SB0406 Enrolled

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AN ACT concerning liquor.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Liquor Control Act of 1934 is amended by 5 changing Section 6-2 as follows:

6 (235 ILCS 5/6-2) (from Ch. 43, par. 120)

7 Sec. 6-2. Issuance of licenses to certain persons8 prohibited.

9 (a) Except as otherwise provided in subsection (b) of this 10 Section and in paragraph (1) of subsection (a) of Section 3-12, 11 no license of any kind issued by the State Commission or any 12 local commission shall be issued to:

(1) A person who is not a resident of any city, village
or county in which the premises covered by the license are
located; except in case of railroad or boat licenses.

16 (2) A person who is not of good character and
 17 reputation in the community in which he resides.

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(3) A person who is not a citizen of the United States.

(4) A person who has been convicted of a felony under
any Federal or State law, unless the Commission determines
that such person has been sufficiently rehabilitated to
warrant the public trust after considering matters set
forth in such person's application and the Commission's
investigation. The burden of proof of sufficient
rehabilitation shall be on the applicant.

26 (5) A person who has been convicted of being the keeper
27 or is keeping a house of ill fame.

(6) A person who has been convicted of pandering or
 other crime or misdemeanor opposed to decency and morality.

30 (7) A person whose license issued under this Act has31 been revoked for cause.

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(8) A person who at the time of application for renewal

1 2 of any license issued hereunder would not be eligible for such license upon a first application.

(9) A copartnership, if any general partnership
thereof, or any limited partnership thereof, owning more
than 5% of the aggregate limited partner interest in such
copartnership would not be eligible to receive a license
hereunder for any reason other than residence within the
political subdivision, unless residency is required by
local ordinance.

10 (10) A corporation <u>or limited liability company</u>, if any 11 <u>member</u>, officer, manager or director thereof, or any 12 stockholder or stockholders owning in the aggregate more 13 than 5% of the stock of such corporation, would not be 14 eligible to receive a license hereunder for any reason 15 other than citizenship and residence within the political 16 subdivision.

17 (10a) A corporation or limited liability company unless it is incorporated or organized in Illinois, or 18 unless it is a foreign corporation or foreign limited 19 20 liability company which is qualified under the Business Corporation Act of 1983 or the Limited Liability Company 21 Act to transact business in Illinois. The Commission shall 22 permit and accept from an applicant for a license under 23 this Act proof prepared from the Secretary of State's 24 website that the corporation or limited liability company 25 is in good standing and is qualified under the Business 26 27 Corporation Act of 1983 or the Limited Liability Company 28 Act to transact business in Illinois.

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(11) A person whose place of business is conducted by a manager or agent unless the manager or agent possesses the same qualifications required by the licensee.

(12) A person who has been convicted of a violation of
any Federal or State law concerning the manufacture,
possession or sale of alcoholic liquor, subsequent to the
passage of this Act or has forfeited his bond to appear in
court to answer charges for any such violation.

1 (13) A person who does not beneficially own the 2 premises for which a license is sought, or does not have a 3 lease thereon for the full period for which the license is 4 to be issued.

5 (14) Any law enforcing public official, including 6 members of local liquor control commissions, any mayor, alderman, or member of the city council or commission, any 7 president of the village board of trustees, any member of a 8 village board of trustees, or any president or member of a 9 county board; and no such official shall be interested 10 11 directly in the manufacture, sale, or distribution of 12 alcoholic liquor, except that a license may be granted to such official in relation to premises that are not located 13 within the territory subject to the jurisdiction of that 14 official if the issuance of such license is approved by the 15 16 State Liquor Control Commission and except that a license 17 may be granted, in a city or village with a population of 50,000 or less, to any alderman, member of a city council, 18 or member of a village board of trustees in relation to 19 20 premises that are located within the territory subject to the jurisdiction of that official if (i) the sale of 21 alcoholic liquor pursuant to the license is incidental to 22 the selling of food, (ii) the issuance of the license is 23 approved by the State Commission, (iii) the issuance of the 24 25 license is in accordance with all applicable local ordinances in effect where the premises are located, and 26 27 (iv) the official granted a license does not vote on 28 alcoholic liquor issues pending before the board or council to which the license holder is elected. 29

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(15) A person who is not a beneficial owner of the business to be operated by the licensee.

(16) A person who has been convicted of a gambling
offense as proscribed by any of subsections (a) (3) through
(a) (11) of Section 28-1 of, or as proscribed by Section
28-1.1 or 28-3 of, the Criminal Code of 1961, or as
proscribed by a statute replaced by any of the aforesaid

1 statutory provisions.

2 (17) A person or entity to whom a federal wagering 3 stamp has been issued by the federal government, unless the 4 person or entity is eligible to be issued a license under 5 the Raffles Act or the Illinois Pull Tabs and Jar Games 6 Act.

7 (18) A person who intends to sell alcoholic liquors for 8 use or consumption on his or her licensed retail premises 9 who does not have liquor liability insurance coverage for 10 that premises in an amount that is at least equal to the 11 maximum liability amounts set out in subsection (a) of 12 Section 6-21.

(b) A criminal conviction of a corporation is not grounds 13 for the denial, suspension, or revocation of a license applied 14 for or held by the corporation if the criminal conviction was 15 not the result of a violation of any federal or State law 16 17 concerning the manufacture, possession or sale of alcoholic liquor, the offense that led to the conviction did not result 18 19 in any financial gain to the corporation and the corporation 20 has terminated its relationship with each director, officer, employee, or controlling shareholder whose actions directly 21 22 contributed to the conviction of the corporation. The 23 Commission shall determine if all provisions of this subsection (b) have been met before any action on the corporation's 24 license is initiated. 25

26 (Source: P.A. 92-378, eff. 8-16-01; 93-266, eff. 1-1-04; 27 93-1057, eff. 12-2-04.)

28 Section 99. Effective date. This Act takes effect upon 29 becoming law.