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ALCOHOL BEVERAGE CONTROL

**JUNCTION CITY ORDINANCE NO. 2013- 4\_**

**AN ORDINANCE IN AND FOR THE CITY OF JUNCTION CITY, KENTUCKY  
NUMBERED 2013-4\_ TITLED:**

**ALCOHOL BEVERAGE CONTROL**

WHEREAS, the citizens of the City of Junction City, Kentucky by popular vote, ended prohibition in the city by local option election held the 4th day of October 2011;

AND, WHEREAS, the City of Junction City passed Ordinance No. 2011-12 as a result of said local option election;

AND, WHEREAS, the Kentucky State Legislature has recently passed new legislation amending Kentucky's licenses to traffic in alcohol laws effective June 25, 2013 among other things;

AND, WHEREAS, the aforementioned amendments substantively modify the law as it existed at the time of the passage of Junction City Ordinance No. 2011-12;

AND WHEREAS, in order to ensure that the City of Junction City complies with the requirements of the recently enacted legislation;

NOW, THEREFORE, in consideration of the foregoing, BE IT AND IT IS HEREBY ORDAINED by the City of Junction City, Kentucky as follows:

1. Junction City Ordinance No. 2011-12 is hereby repealed.
2. The attached document titled Alcohol Beverage Control Ordinance is hereby enacted.

This ordinance shall be effective upon its final passage and publication in summary pursuant to KRS 83A(9) and the City Clerk is hereby directed to publish the summary of this Ordinance pursuant to KRS 424 in the Danville Advocate Messenger of Danville, KY.

Given First Reading and passed

October 8, 2013

Given Second Reading and passed

November 12, 2013

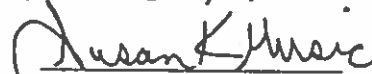
Published by Summary

Nov 17, 2013

Approved:

  
Jim Douglas, Mayor

Attest:

  
Clerk, Susan Music

## ALCOHOL BEVERAGE CONTROL ORDINANCE

### 1. IN GENERAL

- 1.1. This chapter shall be known and designated as the "Alcoholic Beverage Control Ordinance" of the City of Junction City, Kentucky (the "City").
- 1.2. Purpose: The purpose of this ordinance is to establish uniform regulations and requirements for the licensing and regulation of alcoholic beverage manufacture and sales pursuant to and in accord with the authorization granted under KRS 241 through 244.
- 1.3. Definitions: The definitions of the words used throughout this chapter, unless the context requires otherwise, shall have the same meaning as those set out in the Kentucky Alcoholic Beverage Control Law (KRS Chapters 241, 242, 243 and 244) of the Commonwealth of Kentucky and all amendments and supplements thereto.
- 1.4. Scope: This chapter shall be construed to apply to the manufacture and traffic in both malt beverages and distilled spirits and wine where the context permits such application. Nothing in this chapter shall excuse or relieve the licensee, or the owner, proprietor, employee, agent or person in charge of any licensed premises where alcoholic beverages are sold from the restrictions, requirements and penalties of any other ordinance of the City or of any statutes of the state relating to violations pertaining to alcoholic beverages.
- 1.5. The provisions of the Alcoholic Beverage Control Law of the Commonwealth of Kentucky (KRS Chapters 241, 242, 243 and 244) and all amendments and supplements thereto, are adopted so far as applicable to this chapter and except as otherwise lawfully provided for herein.

### 2. LICENSES; LICENSE FEES; REGULATORY LICENSE FEE; EXPIRATION OF LICENSE

- 2.1. For the privilege of causing, permitting and engaging in the actions, business, and transactions authorized in regard to traffic in alcoholic beverages in the City and pursuant to the authority of KRS 243.070, there is established a corresponding city license for each of the state licenses described in KRS 243.070. Sub-section 2.2 lists the fees for each city license. In the event KRS 243.070 shall hereafter be amended to authorize additional city licenses, the fee for each city license shall be the maximum fee provided for in the amended statute.

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### 2.2. LICENSES AND FEES

2.2.1. All license fees are per annum unless otherwise stated.

2.2.2. Distilled spirit licenses and fees;

2.2.2.1. Distiller's license.....	\$500.00
2.2.2.2. Rectifier's license.....	\$3,000.00
2.2.2.3. Wholesaler's distilled spirits and wine license.....	\$3,000.00
2.2.2.4. Quota retail package license.....	\$1,000.00

2.2.3. Quota retail drink license.....\$1,000.00

2.2.4. Special temporary license (per event).....\$166.66

2.2.5. Non-quota type 1 retail drink license (includes distilled spirits, wine and malt beverages).....\$2,000.00

2.2.6. Non-quota type 2 retail drink license (includes distilled spirits, wine and malt beverages).....\$1,000.00

2.2.7. Non-quota type 3 retail drink license (includes distilled spirits, wine and malt beverages).....\$300.00

2.2.8. Distilled spirits and wine special temporary auction license.....\$200.00

2.2.9. Special Sunday sale Restaurant drink license.....\$300.00

2.2.10. Extended hours supplemental license.....\$2,000.00

2.2.11. Caterer's license.....\$800.00

2.2.12. Bottling house or bottling house storage license.....\$1,000.00

2.2.13. Malt beverage license fees

2.2.13.1. Brewer's license.....\$500.00

2.2.13.2. Microbrewery license.....\$500.00

2.2.13.3. Malt beverage distributor's license.....\$400.00

2.2.13.4. Non-quota retail malt beverage package license.....\$200.00

2.2.13.5. Non-quota type 4 retail malt beverage drink license.....\$200.00

2.2.13.6. Malt beverage brew-on-premises license.....\$100.00

2.2.14. Limited Restaurant license (includes distilled spirits, wine and malt beverages)  
.....\$1,200.00

2.2.15. Limited golf course license (includes distilled spirits, wine and malt beverages)  
.....\$1,200.00

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2.3. The fee for the following license types may not be increased by more than five percent (5%) above the January 1, 2013, fee for the current license or the former license type listed beside it, during any five (5) year period. The fees for the licenses described in this subsection are still subject to the maximum amounts listed for those licenses in subsections (2.2.2) to (2.2.15) of this section:

2.3.1. Quota retail package license: retail package liquor license;

2.3.2. Quota retail drink license: retail drink license;

2.3.3. Non-quota type 1 retail drink license: convention center or convention hotel complex license;

2.3.4. Non-quota type 2 retail drink license: restaurant drink license;

2.3.5. Non-quota retail malt beverage package license: retail malt beverage license;

2.3.6. Non-quota type 4 retail malt beverage drink license: retail malt beverage license;

2.3.7. Limited restaurant license; and

2.3.8. Limited golf course license.

2.4. The fee for each of the first five (5) supplemental bar licenses shall be the same as the fee for the primary drink license. There shall be no charge for each supplemental license issued in excess of five (5) to the same licensee at the same premises.

2.5. The holder of a non-quota retail malt beverage package license may obtain a non-quota type 4 malt beverage drink license for a fee of fifty dollars (\$50). The holder of a non-quota type 4 malt beverage drink license may obtain a non-quota retail malt beverage package license for a fee of fifty dollars (\$50).

### 2.6. TEMPORARY LICENSES

2.6.1. The issuance of temporary licenses is governed by KRS 243.260.

2.6.2. For-profit businesses may only qualify for a temporary drink license if they are participating in a bona-fide civic event (See KRS 243.260).

2.6.2.1. For-profit applicants must attach written documentary evidence supporting the civic nature of the event and demonstrating the City of Junction City's knowledge and support of the event.

2.6.2.2. A written comment by the ABC Administrator or staff is insufficient documentary evidence.

2.6.2.3. News articles or promotional materials are sufficient documentary

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evidence.

### 2.7. SPECIAL LICENSE REQUIRED FOR RESTAURANT SUNDAY DRINK SALES

2.7.1. No restaurant licensee shall offer alcoholic beverages for sale at any time between 12:00 midnight on Sunday and 6:00 a.m. on Monday unless the licensee shall have obtained a special license for Sunday sales. All restrictions and prohibitions applying to regular retail drink distilled spirits and wine licenses and retail malt beverage licenses shall apply, unless otherwise provided by law.

### 2.8. PAYMENT OF LICENSE FEES; DELINQUENCY

2.8.1. No licensee shall enter into or begin operating any business for which a license is required by this ordinance until the license fee has been paid in full. The fee for renewal of any license shall be paid with the renewal application. Failure to pay any license fee within ten (10) days after it becomes due shall result in a penalty equal to ten percent (10%) of the license fee. Any licensee failing to pay the fees, including penalties, within ten (10) days after such fees are due may be subject to revocation of the license and to other penalties as provided in Section 11 of this ordinance.

### 2.9. EXPIRATION OF LICENSE; PRORATION OF FEES

2.9.1. All city licenses, except temporary licenses, shall begin on July 1 of any year and shall expire on June 30 of the following year. Any licenses issued after July 1 of any year shall be assessed a fee which is based on the pro-rata portion of the remainder of the license period; however, the cost of any license shall not be less than one-half (1/2) the amount of the full fee for an annual license of that type.

### 2.10. REGULATORY LICENSE FEE

2.10.1. Pursuant to KRS 243.075, there is hereby imposed a regulatory license fee on the gross receipts on the sale of alcoholic beverages for each license issued by the City ABC Administrator. As of the time of adoption of this ordinance, the regulatory license fee shall be five percent (5%) of gross sales of all alcoholic beverages sold by the drink. In the case of retail sales of package distilled spirits and wine, the regulatory license fee shall be four percent (4%) of gross sales. The regulatory license fee shall be three percent (3%) on gross retail sales of package malt beverages. Thereafter, the City Council shall adopt at the budget adoption for each subsequent fiscal year, such annual rate for the regulatory license fee as shall be

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reasonably estimated to ensure full reimbursement to the City for the cost of any additional policing, regulatory, or administrative expense related to the sale of alcoholic beverages in the City. Should the City fail to address the regulatory license fee in any budget, then the regulatory license fee shall remain at the level at which it was last fixed until such time as the City Commission shall adjust the fee.

2.10.2. Payment of such regulatory fee shall be remitted to the City ABC Administrator, and shall be held in a separate account maintained for the purpose of fully reimbursing the City for the estimated cost of any additional policing, regulatory or administrative expense related to the sale of alcoholic beverages in the City. The regulatory license fee shall be in addition to any other taxes, fees or licenses permitted by law, except that a credit against a regulatory license fee in the City shall be allowed in an amount equal to any license fee imposed by the City pursuant to KRS 243.070. Payment of the regulatory license fee shall accompany the tax return approved for such use by the City Council. The return and payment are due no later than by the end of the month immediately following each calendar quarter.

2.10.3. Failure to pay such quarterly remittance within ten (10) days of the due date shall constitute a violation and subject the licensee to suspension or revocation of their license.

2.10.4. Penalty for failure to file a return and pay quarterly remittance by the due date is five percent (5%) of the fee for each ninety (90) days or fraction thereof. The total late filing penalty shall not exceed twenty-five percent (25%) of the fee; provided, however, that in no case shall the penalty be less than ten dollars (\$10.00).

2.10.5. Interest at the rate of eight percent (8%) per annum will apply to any late fees.

### 2.11. REFUND OF FEES

2.11.1. Should any licensee under this chapter be prohibited from conducting the licensed business for the full period covered by the license because of any changes that may hereafter be made in the laws of the commonwealth with reference to alcoholic beverages or other cause outside licensee's control, then the city shall refund to licensee the proportionate part of the license fee for the period during which licensee is prevented from carrying on said business if the licensee provides sufficient proof to the City ABC Administrator that such period of inactivity was

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not the fault of the licensee or the result of a revocation, suspension or other wrongdoing by licensee, or an agent or employee of the licensee.

2.11.2. In the event a violation of this chapter occurs that results in the suspension or revocation of the license, the City shall not be required to refund any portion of the license fee.

### 2.12. DISPOSITION OF FEES

2.12.1. The City ABC Administrator shall transmit fees to the City Clerk to be deposited into the appropriate designated account.

## 3. OFFICE OF THE CITY ALCOHOLIC BEVERAGE CONTROL ADMINISTRATOR

3.1. Pursuant to KRS 241.160, there is hereby created the Office of Junction City Alcoholic Beverage Administrator.

3.2. The Mayor shall appoint an individual the City Alcoholic Beverage Control Administrator (hereinafter referred to as City ABC Administrator) to serve at the will of the City.

3.3. The functions of the City ABC Administrator shall be the same with respect to the City licenses and regulations as the functions of the Alcoholic Beverage Control Board of the Commonwealth of Kentucky (hereinafter referred to as ABC Board) with respect to state licenses and regulations, except that no amendment to these regulations proposed by the City ABC Administrator may be less stringent than the statutes relating to Alcoholic Beverage Control, or than regulations of the ABC Board. No regulation of the City ABC Administrator shall become effective until approved by the City Council.

3.4. No person shall be a City ABC Administrator, an Investigator or an employee of the City under the supervision of the City ABC Administrator, who would be disqualified to be a member of the ABC Board under KRS 241.100.

3.5. The City ABC Administrator shall have all authority as authorized under Chapters 241 through 244 of the Kentucky Revised Statutes. As a condition of licensure, the City ABC Administrator and the ABC Administrator's investigators may inspect any premises where alcoholic beverages are manufactured, sold, stored or otherwise trafficked in, without first obtaining a search warrant.

3.6. Should the City ABC Administrator at any time have reasonable grounds to believe that any applicant, licensee, employee of a licensee, or any stockholder, agent or employee of

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a licensed corporation, LLC or other business organization, has a criminal record, he shall have the authority to require such person to appear in person at the Junction City Police Department for the purpose of having his or her fingerprints taken.

- 3.7. The City ABC Administrator before entering upon his or her duties as such shall take the oath as prescribed in Section 228 of the Constitution and shall execute a bond with a good corporate surety in the penal sum of not less than one thousand dollars (\$1,000.00). The City ABC Administrator may require any employee under the City ABC Administrator's supervision to execute a similar bond in such penal sum as the Administrator deems necessary.
- 3.8. Appeals from the orders of the City ABC Administrator may be taken to the state ABC Board by filing with the Board within thirty (30) days a certified copy of the orders of the City ABC Administrator. The Board shall hear matters at issue as upon an original proceeding. Appeals from orders of the City ABC Administrator shall be governed by KRS Chapter 13B.
- 3.9. When any decision of the City ABC Administrator shall have been appealed, or when a protest has been lodged against an application for any license within the City, and the ABC Board shall have made a decision regarding such appeal or protested application, the City ABC Administrator, upon receipt of notice of finality of the decision, shall enter such orders and take such action as required by the final order of the ABC Board. As provided by law, and as used herein, no order of the ABC Board is final until all appeals or appeal times shall have been exhausted. A "final order" of the ABC Board is the order entered by said Board, unless an appeal is taken from the Board's order, in which case the "final order" is the order entered by the Board upon direction from the reviewing court of last resort in the final order of said reviewing court.
- 4. APPLICATION FOR LICENSE; MAINTENANCE OF LICENSE**
- 4.1. ADVERTISEMENT.**
- 4.1.1. Before an application for a license shall be considered, the applicant must publish a notice of its intent to apply for an alcoholic beverage license in a newspaper meeting the requirements of KRS Chapter 424.
- 4.1.2. The advertisement shall state the name and address of the applicant. It shall state the members of the partnership, if the applicant is a partnership, and membership of



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the LLC if the applicant is an LLC, as well as the name of the business and its address including any assumed names. If the applicant is a corporation, the advertisement shall state the names and addresses of the principal officers and directors of the corporation, as well as the name and address of the corporation itself including any assumed names. All advertisements shall state the location of the premises for which the license is sought, and the type of license for which application is made.

