Session of 2020

HOUSE BILL No. 2672

By Committee on Federal and State Affairs

2-13

AN ACT concerning alcoholic beverages; relating to the club and drinking
 establishment act; authorizing licensees to sell and serve cereal malt
 beverages; amending K.S.A. 41-2604 and 41-2619 and K.S.A. 2019
 Supp. 41-1201, 41-1202, 41-1203, 41-1204, 41-2601, 41-2608, 41 2610, 41-2611, 41-2613, 41-2614, 41-2623, 41-2637, 41-2641, 41 2642, 41-2643, 41-2653, 41-2655, 41-2658 and 41-2659 and repealing
 the existing sections.

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9 Be it enacted by the Legislature of the State of Kansas:

10 K.S.A. 2019 Supp. 41-1201 is hereby amended to read as Section 1. 11 follows: 41-1201. (a) A temporary permit shall allow the permit holder to 12 offer for sale, sell and serve alcoholic liquor or cereal malt beverage for 13 consumption on licensed or unlicensed premises, or on premises that are 14 otherwise subject to a separate temporary permit, that may be open to the 15 public, subject to the terms of such permit. A temporary permit shall also authorize the permit holder to sell, in accordance with rules and 16 regulations adopted by the secretary, alcoholic liquor at a charitable 17 18 auction, or one or more limited issue porcelain containers containing 19 alcoholic liquor.

(b) A temporary permit holder may charge a fee for entrance into thepremises described in the permit, or any portion thereof.

(c) The director may issue a temporary permit to any one or more persons or organizations applying for such a permit, in accordance with rules and regulations of the secretary. The permit shall be issued in the names of the persons or organizations to which it is issued.

26 (d) Applications for temporary permits shall be required to be filed 27 with the director not less than 14 days before the event for which the 28 permit is sought, unless the director waives such requirement for good 29 cause. The application shall be upon a form prescribed by the director. 30 Each application shall be electronically submitted and accompanied by a 31 non-refundable permit fee of \$25 for each day for which the permit is 32 issued, and such fee shall be paid by a check or credit card in the full 33 amount thereof. All permit fees collected by the director pursuant to this 34 section shall be remitted to the state treasurer in accordance with the 35 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of 36 each such remittance, the state treasurer shall deposit the entire amount in

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1 the state treasury to the credit of the state general fund.

2 (e) Each application for a temporary permit shall specify the premises for which they are issued, including a diagram of the premises covered by 3 4 the temporary permit. The diagram shall clearly show the boundaries of 5 the premises, entrances to and exits from the premises and the area in 6 which the service of alcoholic liquor or cereal malt beverage would take 7 place. A temporary permit shall be issued only for premises where the city, 8 county or township zoning code allows the use for which the permit is 9 issued. No temporary permit shall be issued for premises that are not located in a county where the qualified electors of the county: 10

(1) (A) Approved, by a majority vote of those voting thereon, to
adopt the proposition amending section 10 of article 15 of the constitution
of the state of Kansas at the general election in November, 1986; or

(B) have approved a proposition to allow the sale of liquor by the
 individual drink in public places within the county at an election pursuant
 to K.S.A. 41-2646, and amendments thereto; and

(2) have not approved a proposition to prohibit such sales of alcoholic
liquor in such places at a subsequent election pursuant to K.S.A. 41-2646,
and amendments thereto.

20 (f) (1) A temporary permit may be issued for the consumption of 21 alcoholic liquor or cereal malt beverage on a city, county or township 22 street, alley, road, sidewalk or highway for an event if: (A) Such street, 23 alley, road, sidewalk or highway is closed to motor vehicle traffic by the governing body of such city, county or township for such event; (B) a 24 25 written request for such consumption and possession of such alcoholic 26 liquor or cereal malt beverage has been made to the local governing body; 27 and (C) the event has been approved by the governing body of such city, 28 county or township by ordinance or resolution.

The boundaries of any such event shall be clearly marked by signs, a posted map or other means which reasonably identify the area in which alcoholic liquor *or cereal malt beverage* may be possessed or consumed at such event.

(2) Drinking establishments that are immediately adjacent to, or located within the licensed premises of an event, for which a temporary permit has been issued and the consumption of alcoholic liquor *or cereal malt beverage* on public property has been approved, may request that the drinking establishment's licensed premises be extended into and made a part of the licensed premises of the event, for the duration of the temporary permit issued for such event.

40 (3) Each licensee selling alcoholic liquor *or cereal malt beverage* for
41 consumption on the premises of an event for which a temporary permit has
42 been issued shall be liable for violations of all laws governing the sale and
43 consumption of alcoholic liquor *and cereal malt beverage*.

1 (4) Each temporary permit holder selling alcoholic liquor *or cereal* 2 *malt beverage* for consumption on the permit premises shall be liable for 3 all violations of laws governing the sale and consumption of alcoholic 4 liquor *and cereal malt beverage* that occur in areas covered by multiple 5 temporary permits.

6 (g) (1) Except as otherwise provided in this subsection, a temporary 7 permit shall be issued for a period of time not to exceed three consecutive 8 days, the dates and hours of which shall be specified in the permit. An 9 applicant may not be issued more than four temporary permits in a 10 calendar year.

11 (2) The director may issue a sufficient number of temporary permits as required by the state fair board, valid for the entire period of time of the 12 Kansas state fair, which that authorizes the sale of wine in its original, 13 unopened container and the serving by the drink of wine-or, beer, or both 14 cereal malt beverage, or any combination thereof, on the state fairgrounds 15 16 on premises specified in the temporary permit, by a person who has entered into an agreement with the state fair board for that purpose subject 17 to the conditions imposed by the state fair board. Nothing in this paragraph 18 19 shall be construed to limit the number of temporary permits the director 20 may issue for the sale of wine-or, beer, or both cereal malt beverage, or any combination thereof, on the state fairgrounds consistent with the 21 22 requirements of the state fair board.

(3) For an event approved by the governing body of a city, county or
township pursuant to subsection (e)(1), the director may issue a temporary
permit, which *that* may, at the director's discretion, be valid for the entire
period of such event, but in no event shall such permit be issued for a
period of time that exceeds 30 consecutive days.

(h) An application for a temporary permit may be rejected by thedirector if:

30 (1) The applicant has been granted four permits in the current31 calendar year;

(2) the application was not filed with the director at least 14 daysprior to the event;

(3) the applicant, or any officer, director, partner, registered agent, trustee, manager or owner of the applicant has previously owned or operated any entity holding a temporary permit, club, drinking establishment or caterer's license, had such permit or license surrendered, and at the time such permit or license was surrendered had been ordered to appear and show cause why the permit or license should not be revoked or suspended;

41 (4) the applicant has designated an area for an event that was the
42 subject of the order to appear and show cause as set forth in paragraph (3),
43 and it appears that the new application for a temporary permit covering the

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premises is an attempt to avoid any possible remedial action taken by the
 director against the former permit or license holder; or

3 (5) the applicant has had a license or permit revoked under the club 4 and drinking establishment act, or has been convicted of a violation of the 5 Kansas liquor control act, the club and drinking establishment act, the 6 Kansas cereal malt beverage act or the provisions of K.S.A. 79-41a01 et 7 seq., and amendments thereto.

