Session of 2013

## SENATE BILL No. 203

By Committee on Federal and State Affairs

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AN ACT concerning intoxicating liquor; dealing with club and drinking establishments; amending K.S.A. 2012 Supp. 41-2640 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:
Section 1. K.S.A. 2012 Supp. 41-2640 is hereby amended to read as follows: 41-2640. (a) No club, drinking establishment, caterer or holder of a temporary permit, nor any person acting as an employee or agent thereof, shall:

41-104 and

sections

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Insert Attachment A

(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 an individual drink at a price that is less than the acquisition cost of the individual drink to the licensee or permit holder;

(3) sell, offer to sell or serve to any person an unlimited number of individual 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) encourage or permit, on the licensed premises, any game or contest which involves drinking alcoholic liquor or cereal malt beverage or the awarding of individual drinks as prizes; or

 (5) advertise or promote in any way, whether on or off the licensed premises, any of the practices prohibited under subsections (a)(1) through (4).

(b) No public venue, 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 or original container of alcoholic liquor or cereal malt beverage at a price that is less than the acquisition cost of the drink or original container of alcoholic liquor or cereal malt beverage to the licensee;

(3) sell or serve alcoholic liquor in glass containers to customers in the general admission area;

(4) sell or serve more than two drinks per customer at any one time in the general admission area;

And by redesignating sections accordingly

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Attachment 5
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Proposed Amendments to SB 203 #2

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Prepared by: Mike Heim
Office of Revisor of Statutes

(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

(6) advertise or promote in any way, whether on or off the licensed premises, any of the practices prohibited under subsections (b)(1) through (5).

- (c) A public venue club, drinking establishment, caterer or holder of a temporary permit may:
- (1) Offer free food or entertainment at any time;
- (2) sell or deliver wine by the bottle or carafe;
- (3) sell, offer to sell and serve individual drinks at different prices throughout any day; or

sell or serve beer or cereal malt beverage in a pitcher capable of

containing not more than 64 fluid ounces;

(5) sell or serve margarita, sangria, daiquiri, mojito or other mixed alcoholic beverages as approved by the director in a pitcher containing not more than 64 fluid ounces; or

(6) offer enstomer self service of alcoholic liquor, beer, cereal mall beverage or wine from automated devices on the licensee's premises so long as the licensee monitors and has the ability to control the consumption of such alcoholic liquor, beer, cereal malt beverage or wine from such automated devices; and such consumption is monitored by wideo surveillance under the real time review of the licensee's management and the Kansas racing and gaming commission.

Strike

(d) A hotel of which the entire premises is licensed as a drinking establishment may, in accordance with rules and regulations adopted by the secretary, distribute to its guests coupons redeemable on the hotel premises for drinks containing alcoholic liquor. The hotel shall remit liquor drink tax in accordance with the provisions of the liquor drink tax act, K.S.A. 79-41a01 et seq., and amendments thereto, on each drink served based on a price which is not less than the acquisition cost of the drink.

(e) A hotel of which the entire premises is not licensed as a drinking establishment may, in accordance with rules and regulations adopted by the secretary, through an agreement with one or more clubs or drinking establishments, distribute to its guests coupons redeemable at such clubs or drinking establishments for drinks containing alcoholic liquor. Each club or drinking establishment redeeming coupons issued by a hotel shall collect from the hotel the agreed price, which shall be not less than the acquisition cost of the drink plus the liquor drink tax for each drink served. The club or drinking establishment shall collect and remit the liquor drink tax in accordance with the provisions of the liquor drink tax act, K.S.A. 79-41a01 et seq., and amendments thereto.

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(d) (f) Violation of any provision of this section is a misdemeanor punishable as provided by K.S.A. 41-2633, and amendments thereto.

(e) (g) 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 amendments thereto.

(f)—Every—licensed club—and drinking establishment shall make available at any time upon request a price list showing the club's ordrinking establishment's current prices per individual drink for all-individual drinks.

New Sec. 2. (a) If a person who has attained 18 years of age, or is an emancipated minor, enters premises licensed pursuant to the Kansas liquor control act or club and drinking establishment act where alcoholic liquor or cereal malt beverages are sold and offers or presents to a licensee or an agent or employee of the licensee written evidence of age, that is fraudulent or false or that is not actually the person's own, or otherwise misrepresents the person's age, for the purpose of inducing the licensee or an agent or employee of the licensee to sell, give, serve or furnish alcoholic beverages contrary to the law, shall be liable, in addition to any criminal penalty provided by law, for damages of \$1,000 and, in addition, costs and reasonable attorney fees in a civil action brought by the licensee.

