Session of 2015

## HOUSE BILL No. 2189

By Committee on Federal and State Affairs

1-29

1 AN ACT concerning alcoholic beverages; relating to microbreweries; 2 amending K.S.A. 41-708 and K.S.A. 2014 Supp. 41-308b and repealing 3 the existing sections. 4 5 *Be it enacted by the Legislature of the State of Kansas:* Section 1. K.S.A. 2014 Supp. 41-308b is hereby amended to read as 6 7 follows: 41-308b. (a) A microbrewery license shall allow: 8 (1) The manufacture of not less than 100 nor more than 30,000-9 60,000 barrels of domestic beer during the calendar year and the storage 10 thereof: 11 (2) the sale to beer distributors of beer, manufactured by the licensee 12 of beer, manufactured by the licensee, to licensed beer distributors, 13 retailers, public venues, clubs, drinking establishments, caterers and 14 holders of temporary permits as authorized by K.S.A. 41-2645, and 15 amendments thereto: 16 (3) the sale, on the licensed premises in the original unopened 17 container to consumers for consumption off the licensed premises, of beer 18 manufactured by the licensee; 19 (4) the serving free of charge on the licensed premises and at special 20 events, monitored and regulated by the division of alcoholic beverage 21 control, of samples of beer manufactured by the licensee, if the premises 22 are located in a county where the sale of alcoholic liquor is permitted by 23 law in licensed drinking establishments; 24 (5) if the licensee is also licensed as a club or drinking establishment, 25 the sale of domestic beer and other alcoholic liquor for consumption on the 26 licensed premises as authorized by the club and drinking establishment 27 act: and 28 (6) if the licensee is also licensed as a caterer, the sale of domestic 29 beer and other alcoholic liquor for consumption on unlicensed premises as 30 authorized by the club and drinking establishment act. 31 (b) Upon application and payment of the fee prescribed by K.S.A. 41-32 310, and amendments thereto, by a microbrewery licensee, the director 33 may issue not to exceed one microbrewery packaging and warehousing 34 facility license to the microbrewery licensee. A microbrewery packaging 35 and warehousing facility license shall allow: 36 (1) The transfer, from the licensed premises of the microbrewery to

the licensed premises of the microbrewery packaging and warehousing
 facility, of beer manufactured by the licensee, for the purpose of packaging
 or storage, or both; and

4 (2) the transfer, from the licensed premises of the microbrewery 5 packaging and warehousing facility to the licensed premises of the 6 microbrewery, of beer manufactured by the licensee; or

7 (3) the removal from the licensed premises of the microbrewery
8 packaging and warehousing facility of beer manufactured by the licensee
9 for the purpose of delivery to a licensed beer wholesaler.

10 (c) A microbrewery may sell domestic beer in the original unopened container to consumers for consumption off the licensed premises at any 11 12 time between 6 a.m. and 12 midnight on any day except Sunday and 13 between 11 a.m. and 7 p.m. on Sunday. If authorized by subsection (a), a microbrewery may serve samples of domestic beer and serve and sell 14 domestic beer and other alcoholic liquor for consumption on the licensed 15 16 premises at any time when a club or drinking establishment is authorized 17 to serve and sell alcoholic liquor.

(d) The director may issue to the Kansas state fair or any bona fide 18 19 group of brewers a permit to import into this state small quantities of beer. 20 Such beer shall be used only for bona fide educational and scientific 21 tasting programs and shall not be resold. Such beer shall not be subject to 22 the tax imposed by K.S.A. 41-501, and amendments thereto. The permit 23 shall identify specifically the brand and type of beer to be imported, the 24 quantity to be imported, the tasting programs for which the beer is to be 25 used and the times and locations of such programs. The secretary shall adopt rules and regulations governing the importation of beer pursuant to 26 27 this subsection and the conduct of tasting programs for which such beer is 28 imported.

(e) A microbrewery license or microbrewery packaging and
warehousing facility license shall apply only to the premises described in
the application and in the license issued and only one location shall be
described in the license.

33

(f) No microbrewery shall:

34 (1) Employ any person under the age of 18 years in connection with35 the manufacture, sale or serving of any alcoholic liquor;

(2) permit any employee of the licensee who is under the age of 21
years to work on the licensed premises at any time when not under the onpremises supervision of either the licensee or an employee of the licensee
who is 21 years of age or over;

40 (3) employ any person under 21 years of age in connection with 41 mixing or dispensing alcoholic liquor; or

42 (4) employ any person in connection with the manufacture or sale of43 alcoholic liquor if the person has been convicted of a felony.

1 (g) Whenever a microbrewery licensee is convicted of a violation of 2 the Kansas liquor control act, the director may revoke the licensee's license 3 and all fees paid for the license in accordance with the Kansas 4 administrative procedure act.

5 Sec. 2. K.S.A. 41-708 is hereby amended to read as follows: 41-708. 6 (a) No retailer licensed under this act shall purchase or receive alcoholic 7 liquor from any source except from: (1) From a distributor licensed under 8 this act and having a place of business in this state, except that a licensed retailer may purchase confiscated alcoholic liquor at a sheriff's sale; (2) 9 from a farm winery as authorized by K.S.A. 41-308a, and amendments 10 thereto; (3) from a microbrewery as authorized by K.S.A. 41-308b, and 11 12 amendments thereto; or (4) by purchase of confiscated alcoholic liquor at 13 a sheriff's sale.

14 (b) Any retail licensee who violates this section is guilty of a 15 misdemeanor, and upon conviction thereof shall be punished by a fine of 16 not less than \$200, nor more than \$1,000, to which may be added 17 imprisonment for not more than six months, and the license of such 18 licensee may be revoked as provided by law.

19 Sec. 3. K.S.A. 41-708 and K.S.A. 2014 Supp. 41-308b are hereby 20 repealed.

21 Sec. 4. This act shall take effect and be in force from and after its 22 publication in the statute book.