8 (i) (1) A temporary permit holder may purchase and possess alcoholic 9 liquor *or cereal malt beverage* for resale for a period of three days prior to 10 the first day of sale of such alcoholic liquor *or cereal malt beverage*. A 11 distributor may, without any further permission from the director, deliver 12 such alcoholic liquor *or cereal malt beverage* to the permit premises.

13 (2) If a licensee has sold alcoholic liquor *or cereal malt beverage* to a 14 temporary permit holder, and a distributor directly delivers such alcoholic 15 liquor *or cereal malt beverage* to such temporary permit holder, but such 16 licensee's normal hours of operation make immediate payment to the 17 distributor impossible, the licensee may pay the retailer and the retailer 18 may pay the distributor for such alcoholic liquor *or cereal malt beverage* 19 within 48 hours of the sale.

(3) Within three business days after the end of an event conducted
pursuant to a temporary permit, the temporary permit holder may sell back
to the retailer or farm winery from whom alcoholic liquor *or cereal malt beverage* was purchased any alcoholic liquor *or cereal malt beverage* sold
to the temporary permit holder for such event.

(4) Upon written permission from the director and after four business days after the end of an event conducted pursuant to a temporary permit, the temporary permit holder may sell back to the licensee from whom alcoholic liquor *or cereal malt beverage* was purchased any alcoholic liquor *or cereal malt beverage* sold to the temporary permit holder for such event.

(j) A temporary permit shall not be transferable or assignable.

32 (k) Each temporary permit holder shall not employ or use the services33 of any person:

(1) Who is under the age of 18 years to serve alcoholic liquor or
 cereal malt beverage;

36 (2) who is under the age of 21 years to mix or dispense drinks
37 containing alcoholic liquor *or cereal malt beverage*;

(3) who is under the age of 21 and not supervised by the temporarypermit holder or an employee who is at least 21 years of age;

40 (4) who has been convicted of a felony or of any crime involving a 41 morals charge to dispense, mix or serve alcoholic liquor *or cereal malt* 42 *beverage*; or

43 (5) who has been convicted within the previous two years of a

1 violation of any intoxicating liquor law of this state, any other state or the

2 United States, to dispense, mix or serve alcoholic liquor *or cereal malt*3 *beverage*.

4 Sec. 2. K.S.A. 2019 Supp. 41-1202 is hereby amended to read as 5 follows: 41-1202. (a) A temporary permit holder shall only purchase 6 alcoholic liquor *or cereal malt beverage* from a retailer or a farm winery 7 and may receive delivery of such alcoholic liquor *or cereal malt beverage* 8 from a distributor.

9 (b) Temporary permit holders shall only purchase alcoholic liquor or 10 cereal malt beverage from a retailer who possesses a federal wholesaler's basic permit and who has a sign on display at the licensed premises that 11 states that the licensee is a "Wholesale Liquor Dealer Under Federal Law." 12 All alcoholic liquor or cereal malt beverage purchased on any one day 13 shall be removed from the licensed premises of the retailer or farm winery 14 within 48 hours. Temporary permit holders shall not warehouse any 15 16 alcoholic liquor or cereal malt beverage on the licensed premises of any 17 retailer or farm winery for more than 48 hours.

18 (c) Each temporary permit holder, when purchasing alcoholic liquor 19 *or cereal malt beverage* from a retailer or farm winery, shall obtain and 20 keep for at least one year from the date of purchase a sales receipt that 21 contains the following information:

22 23 The date of purchase;
 the name and address of the retailer or farm winery;

(3) the name and address of the temporary permit holder as it appearson the temporary permit;

26 (4) the brand, size, proof and amount of all alcoholic liquor *or cereal* 27 *malt beverage* purchased; and

(5) the subtotal of the cost of all alcoholic liquor *or cereal malt beverage* purchased, and the total cost of such purchase, including
 enforcement tax.

(d) Each temporary permit holder shall be responsible for all
violations of the club and drinking establishment act by the following
people while on the permit premises:

(1) An employee of the temporary permit holder, or of any person
 contracting with the temporary permit holder to provide services or food in
 connection with an event; or

any individual dispensing, mixing or serving alcoholic liquor or
 cereal malt beverage at an event.

(e) Except for a temporary permit holder who has obtained such
permit for the sale of alcoholic liquor at a charitable auction or for the sale
of one or more limited issue porcelain containers containing alcoholic
liquor, no temporary permit holder shall sell alcoholic liquor *or cereal malt beverage* for removal from or consumption off the licensed premises,

except that alcoholic liquor *or cereal malt beverage* may be removed to a
 drinking establishment that has extended its premises into the event area in

3 accordance with K.S.A. 41-2608, and amendments thereto.

4 (f) The boundary of any premises covered by a temporary permit 5 shall be marked by a line of demarcation.

6 Sec. 3. K.S.A. 2019 Supp. 41-1203 is hereby amended to read as 7 follows: 41-1203. (a) All alcoholic liquor *or cereal malt beverage* sold at 8 an event covered by a temporary permit shall be dispensed only from 9 original containers.

10 (b) An individual may carry an original container of alcoholic liquor 11 *or cereal malt beverage* onto the event premises with the approval of the 12 temporary permit holder and under the following conditions:

(1) The temporary permit holder shall not store any such containersof alcoholic liquor *or cereal malt beverage* on the event premises; and

(2) each individual carrying any such container onto the event
 premises shall remove such container when the individual exits the event
 premises.

18 Sec. 4. K.S.A. 2019 Supp. 41-1204 is hereby amended to read as 19 follows: 41-1204. Notwithstanding any other provisions of the Kansas 20 liquor control act or the club and drinking establishment act to the 21 contrary, any person or entity who is issued a temporary permit may 22 provide samples of wine, beer, *cereal malt beverage* and distilled spirits on 23 the permit premises as follows:

(a) All wine, beer, *cereal malt beverage* and spirits sampled shall
come from the inventory of the temporary permit holder. Except as
provided by paragraph (2) subsection (b), a person other than the
temporary permit holder, or such permit holder's agent or employee, may
not dispense or participate in the dispensing of alcoholic-beverages liquor
or cereal malt beverage under this section.

(b) A supplier's permit holder, or such permit holder's agent or 30 employee, may provide samples of wine, beer, cereal malt beverage and 31 distilled spirits on the permit premises, and may open, touch or pour such 32 33 alcoholic liquor or cereal malt beverage, make a presentation, or answer questions at such sampling events. Any alcoholic liquor or cereal malt 34 35 beverage sampled under this subsection must be purchased from a retailer 36 or the temporary permit holder on whose premises the sampling event is 37 held.

