

ORDINANCE 860-2013

**AN ORDINANCE OF THE CITY OF NICHOLASVILLE, KY
REPEALING CHAPTER 3, ALCOHOLIC BEVERAGES
AND ESTABLISHING A NEW CHAPTER 3, ALCOHOLIC
BEVERAGES**

WHEREAS, the City of Nicholasville, Kentucky (City) permits the presence of alcohol manufacturing and sales within the corporate limits of the City of Nicholasville so long as such is done in accordance with all state and federal law; and

WHEREAS, the City of Nicholasville periodically reviews the adequacy of the local regulations and requirements pursuant to the exigencies of the City and compliance with the uniform regulations and requirements for the licensing and regulation of alcoholic beverages, manufacture and sales pursuant to the authorization under KRS Chapters 241 through 244; and

WHEREAS, the Board of Commission of the City of Nicholasville in the exercise of its fiduciary duties and responsibilities does periodically, in consideration of the above, adjust the regulations and requirements related to alcoholic beverages;

WHEREAS, the Board of Commission now desires to repeal Chapter 3, Alcoholic Beverages, and to provide in its place new regulations and requirements to be made effective as referenced hereinafter;

NOW THEREFORE, BE IT ORDAINED that Chapter 3 of the Nicholasville Code of Ordinances be and is hereby abolished.

BE IT FURTHER ORDAINED that a new Chapter 3, Alcoholic Beverages, be and is hereby adopted, as hereinafter set forth.

ARTICLE I. GENERAL PROVISIONS

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 Ch. 241 through 244) of the Commonwealth of Kentucky and all amendments and supplements thereto.

This Ordinance 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.

ARTICLE II. LICENSE REQUIREMENTS

A. City License:

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 schedule set forth below. 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.

1. Distilled spirits and wine license fees.

ALCOHOLIC BEVERAGE: (License period July 1 - June 30):

- a. Distilled spirit licenses as set forth in KRS 243.030:
 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 distilled spirits and wine license, per annum \$3,000.00
 5. Distilled spirits and wine retail package license, per annum \$800.00
- b. Distilled spirits and wine retail drink license, motel drink license, airport drink license, restaurant drink license, or supplemental bar license, per annum \$800.00
- c. Distilled spirits and wine special temporary liquor license, per event \$133.00
- d. Special temporary wine license, per event \$50.00
- e. Distilled spirits and wine special temporary auction license, per event \$200.00
- f. Distilled spirits and wine special Sunday retail drink license, per annum \$300.00
- g. Extended hours supplemental license, per annum \$2,000.00
- h. Nonresident special agent or solicitor's license, per annum \$40.00
- i. Restaurant wine license, per annum:
 1. New applicants \$600.00
 2. Applicants for renewal \$400.00
- j. Caterer's license, per annum \$800.00
- k. River boat license, per annum \$1,200.00
- l. Horse race track license, per annum \$2,000.00
- m. Convention center or convention hotel complex license, per annum \$2,000.00
- n. Bottling house distilled spirits license or wine storage license, per annum \$1,000.00
- o. Automobile race track license, per annum \$2,000.00
- p. Souvenir retail liquor license, per annum \$1,000.00

2. Malt beverage license fees.

The following kinds of malt beverage licenses may be issued by the City. The fees for each shall be as follows, *per annum*, unless otherwise noted:

- (a) Brewer's license \$500.00
- (b) Microbrewery license \$500.00
- (c) Distributor's license \$400.00
- (d) Retailer's license \$200.00
- (e) Special temporary license (per event) \$25.00
- (f) Brew-on-premises license \$100.00

3. Other license fees.

The following kinds of other licenses may be issued by the City. The fees for each shall be as follows, *per annum*, unless otherwise noted:

- (a) Extended hours supplemental license \$2,000.00
- (b) Limited restaurant license or limited golf course license, per annum (includes distilled spirits, wine, and malt beverages)
 - (1) New applicants \$1000.00
 - (2) Renewals \$500.00
- (c) Private club license, per annum \$300.00

B. 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 maybe issued only as set out in KRS 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 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) 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.

C. 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 December 31 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.

D. Payment of license fees; delinquency:

No licensee shall enter into or begin operating any business for which a license is required by this chapter 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 this Ordinance.

E. Refund of fees:

(1) Should any licensee under this Ordinance 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.

(2) In the event a violation of this Ordinance occurs that results in the suspension or revocation of the license, the city shall not refund any portion of the license fee.

F. Regulatory license fee:

(1) Pursuant to KRS 243.075, there is hereby imposed a regulatory license fee on the gross receipts of sale of alcoholic beverages of 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 five percent (5%) of gross sales. The regulatory license fee shall be five percent (5%) on gross retail sales of package malt beverages. Thereafter, the City Commission may 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.

(2) Payment of said regulatory fee shall be remitted to the City ABC Administrator, who shall transmit all fees to the City Clerk, or his/her, designee, for deposit into the appropriate designated account. The City may use said fees as permitted by law, including but not limited to, any cost of additional policing, regulatory or administrative expenses related to the sale of alcoholic beverages in the City. The regulatory license fee shall be in addition to any other 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 the fees outlined herein. Payment of the regulatory license fee shall be based on paperwork required by the local and/or state ABC Administrator, which may include but is not limited to tax returns and financial statements. Said paperwork and payment will be due according to the schedule set forth by the Mayor, or his designee.

(3) Failure to pay such remittance within ten (10) days of the due date constitutes a violation and

subjects licensee to suspension or revocation.