- 4.1.3. The applicant shall attach to the application a newspaper clipping of the advertisement and proof of the publication as provided in KRS 424.170.

### 4.2. APPLICATION FEE

- 4.2.1. A non-refundable application fee of \$50.00 shall be paid with the filing of the application for a city license. If the license is granted, the application fee shall be credited against the initial license fee.

### 4.3. FORM OF APPLICATION

- 4.3.1. All licenses granted under this Ordinance shall be approved by the City ABC Administrator. Applications for the issuance of new licenses and for renewals of existing licenses shall be in writing and upon the forms provided by the ABC Board and the City of Junction City, as amended and supplemented from time to time.

- 4.3.2. The application shall be verified and shall set forth in detail such information concerning the applicant and the premises for which the license is sought as required by the Kentucky Revised Statutes, the ABC Board and the City of Junction City, including as follows:

- 4.3.2.1. Name and address;
- 4.3.2.2. Nature of interest;
- 4.3.2.3. Whether or not a citizen of the United States;
- 4.3.2.4. Date of birth;
- 4.3.2.5. Date residence was established in Kentucky, if a resident of Kentucky. If a Junction City resident indicate when residence was established;
- 4.3.2.6. Whether or not he or she has any interest in any other license or LLC, corporation, partnership or other business organization holding a license under this ordinance; extent of stock or company ownership; and

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4.3.2.7. Whether or not he or she has any interest in any license or LLC, corporation, partnership or other business organization holding a license in any other state or province.

### 4.4. APPLICATION FEE

4.4.1. Each application shall be accompanied by a certified check, cash or a postal or express money order for the amount of the license fee, less the \$50.00 application fee.

### 4.5. ADDITIONAL QUESTIONS; QUESTIONNAIRE

4.5.1. In addition to the above specified information, the applicant shall file with the application responses to any additional questions as may be posed or prescribed by the City ABC Administrator. The City Council may adopt a statement of guidelines and priorities for the issuance of licenses and, in order to determine the extent to which applications may further or impede the objectives of those guidelines, the Council may, by municipal order, adopt a questionnaire to be submitted to applicants for licenses. Upon adoption of the questionnaire, it shall become a part of the application process.

4.5.2. The questionnaire may be altered, expanded, supplemented or replaced by municipal order of the Council hereafter. In addition to the information contained in the application and any City ordered questionnaire, the City ABC Administrator may require such other information as the Administrator may in his/her discretion deem desirable, reasonable or appropriate to the consideration of the application.

### 4.6. OTHER CONDITIONS

4.6.1. In addition to any other inquiries, conditions or considerations required or permitted by law,

4.6.1.1. The City ABC Administrator shall not grant any alcoholic beverage license or approve a renewal of a license until the applicant and his place of business shall have been approved by the City Building Inspector, and any and all other inspections required by the Kentucky Building Code;

4.6.1.2. All applicants shall voluntarily submit to a criminal background check and shall sign a waiver allowing the release of this information to the City ABC Administrator including without limitation each member of a partnership or

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LLC and the principal officers and directors of a corporation; and

4.6.1.3. No license to sell alcoholic or malt beverages shall be granted or renewed to any person who is delinquent in the payment of any taxes or fees due the City at the time of issuing the license, nor shall any license be granted or renewed to sell upon any premises or property, owned and occupied by the licensee upon which there are any delinquent taxes or fees due the City.

Further, if a licensee becomes delinquent in the payment of any taxes or any fees due the City at any time during the license period, the license to sell alcoholic or malt beverages shall be subject to revocation or suspension.

4.6.1.4. No person, whether an applicant for license, or a licensee, shall in any manner attempt to bribe, threaten, unduly influence or intimidate the City ABC Administrator, or any member of his or her staff, or any state ABC administrator or staff, in any matter in which an application or proposed application for license, or procedure for revocation or suspension is pending before such officer. This paragraph is not intended to stifle expressions of opinion; however, it is intended to make clear that the ABC Administrators are public officials charged with the administration and enforcement of the law, both local and state. Any person applying for a license, or contesting the revocation or suspension of a license, who engages in attempted bribes, threats, attempted undue influence or intimidation of a City or state ABC Administrator or staff shall be disqualified from receiving or retaining a license, in addition to other penalties as provided by law. The procedures for appeals shall apply to disqualifications, revocations or suspensions under this section. This section shall not be interpreted to prohibit monetary settlements in lieu of revocation or suspension of license after a final order or revocation or suspension, where the ordinance and applicable statutes allow for such payments in settlement.

### 4.7. FORM OF LICENSE

4.7.1. All City licenses shall be in such form as shall be prescribed by the City Council and shall contain:

4.7.1.1. The name and address of the licensee;

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- 4.7.1.2. The number of the license;
- 4.7.1.3. The type of license;
- 4.7.1.4. A description by street and number, or otherwise, of the licensed premises;
- 4.7.1.5. The name and address of the owner of the building in which the licensed premises are located;
- 4.7.1.6. The expiration date of the license;
- 4.7.1.7. A statement in substance that the license shall not be a property or vested right and that it may be revoked at any time pursuant to law.

### 4.8. CHANGE OF INFORMATION

4.8.1. If after a license to individuals or to a sole proprietor has been issued, there is a change in any fact required to be set forth in the application, a verified amendment in writing giving notice of the change shall be filed with the City ABC Administrator within ten (10) days of the change.

4.8.2. Since a number of licenses issued by the City are in the name of corporations or other business organizations, it is necessary that ownership changes in such organizations be reported to the City ABC Administrator. The City ABC Administrator can, therefore, investigate the person to whom the ownership or management is transferred in order to ascertain whether that person is precluded by statute from holding an interest in an alcoholic beverage license.

4.8.2.1. As used with regard to a partnership, corporation, LLC or other business organization herein, the word "change" is construed to include any change in managers, partners or LLC members, directors or officers of the corporation, or change in ownership or stock whereby any person secures ten percent (10%) of the outstanding ownership or stock. Transfer of more than ten percent (10%) of the total ownership or stock shall require a new license.

4.8.2.2. The following information will be required concerning any new manager, partner or LLC member, new director, officer, or person securing any interest in alcoholic beverage license:

- 4.8.2.2.1. Name and address;
- 4.8.2.2.2. Nature of interest;
- 4.8.2.2.3. Whether or not a citizen of the United States;

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4.8.2.2.4. Date of birth;

4.8.2.2.5. Date residence was established in Kentucky, if a resident of Kentucky. If a Junction City resident indicate when residence was established;

4.8.2.2.6. Whether or not he or she has any interest in any other license or in any LLC, corporation, partnership or other business organization holding a license under this act;

4.8.2.2.7. Extent of stock or company ownership;

4.8.2.2.8. Whether or not he or she has any interest in any license or in any LLC, corporation, partnership or other business organization holding a license in any other state or province.

4.8.3. This information shall be filed with the City ABC Administrator as a verified amendment of the application pursuant to which the license was granted. Filing shall be made within ten (10) days of any change of required information.

### 4.9. RENEWAL OF LICENSE

4.9.1. Every year, except in the case of temporary licenses, each licensee shall renew its license. All renewal licenses must be on file with the City ABC Administrator no less than thirty (30) days prior to the expiration of the license for the preceding license period or same shall be canceled, except where the licensee is unable to continue in business at the same premises licensed during the preceding license period as a result of construction, act of God, casualty, death, the acquisition or threatened acquisition of the premises by any federal, state, city or other governmental agency or private organization possessing power of eminent domain, whether such acquisition is voluntary or involuntary, or loss of lease through failure of landlord to renew exiting lease; provided that said licensee shall file a written verified statement no less than twenty (20) days from the expiration date of the license, setting forth these facts, and the City ABC Administrator is hereby authorized to extend the time for filing of a renewal of such license for a reasonable length of time within the sound discretion of the City ABC Administrator; provided, however, such licensee shall pay a license fee from the expiration date of the former license or licenses. Said license fee shall not be payable until application is made

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for the transfer of said license to a new location.

4.9.2. The renewal by the City ABC Administrator of the license shall not be construed to be a waiver or acceptance of any violation which occurred prior to such renewal and shall not prevent subsequent proceedings against the licensee.

4.10. **LOST OR DESTROYED LICENSE** When a license shall be lost or destroyed without fault on the part of the licensee or his agent or employee, a duplicate in lieu of the original license shall be issued by the City ABC Administrator after the Administrator shall have been satisfied as to the facts; provided, however, that the applicant for said duplicate license shall pay a fee of ten dollars (\$10.00) for the duplicate license.

4.11. **REVOCAION OR SUSPENSION**

4.11.1. Any license may be revoked or suspended by the City ABC Administrator if the licensee shall have violated any of the provisions of Kentucky Revised Statutes Chapters 241, 242, 243 or 244, or any rule or regulation of the ABC Board or of the Department of Revenue relating to the regulation of the manufacture, sale and transportation or taxation of alcoholic beverages or if such licensee shall have violated or shall violate any act of Congress or any rule or regulation of any federal board, agency or commission, as heretofore or hereafter in effect relating to the regulation of the manufacture, sale and transportation or taxation of intoxicating liquors or any rules or regulations of the City heretofore in existence or authorized by the terms of Kentucky Revised Statutes Chapters 241, 242, 243 and 244 to be created, irrespective of whether the licensee knew of or permitted the violation or whether the violation was committed in disobedience of his instructions, or any such license may be revoked or suspended for any cause which the City ABC Administrator in the exercise of his sound discretion deems sufficient.

4.11.2. A license may be revoked for any of the reasons for which the City ABC Administrator would have been required to refuse a license if the facts had been known.

4.11.3. In addition to the foregoing stated causes; any license may be revoked or suspended for the following causes:

4.11.3.1. Conviction of the licensee or his agent or employee for selling any illegal

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beverages on the premises licensed.

4.11.3.2. Making any false, material statements in an application for a license.

4.11.3.3. If within a period of two (2) consecutive years, any licensee or any clerk, servant, agent or employee of the licensee shall have been convicted of two (2) violations of the terms and provisions of KRS Chapter 241, 242, 243 or 244 or any act heretofore or hereafter in effect relating to the regulation of the manufacture, sale and transportation of alcoholic beverages or if within such period, any licensee or any clerk, servant, agent or employee of the license shall have twice been convicted of any felony or of any misdemeanor directly or indirectly attributable to the use of alcoholic beverages, or of one (1) such felony and one (1) such misdemeanor.

4.11.3.4. Willful and deliberate failure or default of a licensee to pay an excise tax or any part thereof, or any penalties imposed by or under the provisions of any statutes, this chapter or acts of Congress relative to taxation, or for a violation of any rules or regulations of the Department of Revenue made in pursuance thereof.

4.11.3.5. Setting up, conducting, operating or keeping, on the licensed premises, any gambling game, device, machine or contrivance, or lottery or gift enterprise, or handbook or facility for betting or transmitting bets on horse races; or permitting to be set up, conducted, operated, kept, or engaged in, on the licensed premises, any such game, device, machine, contrivance, lottery, gift enterprise, handbook or facility.

### 4.12. PROCEEDINGS FOR REVOCATION OR SUSPENSION OF LICENSE; NOTICE AND OPPORTUNITY TO CONTEST; APPEAL; EFFECT OF REVOCATION OR SUSPENSION

4.12.1. Upon the verified complaint of any person, or on the initiative of any law enforcement officer or of the City ABC Administrator, the City ABC Administrator may institute proceedings to revoke or suspend any license granted under this ordinance. A license may be revoked or suspended only after the licensee shall have been given written notice, by certified or registered mail, of the proposed revocation, including notice of the reasons for such proposed action. The licensee

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shall be given opportunity to be heard in opposition to the proposed revocation or suspension. The notice of proposed action shall advise the licensee of the date, time and place of the hearing. Notice shall be sufficient if mailed to the licensee at the address shown in the last application for a license or in the last statement supplemental to or in amendment of the application, whether or not the mailing is received for or claimed.

- 4.12.2. The specific procedures to be followed in hearings on actions for revocation or suspension shall be prescribed by the City Council of the City of Junction City by municipal order. Such order shall be maintained on file in the office of the City ABC Administrator and a copy furnished with any notice of proposed revocation or suspension sent to a licensee. If the Council shall fail to adopt such municipal order, the procedures shall be those set out in the Kentucky Administrative Procedure Act (KRS Chapter 13B).
- 4.12.3. A decision of the City ABC Administrator revoking or suspending a license may be appealed as provided in KRS 243.550.
- 4.12.4. Within three (3) days after any order of revocation or suspension of a license becomes final, notice of revocation shall be given to the licensee and to the owner of the licensed premises. A notice mailed to the licensee and to the owner of the licensed premises at the address shown in the last application for a license or in the last statement supplemental to the application shall be deemed sufficient compliance with this section. The licensee shall at once surrender his license to the City ABC Administrator. If the revoked or suspended license is not forthwith surrendered by the licensee, the Chief of Police at the request of the City ABC Administrator shall immediately cause one of his officers to take physical possession of the license and return it to the City ABC Administrator.
- 4.12.5. When a license has been revoked or suspended, the former licensee may, with prior approval of the City ABC Administrator, dispose of and transfer his stock of alcoholic beverages to an appropriate entity.
- 4.12.6. Appeal from the decision of the City ABC Administrator revoking or suspending a license shall be to the ABC Board. The timely filing of an appeal shall stay further proceedings for revocation.



## ALCOHOL BEVERAGE CONTROL ORDINANCE

4.12.7. If a license is revoked or suspended by an order of the City ABC Administrator, and the decision is not appealed, the licensee shall at once suspend all operations authorized under his license. Upon the entry of a final order of the ABC Board sustaining or ordering revocation or suspension on appeal, the licensee shall at once suspend all operations authorized under this license.

### 4.13. TRANSFER OR ASSIGNMENT

4.13.1. No license issued under this Ordinance shall be transferred or assigned either as to licensee or location except with prior approval of the City ABC Administrator and not then until a payment of One Hundred Dollars (\$100.00) shall be made to the City Clerk.

### 4.14. REFUSAL OF LICENSE; GUIDELINES FOR APPROVAL OF QUOTA LICENSES

4.14.1. The City ABC Administrator may refuse to issue or renew a license for any of the following reasons: Causes for refusal to issue or renew a license and for suspension or revocation of a city license shall be the same as provided for state licenses according to KRS 243.450, 243.490 and 243.500, as well as violation of any city ordinance regarding alcohol beverage licensing, sales or the administration thereof.