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(c) No charge of any sort may be made for a sample serving.

(d) A person may be served more than one sample. Samples may not
be served to a minor. No samples may be removed from the permit
premises.

42 (e) The act of providing samples to consumers shall be exempt from 43 the requirement of holding a Kansas food service dealer license from the department of agriculture under the provisions of chapter 65 of the Kansas
 Statutes Annotated, and amendments thereto.

3 Sec. 5. K.S.A. 2019 Supp. 41-2601 is hereby amended to read as 4 follows: 41-2601. As used in the club and drinking establishment act:

5 (a) The following terms-shall have the meanings mean the same as 6 provided by K.S.A. 41-102, and amendments thereto: (1) "Alcoholic 7 liquor"; (2) "director"; (3) "original package"; (4) "person"; (5) "sale"; and 8 (6) "to sell."

9 (b) "Beneficial interest" shall not include any interest a person may 10 have as owner, operator, lessee or franchise holder of a licensed hotel or 11 motel on the premises of which a club or drinking establishment is located.

12 (c) "Caterer" means an individual, partnership or corporation-which 13 *that* sells alcoholic liquor *or cereal malt beverage* by the individual drink, 14 and provides services related to the serving thereof, on unlicensed 15 premises-which *that* may be open to the public, but does not include a 16 holder of a temporary permit, selling alcoholic liquor in accordance with 17 the terms of such permit.

(d) "Cereal malt beverage" has the meaning means the same as
provided by K.S.A. 41-2701, and amendments thereto.

(e) "Class A club" means a premises-which that is owned or leased by
a corporation, partnership, business trust or association and-which that is
operated thereby as a bona fide nonprofit social, fraternal or war veterans'
club, as determined by the director, for the exclusive use of the corporate
stockholders, partners, trust beneficiaries or associates (hereinafter referred
to as members) and their families and guests accompanying them.

(f) "Class B club" means a premises operated for profit by a
 corporation, partnership or individual, to which members of such club may
 resort for the consumption of food or alcoholic beverages and for
 entertainment.

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(g) "Club" means a class A or class B club.

(h) "Drinking establishment" means premises which that may be
open to the general public, where alcoholic liquor *or cereal malt beverage*by the individual drink is sold. "Drinking establishment" includes a
railway car.

(i) "Food" means any raw, cooked or processed edible substance or
 ingredient, other than alcoholic liquor or cereal malt beverage, used or
 intended for use or for sale, in whole or in part, for human consumption.

(j) "Food service establishment"-has the meaning means the same as
provided by K.S.A. 36-501, and amendments thereto.

40 (k) "Hotel"-has the meaning means the same as provided by K.S.A.
41 36-501, and amendments thereto.

42 (l) "Individual drink" means a beverage containing alcoholic liquor or 43 cereal malt beverage served to an individual for consumption by such individual or another individual, but which is not intended to be consumed
 by two or more individuals. The term "individual drink" includes
 beverages containing not more than: (1) Eight ounces of wine; (2) thirty two ounces of beer or cereal malt beverage; or (3) four ounces of a single
 spirit or a combination of spirits.

6 (m) "Minibar" means a closed cabinet, whether nonrefrigerated or 7 wholly or partially refrigerated, access to the interior of which is restricted 8 by means of a locking device which requires the use of a key, magnetic 9 card or similar device.

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(n) "Minor" means a person under 21 years of age.

(o) "Morals charge" means a charge involving the sale of sexual
relations; procuring any person; soliciting of a child under 18 years of age
for any immoral act involving sex; possession or sale of narcotics,
marijuana, amphetamines or barbiturates; rape; incest; gambling; illegal
cohabitation; adultery; bigamy; or a crime against nature.

(p) "Municipal corporation" means the governing body of any countyor city.

(q) "Public venue" means an arena, stadium, hall or theater, used
 primarily for athletic or sporting events, live concerts, live theatrical
 productions or similar seasonal entertainment events, not operated on a
 daily basis, and containing:

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(1) Not less than 4,000 permanent seats; and

(2) not less than two private suites, which that are enclosed or semi enclosed seating areas, having controlled access and separated from the
 general admission areas by a permanent barrier.

(r) "Railway car" means a locomotive drawn conveyance used for the
transportation and accommodation of human passengers that is confined to
a fixed rail route and which derives from sales of food for consumption on
the railway car not less than 30% of its gross receipts from all sales of food
and beverages in a 12-month period.

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(s) "Restaurant" means:

(1) In the case of a club, a licensed food service establishment-which that, as determined by the director, derives from sales of food for consumption on the licensed club premises not less than 50% of its gross receipts from all sales of food and beverages on such premises in a 12month period;

(2) in the case of a drinking establishment subject to a food sales
requirement under K.S.A. 41-2642, and amendments thereto, a licensed
food service establishment-which *that*, as determined by the director,
derives from sales of food for consumption on the licensed drinking
establishment premises not less than 30% of its gross receipts from all
sales of food and beverages on such premises in a 12-month period; and

43 (3) in the case of a drinking establishment subject to no food sales

requirement under K.S.A. 41-2642, and amendments thereto, a licensed
 food service establishment.

3 (t) "RV resort" means premises where a place to park recreational 4 vehicles, as defined in K.S.A. 75-1212, and amendments thereto, is offered 5 for pay, primarily to transient guests, for overnight or longer use while 6 such recreational vehicles are used as sleeping or living accommodations.

7 (u) "Sample" means a serving of alcoholic liquor *or cereal malt* 8 *beverage* that contains not more than: (1) One-half ounce of distilled 9 spirits; (2) one ounce of wine; or (3) two ounces of beer or cereal malt 10 beverage. A sample of a mixed alcoholic beverage shall contain not more 11 than ¹/₂ ounce of distilled spirits.

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(v) "Secretary" means the secretary of revenue.

(w) "Temporary permit" means a temporary permit issued pursuant to
 K.S.A. 2019 Supp. 41-1201, and amendments thereto.

Sec. 6. K.S.A. 41-2604 is hereby amended to read as follows: 41-2604. Any person allowing consumption of alcoholic liquor *or cereal malt beverage* in violation of this act on any property owned, leased or otherwise under-his such person's control shall thereby subject-himself such person and the property on which-said such illegal consumption takes place to the penalties-hereinafter provided *in this section*.

(a) The person allowing such consumption shall be guilty of a
 misdemeanor and upon conviction thereof shall be subject to a fine not to
 exceed five hundred dollars (\$500) \$500 or confinement in the county jail
 not to exceed six (6) months, or both such fine and imprisonment.

(b) The property on which the violation takes place is declared to be a
public nuisance and as such is subject to abatement as provided for any
other liquor nuisance in K.S.A. 41-805, *and amendments thereto*.

