REFERENCE GUIDE TAVERN LICENSE



UTAH DEPARTMENT OF ALCOHOLIC BEVERAGE SERVICES

P.O. Box 30408 Salt Lake City, UT 84130-0408 Telephone: 801-977-6800 Fax: 801-977-6889

Website: www.abs.utah.gov

TO ALL LICENSEES

As a licensee of the Utah Department of Alcoholic Beverage Services, you are required to be aware of the responsibilities, procedures, and potential liabilities regarding the sale and service of alcoholic beverages.

This reference guide has been prepared to help you legally handle alcoholic beverages. Please learn the information and keep the guide available for later review. This version of the reference guide is issued in February 2024. Previously issued reference guides should be discarded as they may contain outdated information.

Our website (www.abs.utah.gov) has information about the alcohol laws and rules with direct links to the complete code and administrative rules and information about stores and agencies, products and prices, server training, and other interesting links. The website is regularly updated. Please review the website for information and services as they are developed.

It is our responsibility and desire to be of service and assistance. If you have questions after consulting the reference guide, please call 801-977-6800, write or e-mail the DABS Licensing & Compliance Division at DABScompliance@utah.gov.

TAVERN LICENSE



Utah Code Title 32B, Chapter 6, Part 7, The On-Premise Tavern License allows the storage, sale, service, and consumption of beer.

Tavern licenses run from March 1st to the last day of February. License fees are not prorated, so full fees will be due even if a new license was issued at any time during the previous year. To apply for a tavern license, a non-refundable application fee of \$300 plus a \$1,500 initial licensing fee is required. All license renewals are due by January 31st every year and the renewal fee is \$1,250.

Be prepared to renew licenses beginning January 1st through January 31st annually.

TAVERN LICENSES are limited to a quota, formulated by the population of the state. Taverns are defined as:



- beer bars
- parlors
- lounges
- cabarets
- nightclubs

Taverns have no food requirement, but food is a good idea because it helps slow intoxication, generates additional revenue, and



gives patrons something else to do besides drink. Remember it is illegal to allow someone to become intoxicated.

OPERATIONAL REQUIREMENTS

DISPLAY SIGNS - A tavern licensee must display:

1. A warning sign

The warning sign contains two messages, each of which must be in a different font. It may be used as-is or custom-made, but the size of the sign and the size of the fonts may not be any smaller than the template. The color of the print does not have to be red, and the sign does not have to be white, but it must be easily readable and posted in a prominent place (obviously, not behind the pickle jar or in the office) on the licensed premises. GO HERE to download a warning sign template from the DABS website.

WARNING

DRINKING ALCOHOLIC BEVERAGES DURING PREGNANCY CAN CAUSE BIRTH DEFECTS AND PERMANENT BRAIN DAMAGE FOR THE CHILD

CALL THE DEPARTMENT OF HEALTH AT 1-800-822-2229 WITH QUESTIONS OR MORE INFORMATION

WARNING

DRIVING UNDER THE INFLUENCE OF ALCOHOL OR DRUGS IS A SERIOUS CRIME THAT IS PROSECUTED AGGRESSIVELY IN UTAH

2. The DABS and city licenses in a prominent place.



LOCAL CITY LICENSE

SOMEWHERE REC LLC 1234 SOMEWHERE STREET SOMEWHERE CITY, UT 84000

SALES AND CONSUMPTION HOURS



Beer may be sold on any day from 10:00 a.m. until 1:00 a.m. Consumption of beer is prohibited between the hours of 2 a.m. and 10 a.m. Taverns must remain open an extra hour after alcohol sales and service have ended to allow a patron to finish consuming:

a single serving of beer not exceeding 26 ounces

Taverns do not have to remain open after all patrons have vacated the premises, or during an emergency.

PURCHASING BEER

Beer must be purchased from beer distributors. Licensees must call and set up an account with the appropriate distributor for the licensee's area.

Beer may also be purchased from any licensed Utah small brewer that manufactures beer.

Licensees may not purchase beer from any other retail outlet (i.e., grocery or convenience stores, etc.) for resale at the licensed establishment.

A licensee may go to the DABS website for a list of distributors in the licensee's area.





BEER STORAGE

Beer may only be stored in a designated place approved by DABS on the initial application floor plan. *Any changes* in the storage area(s) must first be approved by DABS.

BEER SALES AND SERVICE



- Beer may be sold to an individual patron only in a container that does not exceed one liter.
- Beer flights may be sold to a patron as long as the total amount of beer does not exceed 16 ounces.
- Beer may be sold and served in pitchers, not exceeding 2 liters to parties of two or more.
- Beer sold in sealed containers may be removed from the tavern premises.