4.14.1.1. If the applicant has done any act for which a revocation of license would be authorized; or

4.14.1.2. If the applicant has made any false material statement in his application.

4.14.2. In the case of quota licenses, before approving an application, the City ABC Administrator is hereby directed to consider, in addition to the factors set out in KRS 243.450, 243.490 and 243.500, and any other factors the Administrator determines in his or her discretion to be reasonable and pertinent to the license application, the following criteria:

4.14.2.1. Ownership: The City of Junction City places great value on business owners who are invested in the City of Junction City community.

4.14.2.2. Economic Impact: The City of Junction City desires businesses which make the most positive impact on the community, in number of jobs, payroll, property investment and revenues to the city.

4.14.2.3. Site of Business: The City of Junction City is interested in serving all

## ALCOHOL BEVERAGE CONTROL ORDINANCE

geographic areas of the City. Therefore, the City does not wish to cluster all licensed ABC outlets in one area.

4.14.2.4. Aesthetics: The City of Junction City is committed to protecting the character and beauty of our community.

4.14.2.5. Revitalization of Downtown: The City of Junction City wholeheartedly supports the revitalization of downtown and the revitalization and reuse of existing buildings.

4.14.2.6. Capital: The City of Junction City values businesses that demonstrate their ability to financially support and sustain their viability.

4.14.2.7. Public Support of Licensed Business in the Area: The City of Junction City intends that public sentiment and safety be considered in deciding upon the approval of retail liquor sales licenses in any area of the City.

4.14.3. An applicant who has been refused a license by the City ABC Administrator may appeal the refusal to the ABC Board pursuant to KRS 241.200.

### 4.15. REVIEW OF LICENSE; BOOKS, RECORDS AND REPORTS

4.15.1. Applicants to whom a license is issued pursuant to this Ordinance shall provide periodic information demonstrating compliance with the conditions of any license, such as, but not limited to, the continuing requirement that a minimum percentage of the applicant's business income is earned from the sale of food. This documentation shall be provided on a schedule to be coordinated with the applicant's quarterly regulatory fee filings. The City shall provide the form schedule to the licensee. The licensee's acceptance of a license to manufacture or traffic in alcoholic beverages shall constitute consent to the filing of the quarterly report. In the case of caterer filing, the quarterly report shall identify each catered event by type of event, date and address of the event, and shall provide a per event breakdown of sales and the ratio of food sales to alcohol sales during the reporting period. This requirement for filing of reports notwithstanding, the City may at any time come upon the premises of any licensee and examine the books and records to determine whether the licensee is in compliance with all parts of this ordinance. In the event the conditions of any license requirement are not met during any particular quarter, the City ABC Administrator shall have discretion in determining whether

## ALCOHOL BEVERAGE CONTROL ORDINANCE

suspension or revocation is appropriate or whether the licensee may be allowed a reasonable period of time to reach compliance. If a good faith effort is demonstrated by the licensee, the City ABC Administrator may apply an accounting period of at least one (1) year in determining whether or not the food sale percentage requirement has been met.

4.15.2. Every licensee under this chapter shall keep and maintain upon the licensed premises adequate books and records of all transactions involved in the sale of alcoholic beverages in the same manner required by the rules and regulations of the ABC Board. Such books and records shall be available at all reasonable times for inspection by the City ABC Administrator and to the City Clerk who may assist the City ABC Administrator in his or her review.

4.15.3. For the purpose of assisting the City ABC Administrator in enforcement of this chapter, every licensee required to report to the ABC Board under KRS 243.850 shall provide a copy of such report to the City ABC Administrator. Copies of any and all reports and correspondences to the ABC Board required by statute shall be furnished to the City ABC Administrator.

### 4.16. DORMANCY

4.16.1. It is necessary that a licensee actually conduct the business authorized by such a license or else the license will be declared dormant and become null and void after ninety (90) days. Such is the intent of this section. Realizing that a licensee, like other business, may have his business interrupted by situations not under his control, various exceptions to the dormancy rule have been included in this section.

4.16.2. Any license under which no business is transacted during a period of ninety (90) days shall be deemed inactive and, unless the conditions set forth in paragraph (3) below are proved to the satisfaction of the City ABC Administrator, the license shall be surrendered to the City ABC Administrator. If the license is not voluntarily surrendered, it shall be revoked by the City ABC Administrator.

4.16.3. The provisions of paragraph (2) hereof shall not apply to any licensee who is unable to continue in business at the premises for which a license is issued due to construction, an act of God, casualty, death, the acquisition of the premises by any federal, state, city or other governmental agency under power of eminent domain,

## ALCOHOL BEVERAGE CONTROL ORDINANCE

whether acquisition is voluntary or involuntary, or loss of lease through failure of landlord to renew existing lease. Prior to the expiration of ninety (90) days of inactivity, such licensee shall furnish to the City ABC Administrator a verified statement setting forth the fact that the licensee is unable to continue in business, for any of the specific reasons set forth herein, and the City ABC Administrator may grant an extension of the dormancy with the license continuing to remain in effect during the license period or until same is transferred to another premises, notwithstanding the fact that no business is transacted during said period; provided, however, no such license shall be considered valid unless business is conducted there under within twelve (12) months from the date of notice to the City ABC Administrator. Such extension may not extend beyond the renewal date but may be for such times, as the City ABC Administrator deems appropriate in exercise of his sound discretion.

### 5. HOURS FOR SALE AND DELIVERY

- 5.1.A licensee for distilled spirits, wine or malt beverages by the drink shall be permitted to sell or dispense distilled spirits, wine and/or malt beverages between the hours of 6:00 a.m. on each day of the week and until 1:00 a.m. of the following day.
- 5.2.A licensee licensed to sell distilled spirits, wine and/or malt beverages by the drink may sell and dispense alcoholic beverages on New Year's Eve until 2:00 a.m. on January 1, provided that the appropriate licenses have been obtained from both the city and the state ABC Board.
- 5.3.Retail package distilled spirits and wine sales and package malt beverage sales shall be permitted from 6:00 a.m. until midnight each day of the week, except that such package sales shall not be permitted during the hours of 12:00 midnight and 1:00 p.m. on Sunday, or between the hours of 9:00 p.m. on Sunday and 6:00 a.m. on Monday.
- 5.4.The licensee shall not sell or dispense any distilled spirits, wine or malt beverages during the hours that the polls are open on any election day.

### 6. CONDITIONS, PROHIBITIONS AND RESTRICTIONS

- 6.1.No gambling or game of chance unless otherwise authorized by the Commonwealth of Kentucky shall be permitted in any form on such licensed premises. Dice, slot machines, or any device of chance is prohibited and shall not be kept on such premises.

## ALCOHOL BEVERAGE CONTROL ORDINANCE

- 6.2. It shall be unlawful for any licensee licensed under this Ordinance to have or maintain any radio receiving apparatus on such premises which is intentionally adjusted so as to receive police messages broadcast from any law enforcement agency in Boyle County as it is now or may hereafter be operated. In addition to other penalties provided for the violation of this section, the Chief of Police or the City ABC Administrator, or his designated investigator, shall have the authority to confiscate any and all such radio receiving apparatus.
- 6.3. The licensee shall be responsible for maintaining security on his premises including providing adequate outside lighting to permit customers to utilize the parking area and to promote the safety, health and welfare of the general public utilizing the licensed premise. Security standards are further necessary to discourage unlawful activity in and around the licensed premises.
- 6.4. It shall be unlawful for the licensee under this Ordinance who sells alcoholic beverages of any kind to give away or offer to give away anything tangible of value as a premium or prize, or for any other purpose in direct connection with the sale of alcoholic beverages nor shall any licensee give away any alcoholic beverage in any quantity for less than a full monetary consideration.
- 6.5. No licensee or agent or employee of the licensee shall permit any person to become drunk or intoxicated on the premises, nor shall any licensee sell alcoholic beverages to any person who is actually or apparently under the influence of alcoholic beverages, or known to the seller or server to be an habitual drunkard or any person known to the seller or server to have been convicted of drunkenness as many as three (3) times within the most recent twelve (12) month period. No licensee shall permit any person who is actually or apparently under the influence of alcoholic beverages to remain on the licensed premises. As used herein, whether a person is actually or apparently under the influence of alcoholic beverages shall be determined by the licensee or server with specific reference to the principles and guidelines established in mandatory alcohol server training as to the signs of alcohol intoxication
- 6.6. The licensee shall not sell or dispense alcoholic beverages to any person who is under 21 years of age. The licensee shall check all ID's to ascertain that every person attempting to purchase or consume alcoholic beverages is at least 21 years of age.

## ALCOHOL BEVERAGE CONTROL ORDINANCE

6.7. The licensee shall display at all times in a prominent place a notice on signage at least 8" x 11" in 30 point or larger type which states as follows:

*Persons under the age of twenty-one (21) are subject to a fine of up to One Hundred Dollars (\$100.00) if they:*

- 1. Enter licensed premises to buy, or have served to them, alcoholic beverages.*
- 2. Possess, purchase or attempt to purchase, or get another to purchase alcoholic beverages.*
- 3. Misrepresent their age for the purpose of purchasing or obtaining alcoholic beverages.*

6.8. The licensee, before commencing any business for which a license has been issued, shall post and display at all times in a conspicuous place in the room or principal room where the business is carried on the foregoing notice so that all persons visiting the place may readily see the license. The licensee shall not at any time post the license on premises other than the licensed premises or upon premises where traffic in alcoholic beverages is being carried on by any person other than the licensee, or knowingly deface, destroy or alter the license in any respect.

6.9. The licensee shall post in a prominent place easily seen by patrons a printed sign at least eleven (11) inches by fourteen (14) inches in size, with letters at least one (1) inch high, supplied by the Alcoholic Beverage Control Commission, and with gender-neutral language supplied by the Cabinet for Health Services, which shall warn that drinking alcoholic beverages prior to conception or during pregnancy can cause birth defects. A person who violates this subsection shall be subject to a fine of not less than ten dollars (\$10.00) nor more than fifty dollars (\$50.00). KRS 243.895.

6.10. No wholesaler or distributor shall sell any alcoholic beverages to any person in the City for any consideration except under the usual credit or cash terms of the wholesaler or distributor at or before the time of delivery. Nor shall any retail licensee sell to a purchaser for any consideration except for cash at time of purchase.

6.11. No licensee shall knowingly employ in connection with his or her business any

## ALCOHOL BEVERAGE CONTROL ORDINANCE

person who:

- 6.11.1. Has been convicted of any felony within the last two (2) years;
  - 6.11.2. Has been twice convicted of any misdemeanor or offense directly or indirectly attributable to the use of intoxicating liquors within the last two (2) years;
  - 6.11.3. Is under the age of twenty (20) years who will be serving alcoholic beverages or who will be having any contact whatsoever with the sale of alcohol as defined under state statute;
  - 6.11.4. Within two (2) years prior to the date of his or her employment, has had any City license under this Ordinance revoked for cause.
- 6.12. Licensees shall not offer reduced drink specials (e.g. two-for-one, happy hours) after the hour of 11:00 p.m. until closing.
- 6.13. All retail beer and retail drink licenses shall be required to provide indoor or outdoor lavatory facilities for their customers where such beverages are consumed on the premises.
- 6.14. No licensee shall offer or permit nudity, adult entertainment activities, including nude or nearly nude dancing, adult motion picture, television, slide or stage shows, cabarets or sexual entertainment centers on any licensed premise. No licensee shall permit explicit sexual activity, whether actual or simulated, upon any licensed premises. No licensee shall sponsor or permit wet t-shirt or wet clothing contests, lingerie fashion shows, mud wrestling, Jello wrestling or similar activities, nor shall a licensee allow dancing with touching for compensation (including but not limited to wages, tips or gratuities), or any other service, display or contest requiring physical contact between patrons and/or patrons and employees on any licensed premises. No licensee shall sponsor, offer or permit drinking contests, all- you-can-drink specials or free drinks on any licensed premise in the City.
- 6.15. No license shall be issued for any premises to operate a vehicle "drive-through" outlet for the sale of alcoholic beverages, nor shall any person or licensee operate or permit such a vehicle drive-through outlet. This prohibition shall not apply to a drive-up window at any premises licensed for retail package liquor, wine or malt beverage, including retail beer, where the primary sales area is arranged for and utilized by persons entering the premises on foot and manually carrying out the products

## ALCOHOL BEVERAGE CONTROL ORDINANCE

purchased therein.

6.16. Violation of this Article shall subject the licensee to penalties provided in this chapter and shall be cause for suspension or revocation of license.

### **7. POSSESSION BY MINORS PROHIBITED; NO PERSON SHALL AID POSSESSION BY MINORS**

7.1. Except as specifically authorized under KRS 241 through 244, no person under the age of 21 may possess alcoholic beverages or enter onto any licensed premises for the purpose of acquiring alcoholic beverages.

7.2. As provided in KRS 244.085, no person under the age of 21, except in the company of a parent or guardian, may enter any premises licensed for the package sale of alcoholic beverages. For purposes of this prohibition, "premises" specifically encompasses the entire lot upon which a licensed establishment is situated, including any drive-up window. The prohibition contained in this paragraph 7.2 shall not apply to premises where the usual and customary business of the establishment is a gas station, convenience store, grocery store, drugstore, or similar establishment.

7.3. No person shall knowingly allow, aid, assist, induce, cause or otherwise encourage any minor to be in possession of, use or consume alcoholic beverages. All licensees, as set out in Section 6.6, shall require proof of age of all persons attempting to purchase or consume alcoholic beverages on the licensee's premises.

7.4. No person being the owner or occupant or otherwise in possession or control of any property located within the City shall knowingly allow any minor to remain on such property while in possession of, using or consuming alcoholic beverages.

7.5. It shall be a defense to any prosecution under this section if the person charged, upon discovery of said minor individuals, manifests a proper effort to enlist the aid of and cooperate with law enforcement personnel in stopping the minor individuals' possession, consumption or use of alcoholic beverages, or that the minor individuals possession of alcoholic beverages was exempted by KRS 244.087.

### **8. CONSUMPTION ON LICENSED PACKAGE PREMISES PROHIBITED; EXCEPTIONS; CONGREGATING ON CERTAIN ABC LICENSED PREMISES AND VACANT PREMISES PROHIBITED**

8.1. No licensee of a package store, whether trafficking in distilled spirits, wine or



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malt beverages, shall permit consumption of alcoholic beverages on the premises unless said person or entity shall also have a drink license conferring the privilege of consumption on the premises or shall have a retail malt beverage license, which permits on premises consumption. Any licensee who intends to permit on premises consumption shall, prior to permitting on premises consumption, notify the City ABC Administrator in writing of this decision. A licensee who does not permit on premises consumption shall post a prominent notice on the premises stating that consumption of alcoholic beverages on premises is prohibited.

8.1.1. This restriction regarding on premises consumption shall not prohibit sampling as allowed for microbreweries and wineries under the provisions of KRS Chapter 243, or where sampling is permitted for a retail distilled spirits and wine licensee under the provisions of KRS 244.050, or beer tastings as permitted in 804 KAR 11:030.