Sec. 7. K.S.A. 2019 Supp. 41-2608 is hereby amended to read as follows: 41-2608. (a) Any public venue, club or drinking establishment license issued pursuant to this act shall be for one particular premises which that shall be stated in the application and in the license. Not more than one premises licensed under the club and drinking establishment act shall exist at a single legal address.

(b) No license shall be issued for a public venue, club or drinking
establishment unless the city, township or county zoning code allows a
club or drinking establishment at that location.

(c) The licensed premises of a license may be extend into a city, county or township street, alley, road, sidewalk or highway if: (1) Such street, alley, road, sidewalk or highway is closed to motor vehicle traffic by the governing body of such city, county or township at any time during which alcoholic liquor *or cereal malt beverage* is to be sold or consumed; and (2) such extension has been approved by the city, county or township by ordinance or resolution that specifies the exact times during which alcoholic liquor *or cereal malt beverage* may be sold or consumed on the
 street, alley, road, sidewalk or highway.

3 Sec. 8. K.S.A. 2019 Supp. 41-2610 is hereby amended to read as 4 follows: 41-2610. It shall be unlawful for any licensee or holder of a 5 temporary permit under this act to:

6 (a) Employ any person under the age of 18 years in connection with 7 the serving of alcoholic liquor *or cereal malt beverage*.

8 (b) Employ knowingly or continue in employment any person in 9 connection with the dispensing or serving of alcoholic liquor *or cereal* 10 *malt beverage* or the mixing of drinks containing alcoholic liquor who has 11 been adjudged guilty of a felony or of any crime involving a morals charge 12 in this or any other state, or of the United States.

(c) Knowingly employ or continue to employ any person in 13 connection with the dispensing or serving of alcoholic liquor or cereal 14 malt beverage, or the mixing of drinks containing alcoholic liquor, who 15 16 has been adjudged guilty of two or more violations of K.S.A. 2019 Supp. 17 21-5607, and amendments thereto, furnishing alcoholic liquor or cereal 18 malt beverage to minors or a similar law of any other state, or of the 19 United States, pertaining to furnishing alcoholic liquor or cereal malt beverage to minors within the immediately preceding five years, or who 20 21 has been adjudged guilty of three or more violations of any intoxicating 22 liquor law of this or any other state, or of the United States, not involving 23 the furnishing of alcoholic liquor or cereal malt beverage to minors within 24 the immediately preceding five years.

(d) In the case of a club, fail to maintain at the licensed premises a
current list of all members and their residence addresses or refuse to allow
the director, any of the director's authorized agents or any law enforcement
officer to inspect such list.

(e) Purchase alcoholic liquor *or cereal malt beverage* from any
 person except from a person authorized by law to sell such alcoholic liquor
 or cereal malt beverage to such licensee or permit holder.

(f) Permit any employee of the licensee or permit holder who is under the age of 21 years to work on premises where alcoholic liquor *or cereal malt beverage* is sold by such licensee or permit holder at any time when not under the on-premises supervision of either the licensee or permit holder, or an employee who is 21 years of age or over.

(g) Employ any person under 21 years of age in connection with the
 mixing or dispensing of drinks containing alcoholic liquor *or cereal malt beverage*.

40 Sec. 9. K.S.A. 2019 Supp. 41-2611 is hereby amended to read as 41 follows: 41-2611. The director may suspend, involuntarily cancel or 42 revoke any license issued pursuant to the club and drinking establishment 43 act for any one or more of the following reasons: 1 (a) The licensee has fraudulently obtained the license by giving false 2 information in the application therefor or any hearing thereon.

3 (b) The licensee has violated any of the provisions of this act or any 4 rules or regulations adopted hereunder.

5 (c) The licensee has become ineligible to obtain a license or permit 6 under this act.

7 (d) The licensee's manager or employee has been intoxicated while 8 on duty.

9 (e) The licensee, or its manager or employee, has permitted any 10 disorderly person to remain on premises where alcoholic liquor *or cereal* 11 *malt beverage* is sold by such licensee.

(f) There has been a violation of a provision of the laws of this state,
or of the United States, pertaining to the sale of intoxicating or alcoholic
liquors or cereal malt beverages, or any crime involving a morals charge,
on premises where alcoholic liquor *or cereal malt beverage* is sold by such
licensee.

(g) The licensee, or its managing officers or any employee, has
purchased and displayed, on premises where alcoholic liquor *or cereal malt beverage* is sold by such licensee, a federal wagering occupational
stamp issued by the United States treasury department.

(h) The licensee, or its managing officers or any employee, has
 purchased and displayed, on premises where alcoholic liquor *or cereal malt beverage* is sold by such licensee, a federal coin operated gambling
 device stamp for the premises issued by the United States treasury
 department.

(i) The licensee holds a license as a class B club, drinking
establishment or caterer and has been found guilty of a violation of article
10 of chapter 44 of the Kansas Statutes Annotated, and amendments
thereto, under a decision or order of the Kansas human rights commission
which *that* has become final, or such licensee has been found guilty of a
violation of K.S.A. 21-4003, prior to its repeal, or K.S.A. 2019 Supp. 216102, and amendments thereto.

(j) There has been a violation of K.S.A. 21-4106 or 21-4107, prior to
their repeal, or K.S.A. 2019 Supp. 21-6204, and amendments thereto, on
premises where alcoholic liquor *or cereal malt beverage* is sold by such
licensee.

Sec. 10. K.S.A. 2019 Supp. 41-2613 is hereby amended to read as follows: 41-2613. The right of immediate entry to and inspection of any premises licensed as a public venue, club or drinking establishment or any premises where alcoholic liquor *or cereal malt beverage* is sold by a holder of a temporary permit, or any premises subject to the control of any licensee or temporary permit holder, by any duly authorized officer or agent of the director, or by any law enforcement officer, shall be a

condition on which every license or temporary permit is issued, and the 1 2 application for, and acceptance of, any license or temporary permit shall 3 conclusively be deemed to be the consent of the applicant and licensee or 4 permit holder to such immediate entry and inspection. Such right of 5 immediate entry and inspection shall be at any time when the premises are 6 occupied and is not limited to hours when the club or drinking 7 establishment is open for business. Such consent shall not be revocable 8 during the term of the license or temporary permit. Refusal of such entry 9 shall be grounds for revocation of the license or temporary permit.

Sec. 11. K.S.A. 2019 Supp. 41-2614 is hereby amended to read as follows: 41-2614. (a) Except as provided by subsection (c), no public venue, club or drinking establishment shall allow the serving, mixing or consumption of alcoholic liquor *or cereal malt beverage* on its premises between the hours of 2:00 a.m. and 6:00 a.m. on any day.

