1 SENATE FLOOR VERSION February 19, 2024 2 3 SENATE BILL NO. 1866 By: Coleman 4 5 An Act relating to alcoholic beverages; amending 37A O.S. 2021, Section 6-102, as last amended by Section 8, Chapter 338, O.S.L. 2023 (37A O.S. Supp. 2023, 6 Section 6-102), which relates to prohibited acts of licensees; prohibiting the selling of alcoholic 7 beverages through an automated system; and providing an effective date. 8 9 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 10 37A O.S. 2021, Section 6-102, as SECTION 1. AMENDATORY 11 12 last amended by Section 8, Chapter 338, O.S.L. 2023 (37A O.S. Supp. 2023, Section 6-102), is amended to read as follows: 13 Section 6-102. A. No licensee of the ABLE Commission shall: 14 1. Receive, possess or sell any alcoholic beverage except as 15 authorized by the Oklahoma Alcoholic Beverage Control Act and by the 16 license or permit which the licensee holds; 17 2. Employ any person under eighteen (18) years of age in the 18 selling of beer or wine or employ any person under twenty-one (21) 19 years of age in the selling of spirits. Provided: 20 a mixed beverage, beer and wine, caterer, public 21 a. event, special event, bottle club, retail wine or 22 retail beer licensee may employ servers or sales 23 24 clerks who are at least eighteen (18) years of age,

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1 except persons under twenty-one (21) years of age may 2 not serve in designated bar or lounge areas, and a mixed beverage, beer and wine, caterer, public 3 b. event, special event or bottle club licensee may 4 5 employ or hire musical bands who have musicians who are under eighteen (18) years of age if each such 6 musician is either accompanied by a parent or legal 7 guardian or has on their person, to be made available 8 9 for inspection upon demand by any employee of the ABLE Commission or law enforcement officer, a written, 10 notarized affidavit from the parent or legal guardian 11 12 giving the underage musician permission to perform in designated bar or lounge areas; 13 3. Give any alcoholic beverage as a prize, premium or 14 consideration for any lottery, game of chance or skill or any type 15 of competition; 16

4. Use any of the following means or inducements to stimulate
the consumption of alcoholic beverages, including but not limited
to:

## a. deliver more than two drinks to one person at one time, except:

(1) as provided for serving tasting flights defined
 in Section 6-102.1 of this title, or

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1 (2) up to six (6) bottles or cans of beer in the 2 original packaging for on-premises consumption 3 may be delivered to one person at one time in a 4 reusable container, including but not limited to 5 a bucket or insulated cooler which may be cooled 6 by ice or another cooling method,

b. sell or offer to sell to any person or group of 7 persons any drinks at a price that is less than six 8 9 percent (6%) below the markup of the cost to the mixed beverage licensee; provided, a mixed beverage licensee 10 shall be permitted to offer these drink specials on 11 12 any particular hour of any particular day and shall not be required to offer these drink specials for an 13 entire calendar week or from open to close, and shall 14 not be required to offer such drink specials at all 15 venues operating under the same mixed beverage 16 license; provided, a mixed beverage licensee selling 17 wine, beer, or cocktails to-go shall be permitted to 18 offer these to-go drinks at a different price than on-19 premises drinks, 20

## c. sell or offer to sell to any person an unlimited number of drinks during any set period of time for a fixed price, except at private functions not open to the public,

- d. sell or offer to sell drinks to any person or group of
  persons on any one day or portion thereof at prices
  less than those charged the general public on that
  day, except at private functions not open to the
  public,
- e. increase the volume of alcoholic beverages contained
  in a drink without increasing proportionately the
  price regularly charged for such drink during the same
  calendar week, or
- f. encourage or permit, on the licensed premises, any
  game or contest which involves drinking or the
  awarding of drinks as prizes.

