Session of 2012

## SENATE BILL No. 390

By Committee on Agriculture

2-7

1 AN ACT concerning farm wineries; relating to farm winery license; authority of licensee; amending K.S.A. 2011 Supp. 41-308a and 2 3 repealing the existing section. 4 5 *Be it enacted by the Legislature of the State of Kansas:* 6 Section 1. K.S.A. 2011 Supp. 41-308a is hereby amended to read as 7 follows: 41-308a. (a) A farm winery license shall allow: 8 (1) The manufacture of domestic table wine and domestic fortified 9 wine in a quantity not exceeding 100,000 gallons per year and the storage 10 thereof: (2) the sale of wine, manufactured by the licensee, to licensed wine 11 12 distributors, retailers, clubs, drinking establishments, holders of temporary 13 permits as authorized by K.S.A. 41-2645, and amendments thereto, and 14 caterers: 15 (3) the sale, on the licensed premises and at special events monitored 16 and regulated by the division of alcoholic beverage control in the original 17 unopened container to consumers for consumption off the licensed 18 premises, of wine 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 wine manufactured by the licensee or imported 22 under subsection (f), if the *licensed* premises are located in a county where 23 the sale of alcoholic liquor is permitted by law in licensed drinking 24 establishments: 25 (5) if the licensee manufactured the wine, the sale of wine 26 manufactured by the licensee for consumption on the licensed premises, if 27 the licensed premises are located in a county where the sale of alcoholic 28 liquor is permitted by law in licensed drinking establishments: 29 (5) (6) if the licensee is also licensed as a club or drinking establishment, the sale of domestic wine, domestic fortified wine and other 30 31 alcoholic liquor for consumption on the licensed premises as authorized by 32 the club and drinking establishment act; 33 (6) (7) if the licensee is also licensed as a caterer, the sale of domestic 34 wine, domestic fortified wine and other alcoholic liquor for consumption 35 on the unlicensed premises as authorized by the club and drinking

36 establishment act;

1 (7) (8) the sale and shipping, in the original unopened container, to 2 consumers outside this state of wine manufactured by the licensee, 3 provided that the licensee complies with applicable laws and rules and 4 regulations of the jurisdiction to which the wine is shipped; and

5 (8) (9) the sale and shipping of wine within this state pursuant to a 6 permit issued pursuant to K.S.A. 2011 Supp. 41-350, and amendments 7 thereto.

8 (b) Upon application and payment of the fee prescribed by K.S.A. 41-9 310, and amendments thereto, by a farm winery licensee, the director may 10 issue not to exceed three winery outlet licenses to the farm winery 11 licensee. A winery outlet license shall allow:

12 (1) The sale, on the licensed premises *and at special events* 13 *monitored and regulated by the division of alcoholic beverage control* in 14 the original unopened container to consumers for consumption off the 15 licensed premises, of wine manufactured by the licensee;

16 (2) the serving on the licensed premises of samples of wine 17 manufactured by the licensee or imported under subsection (f), if the 18 premises are located in a county where the sale of alcoholic liquor is 19 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% 10% 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.

31 (d) A farm winery or winery outlet may sell domestic wine and 32 domestic fortified wine in the original unopened container to consumers 33 for consumption off the licensed premises at any time between 6 a.m. and 34 12 midnight on any day except Sunday and between 12 noon and 6 p.m. 35 on Sunday. If authorized by subsection (a), a farm winery may serve 36 samples of domestic wine, domestic fortified wine and wine manufactured 37 by the licensee and wine imported under subsection (e) and serve and sell 38 domestic wine, domestic fortified wine and other alcoholic liquor for 39 consumption on the licensed premises at any time when a club or drinking 40 establishment is authorized to serve and sell alcoholic liquor. If authorized 41 by subsection (b), a winery outlet may serve samples of domestic wine, 42 domestic fortified wine and wine imported under subsection (e) at any 43 time when the winery outlet is authorized to sell domestic wine and 1 domestic fortified wine.

2 (e) The director may issue to the Kansas state fair or any bona fide 3 group of grape growers or wine makers a permit to import into this state 4 small quantities of wines. Such wine shall be used only for bona fide 5 educational and scientific tasting programs and shall not be resold. Such 6 wine shall not be subject to the tax imposed by K.S.A. 41-501, and 7 amendments thereto. The permit shall identify specifically the brand and 8 type of wine to be imported, the quantity to be imported, the tasting 9 programs for which the wine is to be used and the times and locations of 10 such programs. The secretary shall adopt rules and regulations governing 11 the importation of wine pursuant to this subsection and the conduct of 12 tasting programs for which such wine is imported.

(f) A farm winery license or winery outlet 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.

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(g) No farm winery or winery outlet shall:

17 (1) Employ any person under the age of 18 years in connection with18 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 onpremise supervision of either the licensee or an employee of the licensee
who is 21 years of age or over;

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

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

(i) This section shall be part of and supplemental to the Kansas liquorcontrol act.

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

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