(b) No caterer shall allow the serving, mixing or consumption of
alcoholic liquor *or cereal malt beverage* between the hours of 2:00 a.m.
and 6:00 a.m. on any day at an event catered by such caterer.

(c) A hotel of which the entire premises are licensed as a drinking
establishment or as a drinking establishment caterer may allow at any time
the serving, mixing and consumption of alcoholic liquor and cereal malt
beverage from a minibar in a guest room by guests registered to stay in
such room, and guests of guests registered to stay in such room.

23 Sec. 12. K.S.A. 41-2619 is hereby amended to read as follows: 41-24 2619. The existence of any place for which a license or temporary permit 25 has not been issued pursuant to this act and which purports, or is held out to the public or to any person by the proprietors or their agents or 26 27 employees, to be a place where alcoholic liquor or cereal malt beverage is 28 sold by the individual drink, shall be deemed to be sufficient probable 29 cause for any judge of the district court to issue a search warrant to any 30 law enforcement officer of the state or a subdivision of the state for the 31 purpose of searching such place for alcoholic liquor or cereal malt 32 beverage being sold, possessed or consumed in violation of this act, any 33 other law of the state or any ordinance of a municipal subdivision of the 34 state.

Sec. 13. K.S.A. 2019 Supp. 41-2623 is hereby amended to read as follows: 41-2623. (a) No license shall be issued under the provisions of this act to:

38 (1) Any person described in K.S.A. 41-311(a)(1), (2), (4), (5), (6), 39 (7), (8), (9), (12), (13) or (15), and amendments thereto, except that the 40 provisions of subsection *K.S.A.* 41-311(a)(7) of such section, and 41 *amendments thereto*, shall not apply to nor prohibit the issuance of a 42 license for a class A club to an officer of a post home of a congressionally 43 chartered service or fraternal organization, or a benevolent association or 1 society thereof.

2 (2) A person who has had the person's license revoked for cause 3 under the provisions of this act.

4 (3) A person who has not been a resident of this state for a period of 5 at least one year immediately preceding the date of application.

6 (4) A person who has a beneficial interest in the manufacture, 7 preparation or wholesaling or the retail sale of alcoholic-liquors *liquor or* 8 *cereal malt beverage* or a beneficial interest in any other club, drinking 9 establishment or caterer licensed hereunder, except that:

(A) A license for premises located in a hotel may be granted to a
person who has a beneficial interest in one or more other clubs or drinking
establishments licensed hereunder if such other clubs or establishments are
located in hotels.

(B) A license for a club or drinking establishment which that is a
restaurant may be issued to a person who has a beneficial interest in other
clubs or drinking establishments which that are restaurants.

17 (C) A caterer's license may be issued to a person who has a beneficial 18 interest in a club or drinking establishment and a license for a club or 19 drinking establishment may be issued to a person who has a beneficial 20 interest in a caterer.

(D) A license for a class A club may be granted to an organization of
 which an officer, director or board member is a distributor or retailer
 licensed under the liquor control act if such distributor or retailer sells no
 alcoholic liquor to such club.

(E) Any person who has a beneficial interest in a microbrewery,
microdistillery or farm winery licensed pursuant to the Kansas liquor
control act may be issued any or all of the following: (1) Class B club
license; (2) drinking establishment license; and (3) caterer's license.

29 (5) A copartnership, unless all of the copartners are qualified to 30 obtain a license.

(6) A corporation, if any officer, manager or director thereof, or any
stockholder owning in the aggregate more than 5% of the common or
preferred stock of such corporation would be ineligible to receive a license
hereunder for any reason other than citizenship and residence
requirements.

(7) A corporation, if any officer, manager or director thereof, or any
stockholder owning in the aggregate more than 5% of the common or
preferred stock of such corporation, has been an officer, manager or
director, or a stockholder owning in the aggregate more than 5% of the
common or preferred stock, of a corporation-which that:

(A) Has had a license revoked under the provisions of the club anddrinking establishment act; or

43 (B) has been convicted of a violation of the club and drinking

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1 establishment act or the cereal malt beverage laws of this state.

2 (8) A corporation organized under the laws of any state other than this3 state.

4 (9) A trust, if any grantor, beneficiary or trustee would be ineligible to 5 receive a license under this act for any reason, except that the provisions of 6 K.S.A. 41-311(a)(6), and amendments thereto, shall not apply in 7 determining whether a beneficiary would be eligible for a license.

8 (b) No club or drinking establishment license shall be issued under 9 the provisions of the club and drinking establishment act to:

10 (1) A person who does not own the premises for which a license is 11 sought, or does not, at the time the application is submitted, have a written 12 lease thereon, except that an applicant seeking a license for a premises 13 which *that* is owned by a city or county, or is a stadium, arena, convention 14 center, theater, museum, amphitheater or other similar premises may 15 submit an executed agreement to provide alcoholic beverage services at 16 the premises listed in the application in lieu of a lease.

17 (2) A person who is not a resident of the county in which the 18 premises sought to be licensed are located.

Sec. 14. K.S.A. 2019 Supp. 41-2637 is hereby amended to read as follows: 41-2637. (a) A license for a class A club shall allow the licensee to: (1) Offer for sale, sell and serve alcoholic liquor *or cereal malt beverage* for consumption on the licensed premises by members and their families, and guests accompanying them; and (2) serve samples of alcoholic liquor *or cereal malt beverage* free of charge for consumption by members and their families and guests accompanying them.

No charge of any sort may be made for a sample serving. Samples may not be served to a minor. No samples may be removed from the licensed premises. No consideration shall be requested or required for entry onto the premises, participation in any event taking place on the premises or to remain on the premises.

31 (b) (1) Subject to the provisions of subsection (b)(2), any two or more 32 class A or class B clubs may permit, by an agreement filed with and 33 approved by the director, the members of each such club to have access to 34 all other clubs-which that are parties to such agreement. The privileges 35 extended to the visiting members of other clubs under such an agreement 36 shall be determined by the agreement and, if the agreement so provides, 37 any club-which that is a party to such agreement may sell, offer for sale 38 and serve, to any person who is a member of another club-which that is a 39 party to such agreement, alcoholic liquor or cereal malt beverage for 40 consumption on the licensed premises by such person and such person's 41 family, and guests accompanying them.

42 (2) A class B club may enter into a reciprocal agreement authorized
43 by subsection (b)(1) only if the class B club is a restaurant.

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1 (c) A licensee may store on its premises wine sold to a customer for 2 consumption at a later date on its premises in the unopened container. Such 3 wine must be kept separate from all other alcohol stock and in a secure 4 locked area separated by customer. Such wine shall not be removed from 5 the licensed premises in its unopened condition.

6 Sec. 15. K.S.A. 2019 Supp. 41-2641 is hereby amended to read as 7 follows: 41-2641. (a) A license for a class B club shall allow the licensee 8 to: (1) Offer for sale, sell and serve alcoholic liquor or cereal malt beverage for consumption on the licensed premises by members of such 9 club and guests accompanying them; and (2) serve samples of alcoholic 10 liquor or cereal malt beverage free of charge on the licensed premises for 11 consumption by such members and their families and guests 12 13 accompanying them.

