to the board.

ADJOURN

Chair Rushford adjourned the meeting at 10:20.

Minutes approved this 10th day of February, 2016

 _____ Jane Rushford Board Chair	 _____ Ruthann Kurose Board Member	 _____ Russell Hauge Board Member
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Minutes prepared by: Lisa Faker, Executive Assistant to the Board

LCB Mission - Promote public safety and trust through fair administration and enforcement of liquor, tobacco and marijuana laws.

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For questions about agendas or meeting materials you may email lisa.faker@lcb.wa.gov or call 360.664.1717