8.2. No person or entity operating a package liquor store, whether trafficking in distilled spirits, wine or malt beverages, including retail package beer licensees, shall knowingly allow or permit habitual congregating of persons on the unenclosed portion of the licensed premises so as to constitute a public nuisance.

8.3. No person or entity being the owner or otherwise in possession or control of any vacant property shall knowingly allow or permit habitual congregating of persons on the unenclosed portion of such property so as to constitute a public nuisance.

8.3.1. No persons shall congregate for the purposes, under the circumstances, or in the places proscribed in subsections 8.1 and 8.2 of this section.

8.3.2. It shall be a defense to any prosecution under subsection 8.1 or 8.2 if such licensed vendor or property owner shall permit the division of police to post and maintain a legible, painted or printed sign in at least two (2) separate prominent places in such area, in letters of not less than three (3) inches in height, stating that congregating of persons is prohibited and that violators shall be prosecuted for trespass pursuant to KRS 511.080.

8.4. As used in this section, the term:

8.4.1. Habitual shall mean consistent, that is, by frequent practice or use, but not necessarily constant or exclusive;

## ALCOHOL BEVERAGE CONTROL ORDINANCE

- 8.4.2. Package liquor store shall mean a retail establishment selling distilled spirits, wine and malt beverages in package containers pursuant to licenses issued for those purposes;
- 8.4.3. Public nuisance shall mean any activity that endangers or interferes with the general use and enjoyment of neighboring property, passers-by or the health, safety and welfare of the public; and
- 8.4.4. Vacant property shall mean a vacant lot on which no building or other structure exists or property on which any structure is unoccupied or unused, or which otherwise reflects abandonment by the owner or person with the right of occupancy.

### 9. MALT BEVERAGE KEG REGISTRATION

- 9.1. As used in this section, "keg" is defined as a container designed and capable of holding six (6) or more gallons of malt beverage.
- 9.2. All retail licensees (herein after referred to as "licensee") operating within the City of Junction City who sell malt beverages in kegs for consumption off the premises of the licensee shall attach a numbered identification tag or other device as provided by the City to each keg at the time of sale and shall require the purchaser to complete and sign a keg registration form for the keg stating the following:
- 9.2.1. The purchaser is of legal age to purchase, possess and use the malt beverage,
- 9.2.2. The purchaser is not purchasing the keg for resale and will not allow any person under the age of twenty-one (21) to consume the malt beverage,
- 9.2.3. The purchaser will not remove, obliterate or allow to be removed or obliterated the identification tag,
- 9.2.4. The purchaser will state the property address where the keg will be consumed and physically located; and,
- 9.2.5. The purchaser is aware of his/her duty to maintain a copy of the keg registration form visible and readily accessible from the location of the keg.
- 9.3. The licensee shall obtain the name, address and telephone number of the purchaser and shall require the purchaser to produce a valid driver's license number and, if that is not available, to produce at least one other valid form of identification.
- 9.4. The licensee shall retain copies of the keg registration forms for a period of one year and shall make the keg registration form available for inspection by state and local

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alcoholic beverage control officers and/or other enforcement officers.

- 9.5. The keg registration form shall be forwarded to the City ABC Administrator within five (5) working days in all situations when the keg is not returned or is returned with the identification tag removed or obliterated.
- 9.6. The City ABC Administrator is authorized to develop appropriate rules and regulations and to develop and make available forms for the identification tags and keg registration forms.
- 9.7. All licensees that sell or offer for sale kegs shall post on the licensed premises a notice provided by the City concerning the provisions of this Section.
- 9.8. It shall be unlawful for any licensee to sell or offer for sale kegs without the identification tags attached and the keg registration form completed. It shall also be unlawful for any person to remove or to obliterate the identification tag or to fail to have the declaration form visible and readily accessible from the location of the keg. The penalties for violation of this section shall be the penalties as set out in Article XI, Section 11.2 of this Ordinance. In addition, licensees violating this section shall be subject to appropriate alcoholic beverage control administrative remedies.

### 10. ENFORCEMENT

- 10.1. City police officers and the City ABC Administrator are authorized to enforce this Ordinance for alleged violations.

### 11. PENALTIES

- 11.1. In addition to any criminal prosecution instituted in Boyle District Court against an alleged violator, the City ABC Administrator may assess the fines and penalties authorized in KRS 243.480, including the per diem assessments for ongoing violations. Should the fines or penalties assessed by the state change under KRS 243.480, then the fines or penalties under this Article shall be adjusted accordingly to mirror the fines or penalties imposed by state law. Payment of all fines shall be made to the City ABC Administrator who shall transmit said payments to the City Clerk to be deposited in the appropriate designated account.
- 11.2. Any person, firm or corporation who violates any of the provisions of this Ordinance, for which no other penalty is hereby provided, shall, for the first offense, be fined not less than One Hundred Dollars (\$100.00) nor more than Two Hundred Dollars

## ALCOHOL BEVERAGE CONTROL ORDINANCE

(\$200.00) or imprisoned in the county jail for not more than six (6) months, or both, and for the second and each subsequent violation, he shall be fined not less than Two Hundred Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00) or imprisoned in the county jail for not more than six months, or both. The penalties provided for in this subsection shall be in addition to the revocation or suspension of the offender's license. If the offender is a corporation, LLC, joint stock company, association or other business organization, or a fiduciary, the principal officer or officers responsible for the violation may be imprisoned.

### 12. **MANDATORY RESPONSIBLE BEVERAGE SERVICE TRAINING**

12.1. All persons employed in the selling and serving of alcoholic beverages shall participate in and complete a City approved responsible beverage service training program. For a responsible beverage service training program to be approved by the City, it must effectively train its participants in the identification of false age documents and recognition of characteristics of intoxication. The City will not require enrollment in particular classes, but only that the training be obtained from a recognized program meeting the goals expressed in this chapter.

12.2. All persons required to complete training under paragraph 12.1 above shall complete that training within thirty (30) days of the date on which the person first becomes subject to the training requirement. When a new business is licensed to serve alcoholic beverages all employees must be trained prior to the opening of the business.

12.3. Each licensee shall be responsible for compliance with the training requirements and shall maintain for inspection by the City ABC Administrator a record or file on each employee that shall contain the pertinent training information. Each premise licensed hereunder must at all times when alcoholic beverages are being served have at least one person currently certified in responsible beverage service training on duty.

12.4. All persons completing the training required by this section shall be re-certified in responsible beverage service training from a program approved by the City not less than once every three (3) years thereafter.

### 13. **SIGNS AND ADVERTISING**

13.1. All signage shall be in compliance with any and all other existing rules,

## ALCOHOL BEVERAGE CONTROL ORDINANCE

regulations and ordinances of the City of Junction City.

13.2. Any advertising by any licensee under this chapter shall be in compliance with KRS 244.130 and regulations promulgated there under.

13.3. No licensee shall publish or display advertising that is false or misleading, nor shall any licensee publish or display advertising that implies that consumption of alcoholic beverages is fashionable or the accepted course of behavior, or advertising that contains any statement, picture or illustration implying that the consumption of alcoholic beverages enhances athletic prowess, whether or not any known athlete is depicted or referred to, nor shall any licensee publish or display advertising that encourages intoxication by referring to the intoxicating effects of alcohol (or the use of terms such as "high test", "high proof" or "extra strong") or depicting activities that tend to encourage excessive consumption.

### **14. PATIO AND OUTDOOR SALES; WHERE PERMITTED; APPROVAL REQUIRED; SCREENING REQUIREMENTS; EXCEPTIONS**

14.1. Patio and outdoor sales of alcoholic beverages shall be permitted only on premises licensed for sales of alcoholic beverages by the drink.

14.2. No licensee shall offer alcoholic beverages for sale in a patio or outdoor area of the licensee's premises except in a clearly defined patio or outdoor area that is enclosed by a fence or other screening, not less than four (4) feet in height. All outdoor areas and screening shall be subject to the approval of the City ABC Administrator. An exception to this restriction may be granted for seasonal sidewalk cafes, upon application to and authorization from the ABC City Administrator. The permission to operate a sidewalk cafe shall be governed by the provisions of this Article and shall be subject to all applicable codes of enforcement and public safety officers.

14.3. No licensee shall offer patio or outdoor sales of alcoholic beverages unless the patio or outdoor area and fencing or screening area shall have been approved in advance by the ABC Administrator.

14.4. Unless exempted by the following provisions of this ordinance and by permission of the City ABC Administrator, patio areas must comply with the screening requirements of this ordinance. Sidewalk cafe seating areas must comply with this ordinance and other public safety requirements noted in this ordinance or in other

## ALCOHOL BEVERAGE CONTROL ORDINANCE

provisions of local ordinance, statute or regulation.

### 15. EXCEPTION TO SCREENING REQUIREMENT FOR OUTDOOR SALES AND SERVICE OF ALCOHOLIC BEVERAGES IN THE CASE OF PERMITTED SIDEWALK CAFES IN THE DOWNTOWN BUSINESS DISTRICT

15.1. Licensees may request an exception from this [outdoor screening of patio] provision to permit seasonal sidewalk cafes that serve food and alcoholic beverages as an adjunct to the primary and adjacent licensed premises. In the case of permitted sidewalk cafes, they shall be deemed part of the licensed premises.

15.2. Any food establishment which operates a restaurant and is licensed under this ordinance and the provisions of the state ABC code, may, upon application to the local ABC administrator, ask permission to expand the operation of that restaurant onto a part, and only that part, of the public sidewalk which immediately adjoins the licensed premises (hereinafter referred to as "sidewalk cafe"). Licensees who do not serve food shall not be eligible to apply for a sidewalk cafe permit.

15.3. The ABC Administrator may issue the permit if he/she finds that (a) the Applicant is licensed under this ordinance and the ABC Code for the Commonwealth of Kentucky, (b) the Applicant is in compliance with all conditions and restrictions of said license, (c) the Applicant has all necessary business license, building and use permits, and (d) also finds that the issuance of the Permit would not result in any significant adverse land use impacts.

### 15.4. CONDITIONS FOR SIDEWALK CAFE PERMIT

15.4.1. The issuance of a Permit shall be subject to the following conditions and restrictions; provided, however, that the ABC Administrator may without adverse hearing procedures impose additional reasonable restrictions or withdraw approval upon the operation of any sidewalk cafe where necessary in the judgment of the said Administrator to protect the public health, safety or welfare or to prevent a nuisance from developing or continuing:

15.4.2. No sidewalk cafe shall be permitted in any portion of the public sidewalk where normal pedestrian traffic flow is obstructed. A minimum clearance width of thirty-six (36) inches must be maintained on the public sidewalk at all times. The sidewalk cafe shall not be permitted in any manner to obstruct the entrance/exit to the

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restaurant.

15.4.3. No tables, chairs or any other furnishings, except plant tubs, shall be placed in the area used for the sidewalk cafe during any period when the sidewalk cafe is not open and being operated. They shall be removed at the end of each business day at the hour specified in the Permit. (Umbrellas, tables, chairs, and other portable appurtenances).

### 16. REPEAL OF PRIOR ORDINANCES PERTAINING TO ALCOHOLIC BEVERAGE CONTROL

16.1. On the effective date of this ordinance, it shall supersede and supplant any and all prior ordinances pertaining to the manufacture or traffic in alcoholic beverages.

### 17. SEVERABILITY

17.1. If any section, subsection, paragraph, sentence, clause, phrase, or portion of this Ordinance should be declared unlawful or unconstitutional or otherwise invalid, such declaration shall not affect any other provision hereof which shall remain in full force and effect.

**JUNCTION CITY ORDINANCE NO. 2011-11****AN ORDINANCE IN AND FOR THE CITY OF JUNCTION CITY, KENTUCKY  
NUMBERED 2011-11 TITLED:****LIMITED RESTAURANT SERVICE OF ALCOHOL BY THE DRINK**

**WHEREAS**, prohibition has ended in the City of Junction City, Kentucky by popular vote of its citizens at a local option election held the 4<sup>th</sup> day of October 2011;

**AND, WHEREAS**, the City of Junction City deems the economic conditions of the City to be in immediate need of support for its growth due to a poor local, state and national economy;

**AND, WHEREAS**, the City of Junction City finds that an economic hardship exists within the City and that the sale of alcoholic beverages by the drink would aid economic growth including without limitation increasing revenues for existing businesses, the development of new business and promoting tourism;

**AND, WHEREAS**, the City of Junction City is so authorized pursuant to *KRS 242.185*, does hereby adopt certain provisions relating to the sale of alcoholic beverages by the drink for consumption on the premises to aid economic growth;

**NOW, THEREFORE**, in consideration of the foregoing, **BE IT AND IT IS HEREBY ORDAINED** by the City of Junction City, Kentucky as follows:

Sec. 1.1 The City of Junction City shall issue licenses to restaurants, hotels, motels and inns for the sale of alcoholic beverages by the drink for consumption on the premises in accord with the following:

Sec. 1.1(a) Bona Fide restaurants open to the general public with dining having dining facilities for not less than one hundred (100) persons and that shall maintain fifty percent (50%) of their gross revenues in food sales to the sale of alcoholic beverages;

Sec. 1.1(b) Hotels, motels or inns containing not less than fifty (50) sleeping units and having dining facilities for not less than one hundred (100) persons and that shall maintain fifty percent (50%) of their gross revenues in food sales to the sale of alcoholic beverages.

Sec. 1.2 All licensees shall be subject to provisions of the Junction City Alcohol Beverage Control, Ordinance 2011-12, and all licenses issued hereunder shall be issued pursuant and subject to all provisions thereof including any supplements and amendments thereto.

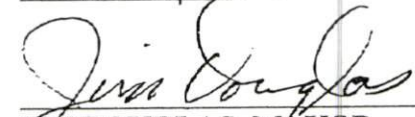


This Ordinance shall take effect and become enforceable upon its final passage and publication. The City Clerk is hereby directed to forthwith publish this Ordinance in the Danville-Advocate Messenger, Danville, Kentucky.