No charge of any sort may be made for a sample serving. Samples may not be served to a minor. No samples may be removed from the licensed premises. Providing samples is prohibited for any licensee who charges a cover charge or entry fee at any time during the business day. No consideration shall be requested or required for entry onto the premises, participation in any event taking place on the premises or to remain on the premises.

21 (b) (1) Subject to the provisions of subsection (b)(2), any two or more 22 class A or class B clubs may permit, by an agreement filed with and 23 approved by the director, the members of each such club to have access to 24 all other clubs-which that are parties to such agreement. The privileges 25 extended to the visiting members of other clubs under such an agreement shall be determined by the agreement and, if the agreement so provides, 26 any club-which that is a party to such agreement may sell, offer for sale 27 and serve, to any person who is a member of another club-which that is a 28 29 party to such agreement, alcoholic liquor or cereal malt beverage for consumption on the licensed premises by such person and such person's 30 31 family, and guests accompanying them.

32 (2) A class B club may enter into a reciprocal agreement authorized
33 by subsection (b)(1) only if the class B club is a restaurant.

34 (c) Except as provided by subsection (d), an applicant for
 35 membership in a class B club shall, before becoming a member of such
 36 club:

(1) Be screened by the club for good moral character; and

(2) pay an annual membership fee of not less than \$10.

39 (d) Notwithstanding the membership fee requirement of subsection40 (c):

(1) Any class B club located on the premises of a hotel or RV resort
may establish rules whereby a guest, who registered at the hotel or RV
resort and who is not a resident of the county in which the club is located,

1 may file application for temporary membership in such club. The 2 membership, if granted, shall be valid only for the period of time that the 3 guest is a bona fide registered guest at the hotel or RV resort and such 4 temporary membership shall not be subject to the fee requirement of this 5 section.

6 (2) Any class B club located on property which is owned or operated 7 by a municipal airport authority and upon which consumption of alcoholic 8 liquor *or cereal malt beverage* is authorized by law may establish rules 9 whereby an air traveler who is a holder of a current airline ticket may file 10 application for temporary membership in such club for the day such air 11 traveler's ticket is valid, and such temporary membership shall not be 12 subject to the fee requirement of this section.

13 (3) Any class B club may establish rules whereby military personnel 14 of the armed forces of the United States on temporary duty and housed at or near any military installation located within the exterior boundaries of 15 16 the state of Kansas may file application for temporary membership in such 17 club. The membership, if granted, shall be valid only for the period of the 18 training, not to exceed 20 weeks. Any person wishing to make application 19 for temporary membership in a class B club under this subsection (d)(3)20 *paragraph* shall present the temporary duty orders to the club. Temporary 21 membership issued under this subsection (d)(3) paragraph shall not be 22 subject to the fee requirements of this section.

23 (4) Any class B club may enter into a written agreement with a hotel 24 or RV resort whereby a guest who is registered at the hotel or RV resort 25 and who is not a resident of the county in which the club is located may 26 file application for temporary membership in such club. The temporary 27 membership, if granted, shall be valid only for the period of time that the 28 guest is a bona fide registered guest at the hotel or RV resort and shall not 29 be subject to the fee requirement of this section. A club may enter into a 30 written agreement with a hotel or RV resort pursuant to this provision only 31 if: (A) The hotel or RV resort is located in the same county as the club; (B) 32 there is no class B club located on the premises of the hotel or RV resort; 33 and (C) no other club has entered into a written agreement with the hotel 34 or RV resort pursuant to this section.

(5) Any class B club located in a racetrack facility where races with parimutuel wagering are conducted under the Kansas parimutuel racing act may establish rules whereby persons attending such races may file an application for temporary membership in such club for the day such person is attending such races, and such temporary membership shall not be subject to the fee requirement of this section.

41 (e) A licensee may store on its premises wine sold to a customer for
42 consumption at a later date on its premises in the unopened container. Such
43 wine must be kept separate from all other alcohol stock and in a secure

locked area separated by customer. Such wine shall not be removed from
 the licensed premises in its unopened condition.

3 Sec. 16. K.S.A. 2019 Supp. 41-2642 is hereby amended to read as 4 follows: 41-2642. (a) A license for a drinking establishment shall allow the 5 licensee to offer for sale, sell and serve alcoholic liquor or cereal malt 6 beverage for consumption on the licensed premises which may be open to 7 the public, and to serve samples of alcoholic liquor or cereal malt 8 beverage free of charge on licensed premises subject to the requirements of subsection (c), but only if such premises are located in a county where 9 10 the qualified electors of the county:

(1) (A) Approved, by a majority vote of those voting thereon, the
proposition to amend section 10 of article 15 of the constitution of the state
of Kansas at the general election in November 1986; or (B) have approved
a proposition to allow sales of alcoholic liquor by the individual drink in
public places within the county at an election pursuant to K.S.A. 41-2646,
and amendments thereto; and

(2) have not approved a proposition to prohibit such sales of alcoholic
liquor in such places at a subsequent election pursuant to K.S.A. 41-2646,
and amendments thereto.

(b) A drinking establishment shall be required to derive from sales of
food for consumption on the licensed premises not less than 30% of all the
establishment's gross receipts from sales of food and beverages on such
premises unless the licensed premises are located in a county where the
qualified electors of the county:

(1) Have approved, at an election pursuant to K.S.A. 41-2646, and
amendments thereto, a proposition to allow sales of alcoholic liquor by the
individual drink in public places within the county without a requirement
that any portion of their gross receipts be derived from the sale of food;
and

(2) have not approved a proposition to prohibit such sales of alcoholic
liquor in such places at a subsequent election pursuant to K.S.A. 41-2646,
and amendments thereto.

(c) No charge of any sort may be made for a sample serving. Samples may not be served to a minor. No samples may be removed from the licensed premises. Providing samples is prohibited for any licensee who charges a cover charge or entry fee at any time during the business day. No consideration shall be requested or required for entry onto the premises, participation in any event taking place on the premises or to remain on the premises.

(d) A drinking establishment shall specify in the application for a
license or renewal of a license the premises to be licensed, which may
include all premises which are in close proximity and are under the control
of the applicant or licensee.

1 (e) Notwithstanding any other provision of law to the contrary, any 2 hotel of which the entire premises are licensed as a drinking establishment 3 or as a drinking establishment caterer may sell alcoholic liquor or cereal 4 malt beverage by means of minibars located in guest rooms of such hotel, 5 subject to the following:

6 (1) The key, magnetic card or other device required to attain access to 7 a minibar in a guest room shall be provided only to guests who are 8 registered to stay in such room and who are 21 or more years of age;

9 (2) containers or packages of spirits or wine sold by means of a 10 minibar shall hold not less than 50 nor more than 200 milliliters; and

(3) a minibar shall be restocked with alcoholic liquor or cereal malt
beverage only during hours when the hotel is permitted to sell alcoholic
liquor and cereal malt beverage as a drinking establishment.