(b) A person who is of legal age for the consumption of alcoholic liquor or cereal malt beverage who solicits another person or who themselves purchases or receives alcoholic liquor from a licensee under the liquor control act or the club and drinking establishment act, an agent or employee of the licensee, or another person, for the purpose of selling, giving, or serving it to a person under the age of 21 years shall be liable to the licensee for damages in a civil action for a penalty of \$1,000 and, in addition, costs and reasonable attorney fees.

(c) It is a condition precedent to maintaining a civil action under this section that the licensee send by first class mail to the defendant at the defendant's last known address 15 days or more before the civil action is commenced, a notice demanding the relief authorized. It is not a condition precedent to maintaining an action under this section that the person who allegedly violated subsection (a) or (b) was charged with or convicted under any criminal statute or ordinance regarding furnishing cereal malt beverages or alcoholic liquor to minors.

(d) A person does not violate this section if the person performs an act proscribed under this section at the request of law enforcement or the alcoholic beverage control, and such enforcement officers accompany, supervise or otherwise observe the person's act, and the

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Example of the act is to assist in the enforcement of and compliance with Kansas law.

Sec.-2: 3. K.S.A. 2012 Supp. 41-2640 is hereby repealed.

Sec.-3: 4. This act shall take effect and be in force from and after its publication in the statute book.

establishment act or article 27 of chapter 41 of the Kansas Statutes Annotated, except that nothing contained in this act shall prevent: deliver, furnish or possess any alcoholic liquor for beverage purposes, except as specifically provided in this act, the club and drinking K.S.A. 2012 Supp. 41-104 is hereby amended to read as follows: 41-104. No person shall manufacture, bottle, blend, sell, barter, transport,

the provisions of K.S.A. 41-407, and amendments thereto, shall be applicable to all persons; The possession and transportation of alcoholic liquor for the personal use of the possessor, the possessor's family and guests except that

without distillation, if it is made solely for the use of the maker and the maker's family; the making of wine, cider or beer by a person from fruits, vegetables or grains, or the product thereof, by simple fermentation and

<u>ල</u> any duly licensed practicing physician or dentist from possessing or using alcoholic liquor in the strict practice of the medical or dental

<u>a</u> bona fide patients of such hospital or institution; any hospital or other institution caring for sick and diseased persons, from possessing and using alcoholic liquor for the treatment of

any drugstore employing a licensed pharmacist from possessing and using alcoholic liquor in the compounding of prescriptions of duly

or religious ceremony conducted by such church; or the possession and dispensation of wine by an authorized representative of any church for the purpose of conducting any bona fide rite

adopted by the secretary. amendments thereto, by payment of all applicable taxes within such time after purchase of the wine as prescribed by rules and regulations of age; (2) the consumer must purchase the wine while physically present on the premises of the wine manufacturer; (3) the wine must be for the consumer's personal consumption and not for resale; and (4) the consumer shall comply with the provisions of K.S.A. 41-407, and another state and the shipment of such wine directly to such consumer, subject to the following: (1) The consumer must be at least 21 years the sale of wine to a consumer in this state by a person which holds a valid license authorizing the manufacture of wine in this or

club and drinking establishment act or article 27 of chapter 41 of the Kansas Statutes Annotated, and amendments thereto sale pursuant to this act, the club and drinking establishment act or article 27 of chapter 41 of the Kansas Statutes Annotated, and amendments thereto. Any such fund raising activity shall not be required to obtain a license or a temporary permit pursuant to this act, the K.S.A. 25-4142 et seq., and amendments thereto. The serving of such alcoholic liquor at such fund raising activities shall not constitute a by K.S.A. 17-1760, and amendments thereto, and as qualified pursuant to 26 U.S.C.A. § 501(c) and by committees formed pursuant to The serving of complimentary alcoholic liquor or cereal malt beverages at fund raising activities of charitable organizations as defined

control has been notified thereof no less than 10 days in advance. the governing body of the city, county or township wherein the event will take place and whereby the director of the alcoholic beverage his agent at an event sponsored by a nonprofit organization promoting the arts and which has been approved by ordinance or resolution of (i) The serving of complimentary alcoholic liquor or cereal malt beverage on the unlicensed premises of a business by the business owner or

Sec. 2