## **HOUSE BILL No. 2550**

By Committee on Federal and State Affairs

1-26

AN ACT concerning alcoholic beverages; amending K.S.A. 41-2640 and 41-2722 and repealing the existing sections.

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

Section 1. K.S.A. 41-2640 is hereby amended to read as follows: 41-2640. (a) No club, drinking establishment, caterier or holder of a temporary permit, nor any person acting as an employee or agent thereof, shall:

- (1) Offer or serve any free cereal malt beverage or alcoholic liquor in any form to any person;
- (2) offer or serve to any person a drink at a price that is less than the acquisition cost of the drink to the licensee or permit holder;
- (3) sell, offer to sell or serve to any person an unlimited number of drinks during any set period of time for a fixed price, except at private functions not open to the general public or to the general membership of a club;
- (4) sell, offer to sell or serve any drink to any person at any time at a price less than that charged all other purchasers of drinks on that day;
- (5) (4) increase the volume of alcoholic liquor contained in a drink or the size of a drink of cereal malt beverage without increasing proportionately the price regularly charged for the drink on that day;
- (6) (5) encourage or permit, on the licensed premises, any game or contest which involves drinking alcoholic liquor or cereal malt beverage or the awarding of drinks as prizes; or
- (7) (6) advertise or promote in any way, whether on or off the licensed premises, any of the practices prohibited under subsections (a)(1) through (6).
- (b) Nothing in subsection (a) shall be construed to prohibit a club, drinking establishment, caterer or holder of a temporary permit from:
  - (1) Offering free food or entertainment at any time; or
  - (2) selling or delivering wine by the bottle or carafe.
- (c) Violation of any provision of this section is a misdemeanor punishable as provided by K.S.A. 41-2633, and amendments thereto.
- (d) Violation of any provision of this section shall be grounds for suspension or revocation of the licensee's license as provided by K.S.A. 41-2609, and amendments thereto, and for imposition of a civil fine on the licensee or temporary permit holder as provided by K.S.A. 41-2633a, and

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amendments thereto.

- (e) Every licensed club and drinking establishment shall make available at any time upon request a price list showing the club's or drinking establishment's current prices per drink for all drinks.
- (f) As used in this section, "drink" means an individual serving of any beverage containing alcoholic liquor or an individual serving of cereal malt beverage.
- Sec. 2. K.S.A. 41-2722 is hereby amended to read as follows: 41-2722. (a) No retailer, or employee or agent of a retailer, licensed to sell cereal malt beverage for consumption on the licensed premises shall:
  - (1) Offer or serve any free cereal malt beverage to any person;
- (2) offer or serve to any person a drink at a price that is less than the acquisition cost of the drink to the licensee;
- (3) sell, offer to sell or serve to any person an unlimited number of drinks during any set period of time for a fixed price, except at private functions not open to the general public;
- (4) sell, offer to sell or serve any drink to any person at any time at a price less than that charged the general public on that day, except at private functions not open to the general public;
- (5) (4) increase the size of a drink of cereal malt beverage without increasing proportionately the price regularly charged for the drink on that day;
- (6) (5) encourage or permit, on the licensed premises, any game or contest which involves drinking cereal malt beverage or the awarding of drinks as prizes; or
- (7) (6) advertise or promote in any way, whether on or off the licensed premises, any of the practices prohibited under subsections (a)(1) through (6).
- (b) Nothing in subsection (a) shall be construed to prohibit a retailer from offering free food or entertainment at any time.
- (c) Violation of any provisions of this section is a misdemeanor punishable as provided by K.S.A. 41-2711, and amendments thereto.
- (d) Violation of any provision of this act shall be grounds for suspension or revocation of the retailer's license as provided by K.S.A. 41-2708, and amendments thereto.
- (e) Every licensee subject to the provisions of this section shall make available at any time upon request a price list showing the licensee's current prices for all cereal malt beverages.
- 39 (f) As used in this section, "drink" means an individual serving of do cereal malt beverage.
- 41 (g) This section shall be part of and supplemental to K.S.A. 41-2701 through 41-2721, and amendments thereto.
  - Sec. 3. K.S.A. 41-2640 and 41-2722 are hereby repealed.

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Sec. 4. This act shall take effect and be in force from and after its publication in the statute book.