GIVEN FIRST READING AND PASSAGE:           October 27, 2011

GIVEN SECOND READING AND PASSAGE:       October 31, 2011

PUBLISHED:           Nov 4, 2011

APPROVED:             
JIM DOUGLAS, MAYOR

ATTTEST:             
CITY CLERK

**JUNCTION CITY ORDINANCE NO. 2011-12****AN ORDINANCE IN AND FOR THE CITY OF JUNCTION CITY,  
KENTUCKY NUMBERED 2011- 12 TITLED:****“ALCOHOL BEVERAGE CONTROL”**

**WHEREAS**, on the 4<sup>th</sup> day of October 2011 a local option election was held pursuant to *KRS 242.050* the result of which was to end prohibition and allow for the manufacture and traffic in alcoholic beverages in the City of Junction City;

**AND, WHEREAS**, the sale and activities as approved in the recent local option election can create increased risks to the health, safety and welfare of the general public and to children and minors, in particular, unless appropriate regulation is adopted and enforced;

**AND, WHEREAS**, the City Council deems it prudent and appropriate to provide by Ordinance for the licensing and regulation of all manufacture and traffic in alcoholic beverages to provide additional protections by regulation for the benefit of the health, safety and welfare of the general public and to children and minors, in particular, and to provide for the enforcement of the Ordinance as hereafter set forth;

**AND, WHEREAS**, the City Council in the enactment of this Ordinance intends that this act allowing for manufacture and traffic in alcoholic beverages promote the economic health of the City of Junction City as follows:

Causing the revenue stream created by the sales and activities to have the maximum impact on the economic health of the City of Junction City, its business owners and citizens;

Provide expanded entertainment and cultural venues for its citizens and creating increased tourism traffic and activities;

Envisioning expansion of the downtown district by the addition of more and new business;

Protecting the entire community from the extremes that may be associated with alcoholic beverage sales and enterprises; and

Realizing that any and all types of alcohol sales may not, without proper regulation, be in the best interests of its citizens, their homes or businesses and that the venue of alcohol sales must be regulated.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE  
CITY OF JUNCTION CITY, KENTUCKY:**

**ARTICLE I. IN GENERAL**

Sec. 1.1 Title: This chapter shall be known and designated as the "Alcoholic Beverage Control Ordinance" of the City of Junction City, Kentucky (City).

Sec. 1.2 Purpose: The purpose of this Ordinance is to establish uniform regulations and requirements for the licensing and regulation of alcoholic beverage manufacture and sales pursuant to and in accord with the authorization granted under KRS 241 through 244.

Sec. 1.3 Definitions: The definitions of the words used throughout this chapter, unless the context requires otherwise, shall have the same meaning as those set out in the Kentucky Alcoholic Beverage Control law (KRS Chapters 241, 242, 243 and 244) of the Commonwealth of Kentucky and all amendments and supplements thereto.

Sec. 1.4 Scope: This chapter shall be construed to apply to the manufacture and traffic in both malt beverages and distilled spirits and wine where the context permits such application. Nothing in this chapter shall excuse or relieve the licensee, or the owner, proprietor, employee, agent or person in charge of any licensed premises where alcoholic beverages are sold from the restrictions, requirements and penalties of any other ordinance or ordinances of the City or of any statutes of the state relating to violations pertaining to alcoholic beverages.

Sec. 1.5 The provisions of the Alcoholic Beverage Control Law of the Commonwealth of Kentucky (KRS Chapters 241, 242, 243 and 244) and all amendments and supplements thereto, are adopted so far as applicable to this chapter and except as otherwise lawfully provided for herein.

**ARTICLE II. LICENSES; LICENSE FEES; REGULATORY LICENSE FEE; EXPIRATION OF LICENSE**

Sec. 2.1 For the privilege of causing, permitting and engaging in the actions, business, and transactions authorized thereby in regard to traffic in alcoholic beverages in the City and pursuant to the authority of KRS 243.070, there is hereby established a corresponding city license for each of the state licenses described in KRS 243.070. The fee for each city license shall be as set out in the following schedule. In the event KRS 243.070 shall hereafter be amended to authorize additional city licenses, the fee for each city license shall be the maximum fee provided in the statute as amended.

**Sec. 2.1.1 DISTILLED SPIRITS AND WINE LICENSE FEES**

The following distilled spirits and wine licenses may be issued by the City, the fees for which shall be:

- (1) Distiller's license, per annum.....\$ 500.00
- (2) Rectifier's license, per annum.....3,000.00
- (3) Blender's license, per annum.....3,000.00
- (4) Wholesaler's license, per annum.....1,000.00

- (5) Retail package license, per annum..... 600.00
- (6) Special Sunday retail package license, per annum..... *? not Authorized By Law* 200.00
- (7) Restaurant drink license, per annum..... 600.00
- (8) Special Sunday sale Restaurant drink license, per annum..... 200.00
- (9) Special temporary liquor license per event..... 130.00
- (10) Special temporary wine license, per event..... 50.00
- (11) Special temporary auction license, per event..... 200.00
- (12) Nonresident special agent or solicitor's license, per annum..... 40.00
- (13) Bottling house or wine storage license, per annum..... 500.00
- (14) Souvenir retail liquor license, per annum..... 500.00

Sec. 2.1.2 **MALT BEVERAGE LICENSE FEES** The following kinds of malt beverage licenses may be issued by the City, the fees for which shall be:

- (1) Brewer's license, per annum..... \$ 500.00
- (2) Microbrewery license, per annum..... 500.00
- (3) Distributor's license, per annum..... 200.00
- (4) Retailer's license, per annum..... 200.00
- (5) Special temporary license, per event..... 25.00
- (6) Special Sunday malt beverage retailer's license, per annum..... *Not Authorized By Law* 100.00
- (7) Brew-on-premises license, per annum..... 100.00

Sec. 2.1.3 **OTHER LICENSE FEES** The following kinds of other licenses may be issued by the City, the fees for which shall be:

- (1) Extended hours supplemental license, per annum..... *P* 1,000.00
- (2) Caterer's license, per annum..... 200.00
- (3) Limited restaurant license, hotel, motel or inns, per annum (includes distilled spirits, wine, and malt beverages) new applicants. *Not Authorized for the type area* 1,000.00

Sec. 2.1.4 **CERTAIN SPECIAL LICENSES DEFINED**

(1) **TEMPORARY LICENSES:** A special temporary distilled spirits and wine license or a special temporary wine license may be issued only as set out in KRS. 243.260. This license shall authorize the licensee to exercise the privileges of the license for a specified and limited time, not to exceed thirty (30) days. In the case of a nonprofit organization holding a retail malt beverage license, such organization may be issued a distilled spirits and wine special temporary license or a special temporary wine license to sell distilled spirits and wine by the drink on the licensed premises, in conjunction with any public or private event, for a specified and limited time, not to exceed ten (10) days. A malt beverage temporary license may be issued only as set out in KR 243.290 and is subject to all conditions and regulations provided at the issuance of the license.

(2) **PRIVATE CLUB LICENSE** A special private club license may be issued only as authorized in KRS 243.270 to a nonprofit social, fraternal, military, or political organization or club, which for more than one (1) year prior to the date of application has maintained and

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*20*

operated a club room or rooms from which the general public is excluded. The privileges of the license shall be exercised only on premises where the general public is excluded.

(3) **SPECIAL LICENSE REQUIRED FOR SUNDAY SALES** No licensee shall offer alcoholic beverages for sale at any time between 12:00 midnight on Sunday and 6:00 a.m. on Monday unless the licensee shall have obtained a special license for Sunday sales.

(4) All restrictions and prohibitions applying to regular retail drink distilled spirits and wine licenses and retail malt beverage licenses shall apply to the special licenses, unless otherwise provided by law.

Sec. 2.2 **EXPIRATION OF LICENSE; PRORATION OF FEES** All city licenses, except temporary licenses, shall begin on July 1 of any year and shall expire on June 30 of the following year. Any licenses issued after July 1 of any year shall be assessed a fee which is based on the pro rata portion of the remainder of the license period; however, the cost of any license shall not be less than one-half (1/2) the amount of the full fee for an annual license of that type.

Sec. 2.3 **PAYMENT OF LICENSE FEES; DELINQUENCY** No licensee shall enter into or begin operating any business for which a license is required by this ordinance until the license fee has been paid in full. The fee for renewal of any license shall be paid with the renewal application. Failure to pay any license fee within ten (10) days after it becomes due shall result in a penalty equal to ten percent (10%) of the license fee. Any licensee failing to pay the fees, including penalties, within ten (10) days after such fees are due may be subject to revocation of the license and to other penalties as provided in Article XI of this ordinance.

Sec. 2.4 **REFUND OF FEES**

Sec. 2.4.1 Should any licensee under this chapter be prohibited from conducting the licensed business for the full period covered by the license because of any changes that may hereafter be made in the laws of the commonwealth with reference to alcoholic beverages or other cause outside licensee's control, then the city shall refund to licensee the proportionate part of the license fee for the period during which licensee is prevented from carrying on said business if the licensee provides sufficient proof to the City ABC Administrator that such period of inactivity was not the fault of the licensee or the result of a revocation, suspension or other wrongdoing by licensee, or an agent or employee of the licensee.

Sec. 2.4.2 In the event a violation of this chapter occurs that results in the suspension or revocation of the license, the City shall not be required to refund any portion of the license fee.

Sec. 2.5 **REGULATORY LICENSE FEE** Pursuant to KRS 243.075, there is hereby imposed a regulatory license fee on the gross receipts on sale of alcoholic beverages for each license issued by the City ABC Administrator. As of the time of adoption of this ordinance, the regulatory license fee shall be five percent (5%) of gross sales of all alcoholic beverages sold by the drink. In the case of retail sales of package distilled spirits and wine, the

regulatory license fee shall be four percent (4%) of gross sales. The regulatory license fee shall be three percent (3%) on gross retail sales of package malt beverages. Thereafter, the City Council shall adopt at the budget adoption for each subsequent fiscal year, such annual rate for the regulatory license fee as shall be reasonably estimated to ensure full reimbursement to the City for the cost of any additional policing, regulatory, or administrative expense related to the sale of alcoholic beverages in the City. Should the City fail to address the regulatory license fee in any budget, then the regulatory license fee shall remain at the level at which it was last fixed until such time as the City Commission shall adjust the fee.

Sec. 2.5.1 Payment of such regulatory fee shall be remitted to the City ABC Administrator, and shall be held in a separate account maintained for the purpose of fully reimbursing the City for the estimated cost of any additional policing, regulatory or administrative expense related to the sale of alcoholic beverages in the City. The regulatory license fee shall be in addition to any other taxes, fees or licenses permitted by law, except that a credit against a regulatory license fee in the City shall be allowed in an amount equal to any license fee imposed by the City pursuant to KRS 243.070. Payment of the regulatory license fee shall accompany the tax return approved for such use by the City Council. The return and payment are due no later than by the end of the month immediately following each calendar quarter.

Sec. 2.5.2 Failure to pay such quarterly remittance within ten (10) days of the due date shall constitute a violation and subject the licensee to suspension or revocation.

Sec. 2.5.3 Penalty for failure to file a return and pay quarterly remittance by the due date is five percent (5%) of the fee for each ninety (90) days or fraction thereof. The total late filing penalty shall not exceed twenty-five percent (25%) of the fee; provided, however, that in no case shall the penalty be less than ten dollars (\$10.00)

Sec. 2.5.4 Interest at the rate of eight percent (8%) per annum will apply to any late payments.

Sec. 2.6 **DISPOSITION OF FEES** The City ABC Administrator shall transmit fees to the City Clerk to be deposited into the appropriate designated account.

### **ARTICLE III. OFFICE OF THE CITY ALCOHOLIC BEVERAGE CONTROL ADMINISTRATOR**

Sec. 3.1 Pursuant to KRS 241.160, there is hereby created the office of Junction City Alcoholic Beverage Administrator.

Sec. 3.1.1 The Mayor shall appoint an individual the City Alcoholic Beverage Control Administrator (hereinafter referred to as City ABC Administrator) to serve at the will of the City.

Sec. 3.1.2 The functions of the City ABC Administrator shall be the same with respect to the City licenses and regulations as the functions of the Alcoholic Beverage Control Board of

the Commonwealth of Kentucky (hereinafter referred to as ABC Board) with respect to state licenses and regulations, except that no amendment to these regulations proposed by the City ABC Administrator may be less stringent than the statutes relating to Alcoholic Beverage Control, or than regulations of the ABC Board. No regulation of the City ABC Administrator shall become effective until approved by the City Council.

Sec. 3.1.3 No person shall be a City ABC Administrator, an Investigator or an employee of the City under the supervision of the City ABC Administrator, who would be disqualified to be a member of the ABC Board under KRS 241.100.

Sec. 3.1.4 The City ABC Administrator shall have all authority as authorized under Chapters 241 through 244 of the Kentucky Revised Statutes. As a condition of licensure the City ABC Administrator, and the ABC Administrator's investigators, may inspect any premises where alcoholic beverages are manufactured, sold, stored or otherwise trafficked in, without first obtaining a search warrant.

Sec. 3.1.5 Should the City ABC Administrator at any time have reasonable grounds to believe that any applicant, licensee, employee of a licensee, or any stockholder, agent or employee of a licensed corporation, LLC or other business organization, has a criminal record, he shall have the authority to require such person to appear in person at the Junction City Police Department for the purpose of having his or her fingerprints taken.

Sec. 3.1.6 The City ABC Administrator before entering upon his or her duties as such shall take the oath as prescribed in Section 228 of the Constitution and shall execute a bond with a good corporate surety in the penal sum of not less than one thousand dollars (\$1,000.00). The City ABC Administrator may require any employee under the City ABC Administrator's supervision to execute a similar bond in such penal sum as the Administrator deems necessary.

Sec. 3.2 Appeals from the orders of the City ABC Administrator may be taken to the state ABC Board by filing with the Board within thirty (30) days a certified copy of the orders of the City ABC Administrator. The Board shall hear matters at issue as upon an original proceeding. Appeals from orders of the City ABC Administrator shall be governed by KRS Chapter 13B.

Sec. 3.3 When any decision of the City ABC Administrator shall have been appealed, or when a protest has been lodged against an application for any license within the City, and the ABC Board shall have made a decision regarding such appeal or protested application, the City ABC Administrator, upon receipt of notice of finality of the decision, shall enter such orders and take such action as required by the final order of the ABC Board. As provided by law, and as used herein, no order of the ABC Board is final until all appeals or appeal times shall have been exhausted. A "final order" of the ABC Board is the order entered by said Board, unless an appeal is taken from the Board's order, in which case the "final order" is the order entered by the Board upon direction from the reviewing court of last resort in the final order of said reviewing court.

**ARTICLE IV. APPLICATION FOR LICENSE; MAINTENANCE OF LICENSE**

Sec. 4.1 **ADVERTISEMENT.** Before an application for a license shall be considered, the applicant must publish a notice of its intent to apply for an alcoholic beverage license in a newspaper meeting the requirements of KRS Chapter 424.

Sec. 4.1.1 The advertisement shall state the name and address of the applicant. It shall state the members of the partnership if the applicant is a partnership, and membership of the LLC if the applicant is an LLC, as well as the name of the business and its address including any assumed names. If the applicant is a corporation, the advertisement shall state the names and addresses of the principal officers and directors of the corporation, as well as the name and address of the corporation itself including any assumed names. All advertisements shall state the location of the premises for which the license is sought, and the type of license for which application is made.

Sec. 4.1.2 The applicant shall attach to the application a newspaper clipping of the advertisement and proof of the publication as provided in KRS 424.170.

Sec. 4.2 **APPLICATION FEE** A nonrefundable application fee of \$50.00 shall be paid with the filing of the application for a city license. If the license is granted, the application fee shall be credited against the initial license fee.

Sec. 4.3 **FORM OF APPLICATION** All licenses granted under this Ordinance shall be approved by the City ABC Administrator. Applications for the issuance of new licenses and for renewals of existing licenses shall be in writing and upon the forms provided by the ABC Board and the City of Junction City, as amended and supplemented from time to time.

