Session of 2016

## SENATE BILL No. 326

By Committee on Federal and State Affairs

1 - 14

AN ACT concerning alcoholic beverages; relating to microbreweries; 1 2 amending K.S.A. 2015 Supp. 41-308b and repealing the existing 3 section. 4 5

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

6 Section 1. K.S.A. 2015 Supp. 41-308b is hereby amended to read as 7 follows: 41-308b. (a) A microbrewery license shall allow:

8 (1) The manufacture of not less than 100 nor more than  $\frac{30,000}{30,000}$ 9 60,000 barrels of domestic beer during the calendar year and the storage 10 thereof:

(2) the sale to beer distributors of beer, manufactured by the licensee;

12 (3) the sale, on the licensed premises in the original unopened 13 container to consumers for consumption off the licensed premises, of beer 14 manufactured by the licensee;

15 (4) the serving free of charge on the licensed premises and at special events, monitored and regulated by the division of alcoholic beverage 16 control, of samples of beer manufactured by the licensee, if the premises 17 18 are located in a county where the sale of alcoholic liquor is permitted by 19 law in licensed drinking establishments;

20 (5) if the licensee is also licensed as a club or drinking establishment, 21 the sale of domestic beer and other alcoholic liquor for consumption on the 22 licensed premises as authorized by the club and drinking establishment 23 act: and

24 (6) if the licensee is also licensed as a caterer, the sale of domestic 25 beer and other alcoholic liquor for consumption on unlicensed premises as 26 authorized by the club and drinking establishment act.

27 (b) Upon application and payment of the fee prescribed by K.S.A. 41-28 310, and amendments thereto, by a microbrewery licensee, the director 29 may issue not to exceed one microbrewery packaging and warehousing 30 facility license to the microbrewery licensee. A microbrewery packaging 31 and warehousing facility license shall allow:

32 (1) The transfer, from the licensed premises of the microbrewery to 33 the licensed premises of the microbrewery packaging and warehousing 34 facility, of beer manufactured by the licensee, for the purpose of packaging 35 or storage, or both; and

(2) the transfer, from the licensed premises of the microbrewery

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packaging and warehousing facility to the licensed premises of the
 microbrewery, of beer manufactured by the licensee; or

3 (3) the removal from the licensed premises of the microbrewery 4 packaging and warehousing facility of beer manufactured by the licensee 5 for the purpose of delivery to a licensed beer wholesaler.

6 (c) A microbrewery may sell domestic beer in the original unopened 7 container to consumers for consumption off the licensed premises at any 8 time between 6 a.m. and 12 midnight on any day except Sunday and 9 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 10 domestic beer and other alcoholic liquor for consumption on the licensed 11 12 premises at any time when a club or drinking establishment is authorized 13 to serve and sell alcoholic liquor.

14 (d) The director may issue to the Kansas state fair or any bona fide group of brewers a permit to import into this state small quantities of beer. 15 16 Such beer shall be used only for bona fide educational and scientific 17 tasting programs and shall not be resold. Such beer shall not be subject to 18 the tax imposed by K.S.A. 41-501, and amendments thereto. The permit 19 shall identify specifically the brand and type of beer to be imported, the 20 quantity to be imported, the tasting programs for which the beer is to be 21 used and the times and locations of such programs. The secretary shall 22 adopt rules and regulations governing the importation of beer pursuant to 23 this subsection and the conduct of tasting programs for which such beer is 24 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.

29 (f) No microbrewery shall:

30 (1) Employ any person under the age of 18 years in connection with31 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;

36 (3) employ any person under 21 years of age in connection with37 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.

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

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- Sec. 2. K.S.A. 2015 Supp. 41-308b is hereby repealed.Sec. 3. This act shall take effect and be in force from and after its 2
- 3 publication in the statute book.