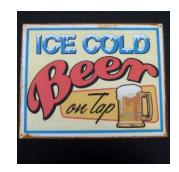


PRICE LISTS

A bar must have readily available for its patrons, a printed alcoholic beverage price list, or a menu containing current prices of all alcoholic beverages.

ADVERTISING

Signs advertising the availability of alcoholic beverages may be displayed.



ELECTRONIC AGE VERIFICATION - ID SCANNERS

The ID scanner requirement applies to all taverns whether or not they choose to restrict access by way of membership.

Taverns must electronically verify age before anyone who appears to be 35 years of age or younger may gain admittance.

Taverns must be able to read, print, or download the data in the ID scanners. Owners/managers should have the knowledge and capability to produce the data upon request of a peace officer or an authorized representative of the DABS.

The DABS does not provide a list of approved scanners. ID scanners (electronic age verification devices) are available from multiple manufacturers and vendors. An ID scanner selected must meet the requirements of rule R82-4-101 which may be viewed on our website, or a summary of requirements can be found under "Forms and Resources" on the Licenses & Permits menu.

NO MINOR EMPLOYEES ARE ALLOWED

- Minors may not be employed on the premises of a tavern. This includes band members, construction workers, etc.
- Minors may not be admitted into, use, or be on the premises of a tavern EVER even if closed.

EMPLOYEES

Any employee handling alcoholic beverages must be 21 years of age or older.

- Servers of beer must wear a unique identification badge showing the employee's first name, initials, or a number assigned by the employer and must be worn above the waist.
- Employees may not consume or be under the influence of alcoholic beverages while on duty.





EMPLOYEES CAN BE FINED FOR VIOLATIONS.

The Alcoholic Beverage Services Commission is authorized to assess an administrative fine against an officer, employee, or agent of a licensee for a violation of the alcoholic beverage laws.

TRAINING

SERVER TRAINING:

The Department of Health and Human Services server training is required for all owners, managers, supervisors, and employees who serve (or manage those who serve) alcohol. They must take and pass an alcohol server training seminar every three years and must complete the training prior to commencing employment. GO HERE to find links for state-approved training programs.



DABS MANAGER TRAINING:

As a condition of an applicant obtaining a DABS license, all applicant managers must complete the DABS manager training. Any new manager must take the training within 30 days of hire.

- A manager includes owners and employees that act in a supervisory or managerial capacity over the furnishing of an alcoholic product or the employees who serve alcoholic products.
- Training is completed online. GO HERE to find links to the training on the DABS website.
- The manager training fee is \$25 per manager.

RECORDKEEPING

Tavern licensees are required to keep current, detailed quarterly records for expenses and sales of alcohol and food. All records must be kept for a minimum of three years.





BROWN BAGGING

Patrons may not bring in or store any alcohol on the premises of a tavern.



TEMPORARY CLOSURE OF MORE THAN 10 DAYS

You MUST notify your compliance specialist in writing if you are going to be closed for more than 10 days. Emergency closures may be granted by telephone. NOT DOING SO is an automatic forfeiture of the retail license. Failure to RE-OPEN by the approval date also results in automatic forfeiture.



DISCOUNTING PRACTICES PROHIBITED

Beer may not be sold at a discount at any time. Other discounting practices are prohibited that encourage overconsumption of beer (i.e. happy hours, two for ones, all you can drink for a set price, free beer, or selling at less than cost).

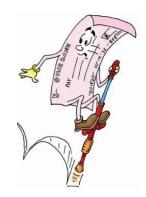
A tavern licensee or employee may not purchase an alcoholic beverage for a patron.

Please be careful off-duty owners or employees who have been drinking must not step back in and perform any on-duty type functions.

BAD CHECKS

DABS may immediately suspend the license if it receives a bad check as payment for liquor, licensing or bond fees, fines and costs for violations, etc. A fee will also be assessed for bad checks and the licensee will be required to pay

the full amount and the fee.



PROHIBITED CONDUCT

- **LEWD ACTS:** Attire and sexually-oriented conduct of employees and entertainers that are considered contrary to public welfare and morals are prohibited on the premises.
- GAMBLING: NO paying to play a game of chance to win money or a prize. Licensees may not engage in or permit any form of gambling on its premises including contests or gaming schemes that require risking something of value for a chance of a return - including raffles, bingo, poker, etc.



• **ILLEGAL DRUGS** or drug paraphernalia:

A retail licensee may not knowingly allow a person on the licensed premises to sell, distribute, possess, or use a controlled substance or use, deliver, or possess with the intent to deliver drug paraphernalia.