Session of 2012

HOUSE BILL No. 2625

By Committee on Federal and State Affairs

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1 AN ACT concerning farm wineries; amending K.S.A. 2011 Supp. 41-308a 2 and repealing the existing section. 3 4 Be it enacted by the Legislature of the State of Kansas: 5 Section 1. K.S.A. 2011 Supp. 41-308a is hereby amended to read as 6 follows: 41-308a. (a) A farm winery license shall allow: 7 (1) The manufacture of domestic table wine and domestic fortified 8 wine in a quantity not exceeding 100,000 gallons per year and the storage 9 thereof: 10 (2) the sale of wine, manufactured by the licensee, to licensed wine distributors, retailers, clubs, drinking establishments, holders of temporary 11 12 permits as authorized by K.S.A. 41-2645, and amendments thereto, and 13 caterers: 14 (3) the sale, on the licensed premises in the original unopened 15 container to consumers for consumption off the licensed premises, of wine 16 manufactured by the licensee; 17 (4) the serving free of charge on the licensed premises and at special 18 events, monitored and regulated by the division of alcoholic beverage 19 control, of samples of wine manufactured by the licensee or imported 20 under subsection (f), if the premises are located in a county where the sale 21 of alcoholic liquor is permitted by law in licensed drinking establishments; 22 (5) if the licensee is also licensed as a club or drinking establishment, 23 the sale of domestic wine, domestic fortified wine and other alcoholic 24 liquor for consumption on the licensed premises as authorized by the club 25 and drinking establishment act; 26 (6) if the licensee is also licensed as a caterer, the sale of domestic 27 wine, domestic fortified wine and other alcoholic liquor for consumption 28 on the unlicensed premises as authorized by the club and drinking 29 establishment act; 30 (7) the sale and shipping, in the original unopened container, to 31 consumers outside this state of wine manufactured by the licensee, 32 provided that the licensee complies with applicable laws and rules and 33 regulations of the jurisdiction to which the wine is shipped; and 34 (8) the sale and shipping of wine within this state pursuant to a permit 35 issued pursuant to K.S.A. 2011 Supp. 41-350, and amendments thereto. 36 (b) Upon application and payment of the fee prescribed by K.S.A. 41310, and amendments thereto, by a farm winery licensee, the director may
 issue not to exceed three winery outlet licenses to the farm winery
 licensee. A winery outlet license shall allow:

4 (1) The sale, on the licensed premises in the original unopened 5 container to consumers for consumption off the licensed premises, of wine 6 manufactured by the licensee;

7 (2) the serving on the licensed premises of samples of wine 8 manufactured by the licensee or imported under subsection (f), if the 9 premises are located in a county where the sale of alcoholic liquor is 10 permitted by law in licensed drinking establishments; and

(3) the manufacture of domestic table wine and domestic fortified
wine and the storage thereof; provided, that the aggregate quantity of wine
produced by the farm winery licensee, including all winery outlets, shall
not exceed 100,000 gallons per year.

(c) Not less than 60% of the products utilized in the manufacture of domestic table wine and domestic fortified wine by a farm winery shall be grown in Kansas except when a lesser proportion is authorized by the director based upon the director's findings and judgment. The label of domestic wine and domestic fortified wine shall indicate that a majority of the products utilized in the manufacture of the wine at such winery were grown in Kansas.

(c) "Production" means to use non-alcoholic juice or other physical
 product to distill, rectify, ferment, brew, make, mix, concoct or process any
 substance capable of producing a beverage containing more than one-half
 of one percent of alcohol by volume and includes blending, bottling and
 the preparation for sale within a licensed physical structured winery
 operation within the state of Kansas boundaries.

(d) The labeling of domestic wine and domestic fortified wine shall
follow the label laws approved by the federal government.

30 (d)(e) A farm winery or winery outlet may sell domestic wine and 31 domestic fortified wine in the original unopened container to consumers 32 for consumption off the licensed premises at any time between 6 a.m. and 33 12 midnight on any day except Sunday and between 12 noon and 6 p.m. 34 on Sunday. If authorized by subsection (a), a farm winery may serve 35 samples of domestic wine, domestic fortified wine and wine imported 36 under subsection (e)(f) and serve and sell domestic wine, domestic 37 fortified wine and other alcoholic liquor for consumption on the licensed 38 premises at any time when a club or drinking establishment is authorized 39 to serve and sell alcoholic liquor. If authorized by subsection (b), a winery 40 outlet may serve samples of domestic wine, domestic fortified wine and 41 wine imported under subsection (e)(f) at any time when the winery outlet is authorized to sell domestic wine and domestic fortified wine. 42

43 (e)(f) The director may issue to the Kansas state fair or any *bona fide*

1 group of grape growers or wine makers a permit to import into this state 2 small quantities of wines. Such wine shall be used only for bona fide 3 educational and scientific tasting programs and shall not be resold. Such 4 wine shall not be subject to the tax imposed by K.S.A. 41-501, and 5 amendments thereto. The permit shall identify specifically the brand and 6 type of wine to be imported, the quantity to be imported, the tasting 7 programs for which the wine is to be used and the times and locations of 8 such programs. The secretary shall adopt rules and regulations governing 9 the importation of wine pursuant to this subsection and the conduct of 10 tasting programs for which such wine is imported.

11 (f)(g) A farm winery license or winery outlet license shall apply only 12 to the premises described in the application and in the license issued and 13 only one location shall be described in the license.

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(g)(h) No farm winery or winery outlet shall:

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

17 (2) permit any employee of the licensee who is under the age of 21 18 years to work on the licensed premises at any time when not under the on-19 premise supervision of either the licensee or an employee of the licensee 20 who is 21 years of age or over;

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

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

25 (h)(i) Whenever a farm winery or winery outlet licensee is convicted 26 of a violation of the Kansas liquor control act, the director may revoke the 27 licensee's license and order forfeiture of all fees paid for the license, after a 28 hearing before the director for that purpose in accordance with the 29 provisions of the Kansas administrative procedure act.

30 (i)(j) This section shall be part of and supplemental to the Kansas 31 liquor control act.

Sec. 2. K.S.A. 2011 Supp. 41-308a is hereby repealed.

33 Sec. 3. This act shall take effect and be in force from and after its34 publication in the statute book.

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