(f) A drinking establishment may store on its premises wine sold to a
customer for consumption at a later date on its premises in the unopened
container. Such wine must be kept separate from all other alcohol stock
and in a secure locked area separated by customer. Such wine shall not be
removed from the licensed premises in its unopened condition.

Sec. 17. K.S.A. 2019 Supp. 41-2643 is hereby amended to read as follows: 41-2643. (a) A caterer's license shall allow the licensee to offer for sale, sell and serve alcoholic liquor *or cereal malt beverage* for consumption on unlicensed premises, which *that* may be open to the public, but only if such premises are located in a county where the qualified electors of the county:

(1) (A) Approved, by a majority vote of those voting thereon, the
proposition to amend section 10 of article 15 of the constitution of the state
of Kansas at the general election in November, 1986; or (B) have approved
a proposition to allow sales of alcoholic liquor by the individual drink in
public places within the county at an election pursuant to K.S.A. 41-2646,
and amendments thereto; and

(2) have not approved a proposition to prohibit such sales of alcoholic
 liquor in such places at a subsequent election pursuant to K.S.A. 41-2646,
 and amendments thereto.

(b) A caterer shall be required to derive from sales of food at catered
events not less than 30% of the caterer's gross receipts from all sales of
food and beverages at catered events in a 12-month period unless the
caterer offers for sale, sells and serves alcoholic liquor *or cereal malt beverage* only in counties where the qualified electors of the county:

(1) Have approved, at an election pursuant to K.S.A. 41-2646, and
amendments thereto, a proposition to allow sales of alcoholic liquor by the
individual drink in public places within the county without a requirement
that any portion of their gross receipts be derived from the sale of food;
and

1 (2) have not approved a proposition to prohibit such sales of alcoholic 2 liquor in such places at a subsequent election pursuant to K.S.A. 41-2646, 3 and amendments thereto.

4 (c) Each caterer shall maintain the caterer's principal place of 5 business in a county in this state where the caterer is authorized by this 6 section to sell alcoholic liquor by the individual drink in a public place. All 7 records of the caterer relating to the caterer's licensed business and the 8 caterer's license shall be kept at such place of business. The caterer's principal place of business shall be stated in the application for a caterer's 9 license and the caterer shall notify the director of any change in its location 10 within 10 days after such change. 11

12 (d) Except as otherwise provided herein, a caterer shall provide electronic notification to the director at least 48 hours prior to any event at 13 which the caterer will sell alcoholic liquor or cereal malt beverage by the 14 individual drink. The director shall make the electronic notification 15 16 available to local law enforcement. Notice shall consist of the time. 17 location and the names of the contracting parties of the event. For events 18 where-alcohol alcoholic liquor or cereal malt beverage is served, a 19 licensee shall retain all documents for a period of three years for inspection by the director. The documents retained shall include 20 21 agreements, receipts, employees assigned to the event and records of 22 alcohol alcoholic liquor and cereal malt beverage purchased. Notification 23 shall not be required for weddings, funerals, events sponsored by religious 24 institutions, or for business, industry or trade sponsored meetings, 25 including, but not limited to, awards presentations and retirement 26 celebrations.

(e) A caterer may rebate a portion of the caterer's receipts from the
sale of alcoholic liquor *or cereal malt beverage* at an event to the person or
organization contracting with the caterer to sell alcoholic liquor *or cereal malt beverage* at such event.

31 Sec. 18. K.S.A. 2019 Supp. 41-2653 is hereby amended to read as 32 follows: 41-2653. (a) In addition to the rights of a licensee pursuant to 33 provisions of K.S.A. 41-2637, 41-2641 or 41-2642, and amendments thereto, a class A club license, class B club license or drinking 34 35 establishment license shall allow the licensee to allow legal patrons of the 36 club or drinking establishment to remove from the licensed premises one 37 or more opened containers of alcoholic liquor or cereal malt beverage, 38 subject to the following conditions:

39 (1) It must be legal for the licensee to sell the alcoholic liquor or
 40 *cereal malt beverage* in its original container;

41 (2) the alcoholic liquor *or cereal malt beverage* must be in its original 42 container;

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(3) each container of alcoholic liquor *or cereal malt beverage* must

1 have been purchased by a patron and the alcoholic liquor or cereal malt

beverage in each container must have been partially consumed on the
 licensed premises;

4 (4) the licensee or the licensee's employee must provide the patron 5 with a dated receipt for the unfinished container or containers of alcoholic 6 liquor *or cereal malt beverage*; and

7 (5) before the container of alcoholic liquor *or cereal malt beverage* is 8 removed from the licensed premises, the licensee or the licensee's 9 employee must securely reseal each container, place the container in a 10 tamper-proof, transparent bag-which *that* is sealed in a manner that makes 11 it visibly apparent if the bag is subsequently tampered with or opened.

12 (b) This section shall be *a* part of and supplemental to the club and 13 drinking establishment act.

14 Sec. 19. K.S.A. 2019 Supp. 41-2655 is hereby amended to read as 15 follows: 41-2655. (a) A license for a public venue shall allow the licensee 16 to:

(1) Offer for sale, sell and serve alcoholic liquor *or cereal malt beverage* by the individual drink for consumption on the licensed
 premises;

(2) offer for sale, sell and serve unlimited drinks for a fixed price indesignated areas of the licensed premises;

(3) offer for sale and sell-all inclusive all-inclusive packages-which
 that include unlimited drinks in designated areas of the licensed premises;

(4) offer for sale, sell and serve alcoholic liquor *or cereal malt beverage* in the original container for consumption on the licensed
premises in private suites, which that are enclosed or semi-enclosed
seating areas, having controlled access and separated from the general
admission areas by a permanent barrier;

(5) store, in each private suite, which that is an enclosed or semienclosed seating area, having controlled access and separated from the
general admission areas by a permanent barrier, alcoholic liquor or cereal *malt beverage* sold in the original container to a customer in that private
suite; and

(6) with the approval of the retailer or distributor, return for a full refund of the original purchase price unopened containers of alcoholic liquor *or cereal malt beverage* to the retailer or distributor from whom such items were purchased upon the conclusion of an event if the next scheduled event for that premises is more than 90 days from the date of the concluded event.

40 (b) An applicant or public venue licensee shall specify in the 41 application for a license, or renewal of a license, the premises to be 42 licensed. No public venue licensee may offer for sale, sell or serve any 43 alcoholic liquor *or cereal malt beverage* in any area not included in the 1 licensed premises.