Provided, that the provisions of this paragraph shall not prohibit the advertising or offering of food, entertainment or bottle service in licensed establishments;

5. Permit or allow any patron or person to exit the licensed 16 premises with an open container of any alcoholic beverage. 17 Provided, this prohibition shall not be applicable to closed 18 original containers of alcoholic beverages which are carried from 19 the licensed premises of a bottle club by a patron, closed original 20 wine containers removed from the premises of restaurants, hotels and 21 motels, or to closed original containers of alcoholic beverages 22 transported to and from the place of business of a licensed caterer 23 by the caterer or an employee of the caterer; 24

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Serve or sell alcoholic beverages with an expired license
 issued by the ABLE Commission;

3 7. Permit any person to be drunk or intoxicated on the
4 licensee's licensed premises; or

8. Permit or allow any patron to serve or pour himself or
herself any alcoholic beverage, except a licensee may offer a patron
self-pour service of beer or wine, or both, from automated devices
on licensed premises so long as:

9 a. the licensee monitors and has the ability to control 10 the dispensing of such beer or wine, or both, from the 11 automated devices. "Automated device" shall mean any 12 mechanized device capable of dispensing wine or beer, 13 or both, directly to a patron in exchange for 14 compensation that a licensee has received directly 15 from the patron, and

each licensee offering a patron self-pour service of 16 b. wine or beer, or both, from any automated device shall 17 provide constant video monitoring of the automated 18 device at all times during which the licensee is open 19 to the public. The licensee shall keep recorded 20 footage from the video monitoring for at least sixty 21 (60) days, and shall provide the footage, upon 22 request, to any agent of the Director of the ABLE 23

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Commission or other authorized law enforcement agent;
Or
<u>9. Permit or allow any customer to purchase alcoholic beverages</u>
for himself or herself through the use of an on-premises customeroperated, automated, or self-checkout machine.

The compensation required by subparagraph a of paragraph 6 в. 1. 8 of subsection A of this section shall be in the form of a radio 7 frequency identification (RFID) device, mobile application or any 8 9 other technology approved by the ABLE Commission containing a fixed amount of volume of thirty-two (32) ounces for beer and ten (10) 10 ounces for wine that may be directly exchanged for beer or wine 11 12 dispensed from the automated device:

- a. RFID devices may be assigned, used or reactivated only
   during a business day,
- b. each RFID device shall be obtained from the licenseeby a patron,
- c. a licensee shall not issue more than one active RFID
  device to a patron, and
- 19d. an RFID device shall be deemed active if the RFID20device contains volume credit or has not yet been used21to dispense ten (10) ounces of wine or thirty-two (32)22ounces of beer.

In order to obtain an RFID device from a licensee, each
 patron shall produce a valid driver license, identification card or

SENATE FLOOR VERSION - SB1866 SFLR (Bold face denotes Committee Amendments) other government-issued document that contains a photograph of the individual and demonstrates that the individual is at least twentyone (21) years of age. Each RFID device shall be programmed to require the production of the patron's valid identification before the RFID device can be used for the first time during any business day or for any subsequent reactivation.

7 3. Each RFID device shall become inactive at the end of each8 business day.

9 4. Each RFID device shall be programmed to allow the dispensing 10 of no more than ten (10) ounces of wine or thirty-two (32) ounces of 11 beer to a patron:

12	a.	once an RFID device has been used to dispense ten (10)
13		ounces of wine or thirty-two (32) ounces of beer to a
14		patron, the RFID device shall become inactive, and
15	b.	any patron in possession of an inactive RFID device
16		may, upon production of the patron's valid
17		identification to the licensee or licensee's employee,
18		have the RFID device reactivated to allow the
19		dispensing of an additional ten (10) ounces of wine or
20		thirty-two (32) ounces of beer from an automated
21		device.

Paragraphs 1, 2, 3 and 4 of this subsection shall not apply to wine or beer that is dispensed directly to the licensee or the licensee's agent or employee.

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C. A mixed beverage or beer and wine licensee shall not be
 deemed to have violated the provisions of paragraph 5 of subsection
 A of this section if it allowed a patron to leave the licensed
 premises with an open container of beer or wine only and:

The otherwise prohibited act was committed during the hours
 of 8 a.m. to midnight on the day of a scheduled home football game
 of institutions within The Oklahoma State System of Higher
 Education, and the establishment is located within two thousand
 (2,000) feet of the institution;

10 2. The licensee is participating by invitation in a municipally 11 sanctioned art, music or sporting event within city limits when the 12 municipality has provided written notice of the event and a list of 13 invited licensees to the ABLE Commission at least five (5) days 14 prior to the event; or

3. The patron remains on the connected, physical property of the licensee or in a public area adjacent to the physical property of the licensee with prior municipal approval; provided, that written notice of the use of the connected, physical property of the licensee or public area shall be provided to the ABLE Commission at least five (5) days prior to such use.

 SECTION 2. This act shall become effective November 1, 2024.
 COMMITTEE REPORT BY: COMMITTEE ON BUSINESS AND COMMERCE February 19, 2024 - DO PASS

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