Sec. 4.3.1 The application shall be verified and shall set forth in detail such information concerning the applicant and the premises for which the license is sought as required by the Kentucky Revised Statutes, the ABC Board and the City of Junction City, including as follows:

- (1) Name and address;
- (2) Nature of interest;
- (3) Whether or not a citizen of the United States;
- (4) Date of birth;
- (5) Date residence was established in Kentucky, if a resident of Kentucky. If a Junction City resident indicate when residence was established;
- (6) Whether or not he or she has any interest in any other license or LLC, corporation, partnership or other business organization holding a license under this ordinance;
- (7) Extent of stock or company ownership; and
- (8) Whether or not he or she has any interest in any license or LLC, corporation, partnership or other business organization holding a license in any other state or province.



Sec. 4.3.2 Each application shall be accompanied by a certified check, cash or a postal or express money order for the amount of the license fee, less the \$50.00 application fee.

Sec. 4.3.3 In addition to the above specified information, the applicant shall file with the application responses to any additional questions as may be posed or prescribed by the City ABC Administrator. The City Council may adopted a statement of guidelines and priorities for the issuance of licenses and, in order to determine the extent to which applications may further or impede the objectives of those guidelines, the Council may, by municipal order, adopt a questionnaire to be submitted to applicants for licenses. Upon adoption of the questionnaire, it shall become a part of the application process. The initial questionnaire adopted by the City Council is a part of this ordinance and incorporated herein as Exhibit 4.3.3 A. The questionnaire may be altered, expanded, supplemented or replaced by municipal order of the Council hereafter. In addition to the information contained in the application and any City ordered questionnaire, the City ABC Administrator may require such other information as the Administrator may in his/her discretion deem desirable, reasonable or appropriate to the consideration of the application.

Sec. 4.4 **OTHER CONDITIONS** In addition to any other inquiries, conditions or considerations required or permitted by law,

- (1) The City ABC Administrator shall not grant any alcoholic beverage license or approve a renewal of a license until the applicant and his place of business shall have been approved by the City Building Inspector, and any and all other inspections required by the Kentucky Building Code;
- (2) All applicants shall voluntarily submit to a criminal background check and shall sign a waiver allowing the release of this information to the City ABC Administrator including without limitation each member of a partnership or LLC and the principal officers and directors of a corporation; and
- (3) No license to sell alcoholic or malt beverages shall be granted or renewed to any person who is delinquent in the payment of any taxes or fees due the City at the time of issuing the license, nor shall any license be granted or renewed to sell upon any premises or property, owned and occupied by the licensee upon which there are any delinquent taxes or fees due the City. Further, if a licensee becomes delinquent in the payment of any taxes or any fees due the City at any time during the license period, the license to sell alcoholic or malt beverages shall be subject to revocation or suspension.
- (4) No person, whether an applicant for license, or a licensee, shall in any manner attempt to bribe, threaten, unduly influence or intimidate the City ABC Administrator, or any member of his or her staff, or any state ABC administrator or staff, in any matter in which an application or proposed application for license, or procedure for revocation or suspension is pending before such officer. This paragraph is not intended to stifle expressions of opinion; however, it is intended to make clear that the ABC Administrators are public officials charged with the administration and enforcement of the law, both local and state. Any person applying for a license, or contesting the revocation or suspension of a license, who engages in attempted

bribes, threats, attempted undue influence or intimidation of a City or state ABC Administrator or staff shall be disqualified from receiving or retaining a license, in addition to other penalties as provided by law. The procedures for appeals shall apply to disqualifications, revocations or suspensions under this section. This section shall not be interpreted to prohibit monetary settlements in lieu of revocation or suspension of license after a final order or revocation or suspension, where the ordinance and applicable statutes allow for such payments in settlement.

Sec. 4.5 **FORM OF LICENSE** All City licenses shall be in such form as shall be prescribed by the City Council and shall contain:

- (1) The name and address of the licensee;
- (2) The number of the license;
- (3) The type of license;
- (4) A description by street and number, or otherwise, of the licensed premises;
- (5) The name and address of the owner of the building in which the licensed premises are located;
- (6) The expiration date of the license;
- (7) A statement in substance that the license shall not be a property or vested right and that it may be revoked at any time pursuant to law.

Sec. 4.6 **CHANGE OF INFORMATION**

Sec. 4.6.1 If after a license to individuals or to a sole proprietor has been issued, there is a change in any fact required to be set forth in the application, a verified amendment in writing giving notice of the change shall be filed with the City ABC Administrator within ten (10) days of the change.

Sec. 4.6.2 Since a number of licenses issued by the City are in the name of corporations or other business organizations, it is necessary that ownership changes in such organizations be reported to the City ABC Administrator. The City ABC Administrator can, therefore, investigate the person to whom the ownership or management is transferred in order to ascertain whether that person is precluded by statute from holding an interest in an alcoholic beverage license.

- (1) As used with regard to a partnership, corporation, LLC or other business organization herein, the word "change" is construed to include any change in managers, partners or LLC members, directors or officers of the corporation, or change in ownership or stock whereby any person secures ten percent (10%) of the outstanding ownership or stock. Transfer of more than ten percent (10%) of the total ownership or stock shall require a new license.
- (2) The following information will be required concerning any new manager, partner or LLC member, new director, officer, or person securing any interest in alcoholic beverage license:
  - (a) Name and address;
  - (b) Nature of interest;
  - (c) Whether or not a citizen of the United States;
  - (d) Date of birth;
  - (e) Date residence was established in Kentucky, if a resident of Kentucky. If a

Junction City resident indicate when residence was established;

(f) Whether or not he or she has any interest in any other license or in any LLC, corporation, partnership or other business organization holding a license under this act;

(g) Extent of stock or company ownership;

(h) Whether or not he or she has any interest in any license or in any LLC, corporation, partnership or other business organization holding a license in any other state or province.

(3) This information shall be filed with the City ABC Administrator as a verified amendment of the application pursuant to which the license was granted. Filing shall be made within ten (10) days of any change of required information.

#### Sec. 4.7 **RENEWAL OF LICENSE**

Sec. 4.7.1 Every year, except in the case of temporary licenses, each licensee shall renew its license. All renewal licenses must be on file with the City ABC Administrator no less than thirty (30) days prior to the expiration of the license for the preceding license period or same shall be canceled, except where the licensee is unable to continue in business at the same premises licensed during the preceding license period as a result of construction, act of God, casualty, death, the acquisition or threatened acquisition of the premises by any federal, state, city or other governmental agency or private organization possessing power of eminent domain, whether such acquisition is voluntary or involuntary, or loss of lease through failure of landlord to renew existing lease; provided that said licensee shall file a written verified statement no less than twenty (20) days from the expiration date of the license, setting forth these facts, and the City ABC Administrator is hereby authorized to extend the time for filing of a renewal of such license for a reasonable length of time within the sound discretion of the City ABC Administrator; provided, however, such licensee shall pay a license fee from the expiration date of the former license or licenses. Said license fee shall not be payable until application is made for the transfer of said license to a new location.

Sec. 4.7.2 The renewal by the City ABC Administrator of the license shall not be construed to be a waiver or acceptance of any violation which occurred prior to such renewal and shall not prevent subsequent proceedings against the licensee.

Sec. 4.8 **LOST OR DESTROYED LICENSE** When a license shall be lost or destroyed without fault on the part of the licensee or his agent or employee, a duplicate in lieu of the original license shall be issued by the City ABC Administrator after the Administrator shall have been satisfied as to the facts; provided, however, that the applicant for said duplicate license shall pay a fee of ten dollars (\$10.00) for the duplicate license.

Sec. 4.9 **REVOCATION OR SUSPENSION** Any license may be revoked or suspended by the City ABC Administrator if the licensee shall have violated any of the provisions of Kentucky Revised Statutes Chapters 241, 242, 243 or 244, or any rule or regulation of the ABC Board or of the Department of Revenue relating to the regulation of the manufacture, sale and transportation or taxation of alcoholic beverages or if such licensee shall have violated or shall violate any act of Congress or any rule or regulation of any federal board, agency or commission, as heretofore or hereafter in effect relating to the regulation of

the manufacture, sale and transportation or taxation of intoxicating liquors or any rules or regulations of the City heretofore in existence or authorized by the terms of Kentucky Revised Statutes Chapters 241, 242, 243 and 244 to be created, irrespective of whether the licensee knew of or permitted the violation or whether the violation was committed in disobedience of his instructions, or any such license may be revoked or suspended for any cause which the City ABC Administrator in the exercise of his sound discretion deems sufficient.

Sec. 4.9.1 A license may be revoked for any of the reasons for which the City ABC Administrator would have been required to refuse a license if the facts had been known.

Sec. 4.9.2 In addition to the foregoing stated causes; any license may be revoked or suspended for the following causes:

- (1) Conviction of the licensee or his agent or employee for selling any illegal beverages on the premises licensed.
- (2) Making any false, material statements in an application for a license.
- (3) If within a period of two (2) consecutive years, any licensee or any clerk, servant, agent or employee of the licensee shall have been convicted of two (2) violations of the terms and provisions of KRS Chapter 241, 242, 243 or 244 or any act heretofore or hereafter in effect relating to the regulation of the manufacture, sale and transportation of alcoholic beverages or if within such period, any licensee or any clerk, servant, agent or employee of the license shall have twice been convicted of any felony or of any misdemeanor directly or indirectly attributable to the use of alcoholic beverages, or of one (1) such felony and one (1) such misdemeanor.
- (4) Willful and deliberate failure or default of a licensee to pay an excise tax or any part thereof, or any penalties imposed by or under the provisions of any statutes, this chapter or acts of Congress relative to taxation, or for a violation of any rules or regulations of the Department of Revenue made in pursuance thereof.
- (5) Setting up, conducting, operating or keeping, on the licensed premises, any gambling game, device, machine or contrivance, or lottery or gift enterprise, or handbook or facility for betting or transmitting bets on horse races; or permitting to be set up, conducted, operated, kept, or engaged in, on the licensed premises, any such game, device, machine, contrivance, lottery, gift enterprise, handbook or facility.

Sec. 4.10 ***PROCEEDINGS FOR REVOCATION OR SUSPENSION OF LICENSE; NOTICE AND OPPORTUNITY TO CONTEST; APPEAL; EFFECT OF REVOCATION OR SUSPENSION***

Sec. 4.10.1 Upon the verified complaint of any person, or on the initiative of any law enforcement officer or of the City ABC Administrator, the City ABC Administrator may institute proceedings to revoke or suspend any license granted under this ordinance. A license may be revoked or suspended only after the licensee shall have been given written notice, by

certified or registered mail, of the proposed revocation, including notice of the reasons for such proposed action. The licensee shall be given opportunity to be heard in opposition to the proposed revocation or suspension. The notice of proposed action shall advise the licensee of the date, time and place of the hearing. Notice shall be sufficient if mailed to the licensee at the address shown in the last application for a license or in the last statement supplemental to or in amendment of the application, whether or not the mailing is received for or claimed.

Sec. 4.10.2 The specific procedures to be followed in hearings on actions for revocation or suspension shall be prescribed by the City Council of the City of Junction City by municipal order. Such order shall be maintained on file in the office of the City ABC Administrator and a copy furnished with any notice of proposed revocation or suspension sent to a licensee. If the Council shall fail to adopt such municipal order, the procedures shall be those set out in the Kentucky Administrative Procedure Act (KRS Chapter 13B).

Sec. 4.10.3 A decision of the City ABC Administrator revoking or suspending a license may be appealed as provided in KRS 243.550.

Sec. 4.10.4 Within three (3) days after any order of revocation or suspension of a license becomes final, notice of revocation shall be given to the licensee and to the owner of the licensed premises. A notice mailed to the licensee and to the owner of the licensed premises at the address shown in the last application for a license or in the last statement supplemental to the application shall be deemed sufficient compliance with this section. The licensee shall at once surrender his license to the City ABC Administrator. If the revoked or suspended license is not forthwith surrendered by the licensee, the Chief of Police at the request of the City ABC Administrator shall immediately cause one of his officers to take physical possession of the license and return it to the City ABC Administrator.

Sec. 4.10.5 When a license has been revoked or suspended, the former licensee may, with prior approval of the City ABC Administrator, dispose of and transfer his stock of alcoholic beverages to an appropriate entity.

Sec. 4.10.6 Appeal from the decision of the City ABC Administrator revoking or suspending a license shall be to the ABC Board. The timely filing of an appeal shall stay further proceedings for revocation.

Sec. 4.10.7 If a license is revoked or suspended by an order of the City ABC Administrator, and the decision is not appealed, the licensee shall at once suspend all operations authorized under his license. Upon the entry of a final order of the ABC Board sustaining or ordering revocation or suspension on appeal, the licensee shall at once suspend all operations authorized under this license.

Sec. 4.11 ***TRANSFER OR ASSIGNMENT***

No license issued under this Ordinance shall be transferred or assigned either as to licensee or location except with prior approval of the City ABC Administrator and not then until a payment of One Hundred Dollars (\$100.00) shall be made to the City Clerk.

Sec. 4.12 ***REFUSAL OF LICENSE; GUIDELINES FOR APPROVAL OF QUOTA LICENSES***

Sec. 4.12.1 The City ABC Administrator may refuse to issue or renew a license for any of the following reasons:

- (1) Causes for refusal to issue or renew a license and for suspension or revocation of a city license shall be the same as provided for state licenses according to KRS 243.450, 243.490 and 243.500, as well as violation of any city ordinance regarding alcohol beverage licensing, sales or the administration thereof.
- (2) If the applicant has done any act for which a revocation of license would be authorized; or
- (3) If the applicant has made any false material statement in his application.

Sec. 4.12.2 In the case of quota licenses, before approving an application, the City ABC Administrator is hereby directed to consider, in addition to the factors set out in KRS 243.450, 243.490 and 243.500, and any other factors the Administrator determines in his or her discretion to be reasonable and pertinent to the license application, the following criteria:

- (1) **Ownership:** The City of Junction City places great value on business owners who are invested in the City of Junction City community.
- (2) **Economic Impact:** The City of Junction City desires businesses which make the most positive impact on the community, in number of jobs, payroll, property investment and revenues to the city.
- (3) **Site of Business:** The City of Junction City is interested in serving all geographic areas of the City. Therefore, the City does not wish to cluster all licensed ABC outlets in one area.
- (4) **Aesthetics:** The City of Junction City is committed to protecting the character and beauty of our community.
- (5) **Revitalization of Downtown:** The City of Junction City wholeheartedly supports the revitalization of downtown and the revitalization and reuse of existing buildings.
- (6) **Capital:** The City of Junction City values businesses that demonstrate their ability to financially support and sustain their viability.
- (7) **Public Support of Licensed Business in the Area:** The City of Junction City intends that public sentiment and safety be considered in deciding upon the approval of retail liquor sales licenses in any area of the City.

Sec. 4.12.3 An applicant who has been refused a license by the City ABC Administrator may appeal the refusal to the ABC Board pursuant to KRS 241.200.