2 (c) The term "designated areas" for purposes of this section shall 3 mean means an area identified in the license application, which may 4 include suites, that has controlled access and is separated from the general 5 admission by a barrier.

6 (d) The provisions of this section shall take effect and be in force-7 from and after July 1, 2012.

8 (e)(d) All rules and regulations adopted on and after July 1, 2012, and 9 prior to July 1, 2013, to implement this section shall continue to be 10 effective and shall be deemed to be duly adopted rules and regulations of 11 the secretary until revised, amended, revoked or nullified pursuant to law.

12 (f)(e) This section shall be a part of and supplemental to the club and 13 drinking establishment act.

14 Sec. 20. K.S.A. 2019 Supp. 41-2658 is hereby amended to read as 15 follows: 41-2658. (a) Alcoholic liquor *and cereal malt beverage* shall be 16 dispensed only from original containers, except any drinking establishment 17 licensee or its agent or employee, may dispense:

(1) Alcoholic liquor *or cereal malt beverage* from a machine or
 container used to mix alcoholic liquor with other liquids or solids intended
 for human consumption;

(2) alcoholic liquor *or cereal malt beverage* from a machine or
container used to chill alcoholic liquor, which may contain additional
liquids or solids intended for human consumption; or

(3) infused alcoholic liquor *or cereal malt beverage* from a container
 used to infuse alcoholic liquor with other substances intended for human
 consumption.

(b) A drinking establishment licensee, or its agent or employee, shall
not refill any original container with any alcoholic liquor, *cereal malt beverage* or any other substance.

(c) Any drinking establishment licensee, or its agent or employee,
may infuse alcoholic liquor *or cereal malt beverage* with spices, herbs,
fruits, vegetables, candy or other substances intended for human
consumption if no additional fermentation occurs during the process.

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(d) As used in this section:

(1) "Dispense" means to portion out servings of alcoholic liquor *or cereal malt beverage* for consumption. This term shall include *includes* the pouring of drinks of alcoholic liquor *or cereal malt beverage* and opening original containers of alcoholic liquor *or cereal malt beverage* by the licensee or licensee's employee for consumption by customers, and shall not include any self-dispensing by a customer.

41 (2) "Infuse" means to add flavor or scent to a liquid by steeping 42 additional ingredients in the liquid.

43 (e) This section shall be *a* part of and supplemental to the club and

1 drinking establishment act.

2 Sec. 21. K.S.A. 2019 Supp. 41-2659 is hereby amended to read as 3 follows: 41-2659. (a) (1) A city or a county may establish one or more 4 common consumption areas within the limits of the city or within the 5 unincorporated portion of the county, as applicable, by ordinance or 6 resolution, respectively, and authorize the possession and consumption of 7 alcoholic liquor or cereal malt beverage within the common consumption 8 area. The ordinance or resolution shall designate the boundaries of any 9 common consumption area and prescribe the times during which alcoholic 10 liquor or cereal malt beverage may be consumed therein. The ordinance or resolution shall require that any public street or roadway that lies within a 11 12 common consumption area shall be blocked from motorized traffic during 13 the hours in which-alcohol alcoholic liquor or cereal malt beverage is 14 consumed

15 (2) The city or county shall immediately notify the director of the 16 division of alcoholic beverage control of the establishment of a common 17 consumption area and submit a copy of the ordinance or resolution along 18 with such notice.

(b) A common consumption area permit shall allow the consumption of alcoholic liquor *or cereal malt beverage* in any area designated by such permit. The director may issue common consumption area permits to the city or county or any one person who shall be a resident of Kansas or an organization that has its principal place of business in Kansas and that has been approved by the respective city or county, in accordance with rules and regulations adopted by the secretary of revenue.

(c) Applications for common consumption area permits shall besubmitted to the director, subject to the following:

(1) A copy of any ordinance or resolution promulgated in accordance
 with subsection (a) shall accompany any application for a common
 consumption area permit.

(2) Each application shall be accompanied by a non-refundable permit fee of \$100. All permit fees collected by the director pursuant to this section shall be remitted to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit of the state general fund.

37 (3) A common consumption area permit shall be issued for a period
38 of not to exceed one year. A common consumption area permit shall not be
39 transferable or assignable.

(d) Any licensee immediately adjacent to, or located within a
common consumption area may request that the licensee's licensed
premises participate in the common consumption area for the duration of
the common consumption area permit. Such a request shall be made upon

1 forms prescribed by the director.

2 (e) (1) Any licensee who has requested and received permission to participate in the common consumption area may allow its legal patrons to 3 4 remove alcoholic liquor or cereal malt beverage purchased from the 5 licensee into the premises described by the common consumption area 6 permit. All alcoholic beverages liquor and cereal malt beverage removed 7 from a licensed premises in such fashion shall be served in a container that 8 displays the licensee's trade name or logo or other identifying mark that is 9 unique to the licensee.

10 (2) In addition to their licensed premises, one or more licensees that have requested and received permission to participate in a common 11 consumption area may offer for sale, sell and serve alcoholic liquor or 12 cereal malt beverage for consumption from one non-contiguous service 13 14 area within the common consumption area, as designated and approved by the common consumption area permit holder. The licensee shall 15 16 prominently display a copy of its drinking establishment license and the 17 approval of the common consumption area permit holder at its non-18 contiguous service area.

(f) (1) Each licensee within a common consumption area shall be
liable for violations of all liquor laws governing the sale and consumption
of alcoholic liquor *and cereal malt beverage* that occur on the licensee's
premises.

(2) Each common consumption area permit holder shall be liable for
 violations that occur off the licensee's premises, but within the common
 consumption area identified in the permit. No permit holder shall permit
 any person to remove any open container of alcoholic liquor *or cereal malt beverage* from the boundaries of the common consumption area.

(g) For the purposes of this section, "common consumption area" 28 29 shall mean means a defined indoor or outdoor area not otherwise subject to 30 a license issued pursuant to the Kansas liquor control act or the club and 31 drinking establishment act where the possession and consumption of 32 alcoholic liquor or cereal malt beverage is allowed pursuant to a common 33 consumption area permit. The boundaries of any common consumption 34 area must be clearly marked using a physical barrier or any apparent line 35 of demarcation.

(h) The secretary shall adopt rules and regulations to implement thissection.

(i) This section shall be a part of and supplemental to the club anddrinking establishment act.

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 Sec. 22.
 K.S.A. 41-2604 and 41-2619 and K.S.A. 2019 Supp. 41

 41
 1201, 41-1202, 41-1203, 41-1204, 41-2601, 41-2608, 41-2610, 41-2611,

 42
 41-2613, 41-2614, 41-2623, 41-2637, 41-2641, 41-2642, 41-2643, 41

 43
 2653, 41-2655, 41-2658 and 41-2659 are hereby repealed.

1 Sec. 23. This act shall take effect and be in force from and after its 2 publication in the statute book.