Sec. 4.13 ***REVIEW OF LICENSE; BOOKS, RECORDS AND REPORTS***

Sec. 4.13.1 Applicants to whom a license is issued pursuant to this Ordinance shall provide periodic information demonstrating compliance with the conditions of any license, such as, but not limited to, the continuing requirement that a minimum percentage of the applicant's business income is earned from the sale of food. This documentation shall be provided on a

schedule to be coordinated with the applicant's quarterly regulatory fee filings. The City shall provide the form schedule to the licensee. The licensee's acceptance of a license to manufacture or traffic in alcoholic beverages shall constitute consent to the filing of the quarterly report. In the case of caterer filing, the quarterly report shall identify each catered event by type of event, date and address of the event, and shall provide a per event breakdown of sales and the ratio of food sales to alcohol sales during the reporting period. This requirement for filing of reports notwithstanding, the City may at any time come upon the premises of any licensee and examine the books and records to determine whether the licensee is in compliance with all parts of this ordinance. In the event the conditions of any license requirement are not met during any particular quarter, the City ABC Administrator shall have discretion in determining whether suspension or revocation is appropriate or whether the licensee may be allowed a reasonable period of time to reach compliance. If a good faith effort is demonstrated by the licensee, the City ABC Administrator may apply an accounting period of at least one (1) year in determining whether or not the food sale percentage requirement has been met.

Sec. 4.13.2

(1) Every licensee under this chapter shall keep and maintain upon the licensed premises adequate books and records of all transactions involved in the sale of alcoholic beverages in the same manner required by the rules and regulations of the ABC Board. Such books and records shall be available at all reasonable times for inspection by the City ABC Administrator and to the City Clerk who may assist the City ABC Administrator in his or her review.

(2) For the purpose of assisting the City ABC Administrator in enforcement of this chapter, every licensee required to report to the ABC Board under KRS 243.850 shall provide a copy of such report to the City ABC Administrator. Copies of any and all reports and correspondences to the ABC Board required by statute shall be furnished to the City ABC Administrator.

Sec. 4.14 *DORMANCY*

(1) It is necessary that a licensee actually conduct the business authorized by such a license or else the license will be declared dormant and become null and void after ninety (90) days. Such is the intent of this section. Realizing that a licensee, like other business, may have his business interrupted by situations not under his control, various exceptions to the dormancy rule have been included in this section.

(2) Any license under which no business is transacted during a period of ninety (90) days shall be deemed inactive and, unless the conditions set forth in paragraph (3) below are proved to the satisfaction of the City ABC Administrator, the license shall be surrendered to the City ABC Administrator. If the license is not voluntarily surrendered, it shall be revoked by the City ABC Administrator.

(3) The provisions of paragraph (2) hereof shall not apply to any licensee who is unable to continue in business at the premises for which a license is issued due to construction, an act of

God, casualty, death, the acquisition of the premises by any federal, state, city or other governmental agency under power of eminent domain, whether acquisition is voluntary or involuntary, or loss of lease through failure of landlord to renew existing lease. Prior to the expiration of ninety (90) days of inactivity, such licensee shall furnish to the City ABC Administrator a verified statement setting forth the fact that the licensee is unable to continue in business, for any of the specific reasons set forth herein, and the City ABC Administrator may grant an extension of the dormancy with the license continuing to remain in effect during the license period or until same is transferred to another premises, notwithstanding the fact that no business is transacted during said period; provided, however, no such license shall be considered valid unless business is conducted there under within twelve (12) months from the date of notice to the City ABC Administrator. Such extension may not extend beyond the renewal date but may be for such times, as the City ABC Administrator deems appropriate in exercise of his sound discretion.

#### ***ARTICLE V. HOURS FOR SALE AND DELIVERY***

Sec. 5.1 A licensee for distilled spirits, wine or malt beverages by the drink shall be permitted to sell or dispense distilled spirits, wine and/or malt beverages between the hours of 6:00 a.m. on each day of the week and until 1:00 a.m. of the following day.

Sec. 5.2 A licensee licensed to sell distilled spirits, wine and/or malt beverages by the drink may sell and dispense alcoholic beverages on New Year's Eve until 2:00 a.m. on January 1, provided that the appropriate licenses have been obtained from both the city and the state ABC Board.

Sec. 5.3 Retail package distilled spirits and wine sales and package malt beverage sales shall be permitted from 6:00 a.m. until midnight each day of the week, except that such package sales shall not be permitted during the hours of 12:00 midnight and 1:00 p.m. on Sunday, or between the hours of 9:00 p.m. on Sunday and 6:00 a.m. on Monday.

Sec. 5.4 The licensee shall not sell or dispense any distilled spirits, wine or malt beverages during the hours that the polls are open on any election day.

#### ***ARTICLE VI. CONDITIONS, PROHIBITIONS AND RESTRICTIONS***

Sec. 6.1 No gambling or game of chance unless otherwise authorized by the Commonwealth of Kentucky shall be permitted in any form on such licensed premises. Dice, slot machines, or any device of chance is prohibited and shall not be kept on such premises.

Sec. 6.2 It shall be unlawful for any licensee licensed under this Ordinance to have or maintain any radio receiving apparatus on such premises which is intentionally adjusted so as to receive police messages broadcast from any law enforcement agency in Boyle County as it is now or may hereafter be operated. In addition to other penalties provided for the violation of this section, the Chief of Police or the City ABC Administrator, or his designated investigator, shall have the authority to confiscate any and all such radio receiving apparatus.



Sec. 6.3 The licensee shall be responsible for maintaining security on his premises including providing adequate outside lighting to permit customers to utilize the parking area and to promote the safety, health and welfare of the general public utilizing the licensed premise. Security standards are further necessary to discourage unlawful activity in and around the licensed premises.

Sec. 6.4 It shall be unlawful for the licensee under this Ordinance who sells alcoholic beverages of any kind to give away or offer to give away anything tangible of value as a premium or prize, or for any other purpose in direct connection with the sale of alcoholic beverages nor shall any licensee give away any alcoholic beverage in any quantity for less than a full monetary consideration.

Sec. 6.5 No licensee or agent or employee of the licensee shall permit any person to become drunk or intoxicated on the premises, nor shall any licensee sell alcoholic beverages to any person who is actually or apparently under the influence of alcoholic beverages, or known to the seller or server to be an habitual drunkard or any person known to the seller or server to have been convicted of drunkenness as many as three (3) times within the most recent twelve (12) month period. No licensee shall permit any person who is actually or apparently under the influence of alcoholic beverages to remain on the licensed premises. As used herein, whether a person is actually or apparently under the influence of alcoholic beverages shall be determined by the licensee or server with specific reference to the principles and guidelines established in mandatory alcohol server training as to the signs of alcohol intoxication

Sec. 6.6 The licensee shall not sell or dispense alcoholic beverages to any person who is under 21 years of age. The licensee shall check all ID's to ascertain that every person attempting to purchase or consume alcoholic beverages is at least 21 years of age.

Sec. 6.7 The licensee shall display at all times in a prominent place a notice on signage at least 8" x 11" in 30 point or larger type which states as follows:

*Persons under the age of twenty-one (21) are subject to a fine of up to One Hundred Dollars (\$100.00) if they:*

1. *Enter licensed premises to buy, or have served to them, alcoholic beverages.*
2. *Possess, purchase or attempt to purchase, or get another to purchase alcoholic beverages.*
3. *Misrepresent their age for the purpose of purchasing or obtaining alcoholic beverages.*

Sec. 6.8 The licensee, before commencing any business for which a license has been issued, shall post and display at all times in a conspicuous place in the room or principal room where the business is carried on the foregoing notice so that all persons visiting the place may readily see the license. The licensee shall not at any time post the license on premises other than the licensed premises or upon premises where traffic in alcoholic beverages is being carried on by any person other than the licensee, or knowingly deface, destroy or alter the license in any respect.

Sec. 6.9 The licensee shall post in a prominent place easily seen by patrons a printed sign at least eleven (11) inches by fourteen (14) inches in size, with letters at least one (1) inch high, supplied by the Alcoholic Beverage Control Commission, and with gender-neutral language supplied by the Cabinet for Health Services, which shall warn that drinking alcoholic beverages prior to conception or during pregnancy can cause birth defects.

A person who violates this subsection shall be subject to a fine of not less than ten dollars (\$10.00) nor more than fifty dollars (\$50.00). KRS 243.895.

Sec. 6.10 No wholesaler or distributor shall sell any alcoholic beverages to any person in the City for any consideration except under the usual credit or cash terms of the wholesaler or distributor at or before the time of delivery. Nor shall any retail licensee sell to a purchaser for any consideration except for cash at time of purchase.

Sec. 6.11 No licensee shall knowingly employ in connection with his or her business any person who:

1. Has been convicted of any felony within the last two (2) years;
2. Has been twice convicted of any misdemeanor or offense directly or indirectly attributable to the use of intoxicating liquors within the last two (2) years;
3. Is under the age of twenty (20) years who will be serving alcoholic beverages or who will be having any contact whatsoever with the sale of alcohol as defined under state statute;
4. Within two (2) years prior to the date of his or her employment, has had any City license under this Ordinance revoked for cause.

Sec. 6.12 Licensees shall not offer reduced drink specials (e.g. two-for-one, happy hours) after the hour of 11:00 p.m. until closing.

Sec. 6.13 All retail beer and retail drink licenses shall be required to provide indoor or outdoor lavatory facilities for their customers where such beverages are consumed on the premises.

Sec. 6.14 No licensee shall offer or permit nudity, adult entertainment activities, including nude or nearly nude dancing, adult motion picture, television, slide or stage shows, cabarets or sexual entertainment centers on any licensed premise. No licensee shall permit explicit sexual activity, whether actual or simulated, upon any licensed premises. No licensee shall sponsor or permit wet t-shirt or wet clothing contests, lingerie fashion shows, mud wrestling, jello wrestling or similar activities, nor shall a licensee allow dancing with touching for compensation (including but not limited to wages, tips or gratuities), or any other service, display or contest requiring physical contact between patrons and/or patrons and employees on any licensed premises. No licensee shall sponsor, offer or permit drinking contests, all-you-can-drink specials or free drinks on any licensed premise in the City.

Sec. 6.15 No license shall be issued for any premises to operate a vehicle "drive-through" outlet for the sale of alcoholic beverages, nor shall any person or licensee operate or

permit such a vehicle drive-through outlet. This prohibition shall not apply to a drive-up window at any premises licensed for retail package liquor, wine or malt beverage, including retail beer, where the primary sales area is arranged for and utilized by persons entering the premises on foot and manually carrying out the products purchased therein.

Violation of this Article shall subject the licensee to penalties provided in this chapter and shall be cause for suspension or revocation of license.

**ARTICLE VII. POSSESSION BY MINORS PROHIBITED; NO PERSON SHALL AID POSSESSION BY MINORS**

Sec. 7.1 Except as specifically authorized under KRS 241 through 244, no person under the age of 21 may possess alcoholic beverages or enter onto any licensed premises for the purpose of acquiring alcoholic beverages.

Sec. 7.2 As provided in KRS 244.085, no person under the age of 21, except in the company of a parent or guardian, may enter any premises licensed for the package sale of alcoholic beverages. For purposes of this prohibition, "premises" specifically encompasses the entire lot upon which a licensed establishment is situated, including any drive-up window. The prohibition contained in this paragraph 7.2 shall not apply to premises where the usual and customary business of the establishment is a gas station, convenience store, grocery store, drugstore, or similar establishment.

Sec. 7.3 No person shall knowingly allow, aid, assist, induce, cause or otherwise encourage any minor to be in possession of, use or consume alcoholic beverages. All licensees, as set out in Section 6.6, shall require proof of age of all persons attempting to purchase or consume alcoholic beverages on the licensee's premises.

Sec. 7.4 No person being the owner or occupant or otherwise in possession or control of any property located within the City shall knowingly allow any minor to remain on such property while in possession of, using or consuming alcoholic beverages.

Sec. 7.5 It shall be a defense to any prosecution under this section if the person charged, upon discovery of said minor individuals, manifests a proper effort to enlist the aid of and cooperate with law enforcement personnel in stopping the minor individuals' possession, consumption or use of alcoholic beverages, or that the minor individuals' possession of alcoholic beverages was exempted by KRS 244.087.

**ARTICLE VIII. CONSUMPTION ON LICENSED PACKAGE PREMISES PROHIBITED; EXCEPTIONS; CONGREGATING ON CERTAIN ABC LICENSED PREMISES AND VACANT PREMISES PROHIBITED**

Sec. 8.1 No licensee of a package store, whether trafficking in distilled spirits, wine or malt beverages, shall permit consumption of alcoholic beverages on the premises unless said person or entity shall also have a drink license conferring the privilege of consumption on the premises or shall have a retail malt beverage license, which permits on premises consumption.

Any licensee who intends to permit on premises consumption shall, prior to permitting on premises consumption, notify the City ABC Administrator in writing of this decision. A licensee who does not permit on premises consumption shall post a prominent notice on the premises stating that consumption of alcoholic beverages on premises is prohibited.

Sec. 8.1.1 This restriction regarding on premises consumption shall not prohibit sampling as allowed for microbreweries and wineries under the provisions of KRS Chapter 243, or where sampling is permitted for a retail distilled spirits and wine licensee under the provisions of KRS 244.050, or beer tastings as permitted in 804 KAR 11:030.

Sec. 8.2 No person or entity operating a package liquor store, whether trafficking in distilled spirits, wine or malt beverages, including retail package beer licensees, shall knowingly allow or permit habitual congregating of persons on the unenclosed portion of the licensed premises so as to constitute a public nuisance.

Sec. 8.3 No person or entity being the owner or otherwise in possession or control of any vacant property shall knowingly allow or permit habitual congregating of persons on the unenclosed portion of such property so as to constitute a public nuisance.

Sec. 8.3.1 No persons shall congregate for the purposes, under the circumstances, or in the places proscribed in subsections 8.1 and 8.2 of this section.

Sec. 8.3.2 It shall be a defense to any prosecution under subsection 8.1 or 8.2 if such licensed vendor or property owner shall permit the division of police to post and maintain a legible, painted or printed sign in at least two (2) separate prominent places in such area, in letters of not less than three (3) inches in height, stating that congregating of persons is prohibited and that violators shall be prosecuted for trespass pursuant to KRS 511.080.

Sec. 8.3. As used in this section, the term:

- (a) *Habitual* shall mean consistent, that is, by frequent practice or use, but not necessarily constant or exclusive;
- (b) *Package liquor store* shall mean a retail establishment selling distilled spirits, wine and malt beverages in package containers pursuant to licenses issued for those purposes;
- (c) *Public nuisance* shall mean any activity that endangers or interferes with the general use and enjoyment of neighboring property, passers-by or the health, safety and welfare of the public; and
- (d) *Vacant property* shall mean a vacant lot on which no building or other structure exists or property on which any structure is unoccupied or unused, or which otherwise reflects abandonment by the owner or person with the right of occupancy.

#### **ARTICLE IX. MALT BEVERAGE KEG REGISTRATION**

Sec. 9.1 As used in this section, "keg" is defined as a container designed and capable of

holding six (6) or more gallons of malt beverage.

Sec. 9.2 All retail licensees (herein after referred to as "licensee") operating within the City of Junction City who sell malt beverages in kegs for consumption off the premises of the licensee shall attach a numbered identification tag or other device as provided by the City to each keg at the time of sale and shall require the purchaser to complete and sign a keg registration form for the keg stating the following:

- (1) The purchaser is of legal age to purchase, possess and use the malt beverage,
- (2) The purchaser is not purchasing the keg for resale and will not allow any person under the age of twenty-one (21) to consume the malt beverage,
- (3) The purchaser will not remove, obliterate or allow to be removed or obliterated the identification tag,
- (4) The purchaser will state the property address where the keg will be consumed and physically located; and,
- (5) The purchaser is aware of his/her duty to maintain a copy of the keg registration form visible and readily accessible from the location of the keg.

Sec. 9.3 The licensee shall obtain the name, address and telephone number of the purchaser and shall require the purchaser to produce a valid driver's license number and, if that is not available, to produce at least one other valid form of identification.

Sec. 9.4 The licensee shall retain copies of the keg registration forms for a period of one year and shall make the keg registration form available for inspection by state and local alcoholic beverage control officers and other enforcement officers.

Sec. 9.5 The keg registration form shall be forwarded to the City ABC Administrator within five (5) working days in all situations when the keg is not returned or is returned with the identification tag removed or obliterated.

Sec. 9.6 The City ABC Administrator is authorized to develop appropriate rules and regulations and to develop and make available forms for the identification tags and keg registration forms.

Sec. 9.7 All licensees that sell or offer for sale kegs shall post on the licensed premises a notice provided by the City concerning the provisions of this Section.

Sec. 9.8 It shall be unlawful for any licensee to sell or offer for sale kegs without the identification tags attached and the keg registration form completed. It shall also be unlawful for any person to remove or to obliterate the identification tag or to fail to have the declaration form visible and readily accessible from the location of the keg. The penalties for violation of this section shall be the penalties as set out in Article XI, Section 11.2 of this Ordinance. In

addition, licensees violating this section shall be subject to appropriate alcoholic beverage control administrative remedies.

#### ***ARTICLE X. ENFORCEMENT***

Sec. 10.1 City police officers and the City ABC Administrator are authorized to enforce this Ordinance for alleged violations.

#### ***ARTICLE XI. PENALTIES***

Sec. 11.1 In addition to any criminal prosecution instituted in Boyle District Court against an alleged violator, the City ABC Administrator may assess the fines and penalties authorized in KRS 243.480, including the per diem assessments for ongoing violations. Should the fines or penalties assessed by the state change under KRS 243.480, then the fines or penalties under this Article shall be adjusted accordingly to mirror the fines or penalties imposed by state law. Payment of all fines shall be made to the City ABC Administrator who shall transmit said payments to the City Clerk to be deposited in the appropriate designated account.

Sec. 11.2 Any person, firm or corporation who violates any of the provisions of this Ordinance, for which no other penalty is hereby provided, shall, for the first offense, be fined not less than One Hundred Dollars (\$100.00) nor more than Two Hundred Dollars (\$200.00) or imprisoned in the county jail for not more than six (6) months, or both, and for the second and each subsequent violation, he shall be fined not less than Two Hundred Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00) or imprisoned in the county jail for not more than six months, or both. The penalties provided for in this subsection shall be in addition to the revocation or suspension of the offender's license. If the offender is a corporation, LLC, joint stock company, association or other business organization, or a fiduciary, the principal officer or officers responsible for the violation may be imprisoned.

#### ***ARTICLE XII. MANDATORY RESPONSIBLE BEVERAGE SERVICE TRAINING***

Sec. 12.1 All persons employed in the selling and serving of alcoholic beverages shall participate in and complete a City approved responsible beverage service training program. For a responsible beverage service training program to be approved by the City, it must effectively train its participants in the identification of false age documents and recognition of characteristics of intoxication. The City will not require enrollment in particular classes, but only that the training be obtained from a recognized program meeting the goals expressed in this chapter.

Sec. 12.2 All persons required to complete training under paragraph 12.1 above shall complete that training within thirty (30) days of the date on which the person first becomes subject to the training requirement. When a new business is licensed to serve alcoholic beverages all employees must be trained prior to the opening of the business.

Sec. 12.3 Each licensee shall be responsible for compliance with the training

requirements and shall maintain for inspection by the City ABC Administrator a record or file on each employee that shall contain the pertinent training information. Each premise licensed hereunder must at all times when alcoholic beverages are being served have at least one person currently certified in responsible beverage service training on duty.

Sec. 12.4 All persons completing the training required by this section shall be re-certified in responsible beverage service training from a program approved by the City not less than once every three (3) years thereafter

### ***ARTICLE XIII. SIGNS AND ADVERTISING***

Sec. 13.1 All signage shall be in compliance with any and all other existing rules, regulations and Ordinances of the City of Junction City.

Sec. 13.2 Any advertising by any licensee under this chapter shall be in compliance with KRS 244.130 and regulations promulgated there under.

Sec. 13.3 No licensee shall publish or display advertising that is false or misleading, nor shall any licensee publish or display advertising that implies that consumption of alcoholic beverages is fashionable or the accepted course of behavior, or advertising that contains any statement, picture or illustration implying that the consumption of alcoholic beverages enhances athletic prowess, whether or not any known athlete is depicted or referred to, nor shall any licensee publish or display advertising that encourages intoxication by referring to the intoxicating effects of alcohol (or the use of terms such as "high test", "high proof" or "extra strong") or depicting activities that tend to encourage excessive consumption.

### ***ARTICLE XIV. PATIO AND OUTDOOR SALES; WHERE PERMITTED; APPROVAL REQUIRED; SCREENING REQUIREMENTS; EXCEPTIONS***

Sec. 14.1 Patio and outdoor sales of alcoholic beverages shall be permitted only on premises licensed for sales of alcoholic beverages by the drink.

Sec. 14.2 No licensee shall offer alcoholic beverages for sale in a patio or outdoor area of the licensee's premises except in a clearly defined patio or outdoor area that is enclosed by a fence or other screening, not less than four (4) feet in height. All outdoor areas and screening shall be subject to the approval of the City ABC Administrator. An exception to this restriction may be granted for seasonal sidewalk cafes, upon application to and authorization from the ABC City Administrator. The permission to operate a sidewalk café shall be governed by the provisions of this Article and shall be subject to all applicable codes of enforcement and public safety officers.

Sec. 14.3 No licensee shall offer patio or outdoor sales of alcoholic beverages unless the patio or outdoor area and fencing or screening area shall have been approved in advance by the ABC Administrator.

Sec. 14.4 Unless exempted by the following provisions of this ordinance and by permission of the City ABC Administrator, patio areas must comply with the screening requirements of this ordinance. Sidewalk café seating areas must comply with this ordinance and other public safety requirements noted in this ordinance or in other provisions of local ordinance, statute or regulation.

**SEC 14.4.1 EXCEPTION TO SCREENING REQUIREMENT FOR OUTDOOR SALES AND SERVICE OF ALCOHOLIC BEVERAGES IN THE CASE OF PERMITTED SIDEWALK CAFES IN THE DOWNTOWN BUSINESS DISTRICT**

(a) Licensees may request an exception from this [outdoor screening of patio] provision to permit seasonal sidewalk cafes that serve food and alcoholic beverages as an adjunct to the primary and adjacent licensed premises. In the case of permitted sidewalk cafes, they shall be deemed part of the licensed premises.

(b) Any food establishment which operates a restaurant and is licensed under this ordinance and the provisions of the state ABC code, may, upon application to the local ABC administrator, ask permission to expand the operation of that restaurant onto a part, and only that part, of the public sidewalk which immediately adjoins the licensed premises (hereinafter referred to as "sidewalk café"). Licensees who do not serve food shall not be eligible to apply for a sidewalk café permit.

(c) The ABC Administrator may issue the permit if he/she finds that (a) the Applicant is licensed under this ordinance and the ABC Code for the Commonwealth of Kentucky, (b) the Applicant is in compliance with all conditions and restrictions of said license, (c) the Applicant has all necessary business license, building and use permits, and (d) also finds that the issuance of the Permit would not result in any significant adverse land use impacts.

**Sec. 14.4.2 CONDITIONS FOR SIDEWALK CAFE PERMIT**

The issuance of a Permit shall be subject to the following conditions and restrictions; provided, however, that the ABC Administrator may without adverse hearing procedures impose additional reasonable restrictions or withdraw approval upon the operation of any sidewalk café where necessary in the judgment of the said Administrator to protect the public health, safety or welfare or to prevent a nuisance from developing or continuing:

- (1) No sidewalk café shall be permitted in any portion of the public sidewalk where normal pedestrian traffic flow is obstructed. A minimum clearance width of thirty-six (36) inches must be maintained on the public sidewalk at all times. The sidewalk café shall not be permitted in any manner to obstruct the entrance/exit to the restaurant.
- (2) No tables, chairs or any other furnishings, except plant tubs, shall be placed in the area used for the sidewalk cafe during any period when the sidewalk café is not open and being operated. They shall be removed at the end of each business day at the hour specified in the Permit. Umbrellas, tables, chairs, and other portable appurtenances



**ARTICLE XVI. REPEAL OF PRIOR ORDINANCES PERTAINING TO ALCOHOLIC BEVERAGE CONTROL**

On the effective date of this ordinance, it shall supersede and supplant any and all prior ordinances pertaining to the manufacture or traffic in alcoholic beverages.

**ARTICLE XVII. SEVERABILITY** If any section, subsection, paragraph, sentence, clause, phrase, or portion of this Ordinance should be declared unlawful or unconstitutional or otherwise invalid, such declaration shall not affect the any other provision hereof which shall remain in full force and effect.

This ordinance shall be effective upon its final passage and publication in summary pursuant to *KRS 83A(9)* and the City Clerk is hereby directed to publish the summary of this Ordinance pursuant to *KRS 424* in Danville Advocate Messenger of Danville, KY.

Given First Reading and Passed Oct 27, 2011

Given Second Reading and Passed Oct 31, 2011

Published by Summary Nov 4, 2011

Approved: Jim Douglas  
Mayor Jim Douglas

Attest: Susan K Music  
Susan K. Music, City Clerk

**JUNCTION CITY MUNICIPAL ORDER NO. 11-55**

**A MUNICIPAL ORDER IN AND FOR THE CITY OF JUNCTION CITY, KENTUCKY NUMBERED 11-55**

**WHEREAS**, the City of Junction City, Kentucky has adopted its Alcoholic Beverage Control Ordinance, Ordinance 2011-12, and pursuant is required to adopt and approve forms under Article IV and training under Article XII thereto;

**NOW, THEREFORE**, in consideration of the foregoing, **BE IT AND IT IS HEREBY ORDERED** by the City of Junction City, Kentucky as follows:

Sec. 1.1 The forms for licensure and fees under the Junction City Alcoholic Beverage Control Ordinance shall be made on those appended hereto and incorporated herein by reference as if fully set forth;


Sec. 1.2 Mandatory training for any and all individuals who shall be engaged or employed in the sale or service of alcohol shall be with the Serving Training In Alcohol Regulations conducted by the Commonwealth of Kentucky, Public Protection Cabinet, Division of Alcohol Beverage Control.

GIVEN READING AND PASSAGE: OCTOBER 31, 2011

APPROVED:

  
JIM DOUGLAS, MAYOR

ATTEST:

  
CITY CLERK

**JUNCTION CITY MUNICIPAL ORDER NO. 11-56****A MUNICIPAL ORDER IN AND FOR THE CITY OF JUNCTION CITY,  
KENTUCKY NUMBERED 11-56**

**WHEREAS**, the City of Junction City, Kentucky has adopted the Alcohol Beverage Control Ordinance 2011-12;

**AND, WHEREAS**, pursuant thereto and specifically Sec. 4.10.2 thereof, the City of Junction City issues the following Municipal Order establishing the procedures for hearings on actions for revocation or suspension of any license issued under the Alcohol Beverage Control Ordinance 2011-12 and including violations thereof;

**NOW, THEREFORE**, in consideration of the foregoing, **BE IT AND IT IS HEREBY ORDERED** by the City of Junction City, Kentucky that all procedures shall be conducted pursuant to KRS 13B and specifically as follows:

Sec. 1.1 Upon verified complaint of any person or law enforcement officer or on issuance of any charge by the City ABC Administrator for revocation or suspension of any license issued under the Alcohol Beverage Control Ordinance 2011-12 and/or including citations for any violations thereof the following procedures shall be applicable:

Sec. 1.1(a) Written notice of the revocation, suspension or violation shall be served upon the individual designated by the Licensee to receive such service and shall set forth the following:

Sec. 1.1(a)(1) The charge upon which the revocation, suspension or violation is made;

Sec. 1.1(a)(2) The date, time and location of a hearing to be conducted by the City ABC Administrator upon such charge; and

Sec. 1.1(a)(3) The right of any person to be represented by legal counsel.

Sec. 1.1(b) The City ABC Administrator shall conduct a hearing within ten (10) days of any charge;

Sec. 1.1(c) After such hearing, if the City ABC Administrator decides to suspend, revoke or fine the Licensee or dismiss the charge he or she shall issue its Order of dismissal or on the ruling setting forth specifically the findings and conclusions upon which any adverse determination is made within three (3) days of the hearing and forward same to the Licensee by certified mail

Sec. 1.2 Upon receipt of any adverse determination, the Licensee may within twenty (20) days file a request for a hearing before the City of Junction City, City Council.

Sec. 1.2(a) Upon request of a hearing before the City of Junction City, Mayor and City Council, the City, by and through its City Clerk, shall within twenty (20) days thereof set a hearing date and time to be conducted at Junction City Hall, Council Chambers, and with Notice via certified mail thereof to the Licensee.

Sec. 1.2(b) The Licensee shall have a right to represent themselves or have legal counsel represent them before the City Council.

Sec. 1.2(c) The City Council with the Mayor presiding shall conduct all proceedings pursuant to KRS 13B and shall issue its Decision within ten (10) days thereof affirming, vacating or modifying the Order of the City ABC Administrator .

Sec. 1.3 Any individual or business aggrieved by a decision of the City of Junction City may thereafter appeal its Decision to the Commonwealth of Kentucky, Public Protection Cabinet, Division of Alcohol Beverage Control.

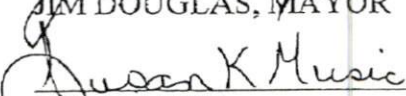
This Ordinance shall take effect and become enforceable upon its final passage and publication. The City Clerk is hereby directed to forthwith publish this Ordinance in the Danville-Advocate Messenger, Danville, Kentucky.

GIVEN READING AND PASSAGE: Oct 31, 2011

APPROVED:

  
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JIM DOUGLAS, MAYOR

ATTTEST:

  
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CITY CLERK