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

(5) Any payment made after the first of the month shall bear interest at the rate of one-half of one percent (0.5%) for each month or fraction of a month until paid

G. Disposition of fees and any other type of payment to the City:

The City ABC Administrator shall transmit all fees and any other types of payment made to the City, upon collection, to the City Clerk, or his/her designee, for deposit into the appropriate designated account.

ARTICLE III. APPLICATION AND MAINTENANCE OF LICENSE

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 Ch. 424, including the following:

(a) 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. 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. 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.

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

2. Form of application.

(a) All licenses granted under this chapter 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 Kentucky ABC Board and/or the City of Nicholasville, both of which may be amended and supplemented from time to time by each respective agency.

(b) 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 state ABC Board, and the City of Nicholasville, 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 Nicholasville 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;

(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.

(c) Each application shall be accompanied by a certified check, cashier check, or money order for the amount of the license fee, less the fifty dollars (\$50.00) application fee.

(d) 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 Commission has adopted a statement of guidelines and priorities for the issuance of licenses within this Ordinance to determine the extent to which applications may further, or impede, the objectives of those guidelines. Therefore, in addition to the information contained in the application, the City ABC Administrator may require such other information as the Administrator may, in his or her discretion, deem desirable, reasonable, or appropriate to the consideration of the application.

3. Other conditions.

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

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

(b) 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; and

(c) No license to sell alcoholic or malt beverages may be granted or renewed to any person who is delinquent in the payment of any property taxes, both real and personal, due to the City, fees of any type, or charges due to any department of the city at the time of issuing the license, nor may any license be granted or renewed to sell upon any premises or property, owned and occupied by the licensee upon which there are any of the above delinquent payments due and owing to the City. Further, if a licensee becomes delinquent in the payment of any of the above at any time during the license period, the license to sell alcoholic or malt beverages may be subject to revocation or suspension.

(d) 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 the City's 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 division 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 Ordinance. Nothing in this Ordinance shall 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. Form of license.

All city licenses shall be in such form as may be provided by the ABC Administrator, but at the least per state law shall contain:

(a) The name and address of the licensee;

- (b) The number of the license;
- (c) The type of license;
- (d) A description by street and number, or otherwise, of the licensed premises;
- (e) The name and address of the owner of the building in which the licensed premises are located;
- (f) The expiration date of the license;
- (g) 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.

5. Change of information.

(a) 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.

(b) 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 shall 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 Nicholasville 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.

6. Renewal of license.

(a) 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 the 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.

(b) 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.

7. Lost or destroyed license.

When a license shall be lost or destroyed without fault on the part of the licensee or his or her 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.

8. Revocation or suspension.

(a) Any license may be revoked or suspended by the City ABC Administrator if the licensee shall have violated any of the provisions of KRS Ch. 241 through 244, or any rule or regulation of the ABC Board, or of the Kentucky 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, or this Ordinance now, 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 KRS Ch. 241 through 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 or her instructions, or any such license may be revoked or suspended for any cause which the City ABC Administrator in the exercise of his or her sound discretion deems sufficient.

(b) 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.

(c) 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 or her 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 through 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 Ordinance, or acts of Congress relative to taxation, or for a violation of any rules or regulations of the Kentucky 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.

9. Proceedings for revocation or suspension of license.

(a) 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.

(b) The specific procedures to be followed in hearings on actions for revocation or suspension shall be those set out in the Kentucky Administrative Procedure Act (KAR Chapter 13B).

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

(d) 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 or her 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 or her officers to take physical possession of the license and return it to the City ABC Administrator.

(e) 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 or her stock of alcoholic beverages to an appropriate entity.

(f) 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.

(g) 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 or her 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.

10. Transfer or assignment.

No license issued under this chapter 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 ABC Administrator.

11. Refusal of license; guidelines for approval of quota licenses.

(a) 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 under local, state, or federal law; or

(3) If the applicant has made any false material statement in his or her application.

(b) In the case of any licenses subject to the State ABC Board set quota, before approving an application, the City ABC Administrator is 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 Nicholasville places great value on business owners who are invested in the Nicholasville community.

(2) Economic Impact. The City of Nicholasville 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 Nicholasville 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 Nicholasville is committed to protecting the character and beauty of our community.

(5) Revitalization of Downtown. The City of Nicholasville wholeheartedly supports the revitalization of downtown and the revitalization and reuse of existing buildings.

(6) Capital. The City of Nicholasville 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 Nicholasville intends that public sentiment and safety be considered in deciding upon the approval of retail liquor sales licenses in any area of the city.

(8) Long Term Growth of the City. The City of Nicholasville intends to consider the long term growth of the City and ensure that all growth is consistent with the City's overall growth strategy, the City's Comprehensive Plan, and the City's existing and future infrastructure capabilities.

(c) 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.

12. Review of license; books, records and reports.

(a) Applicants to whom a license is issued pursuant to this chapter shall provide information demonstrating compliance with the conditions of any license, as requested. 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 chapter. In the event the conditions of any license requirement are not met, the City ABC Administrator shall have discretion in determining whether 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.

(1) Every licensee under this Ordinance 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. Such books and records shall be available at all reasonable times for inspection by the City ABC Administrator and such city employees 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 Ordinance, 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.

13. Dormancy.

(a) 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 or her business interrupted by situations not under his or her control, various exceptions to the dormancy rule have been included in this section.

(b) 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 division (c) 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.

(c) The provisions of division (b) 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 or her sound discretion.

ARTICLE IV. HOURS FOR SALE AND DELIVERY

1. Hours for sale and delivery.

1. A licensee for distilled spirits, wine and/or malt beverages *by the drink*, shall be permitted to sell or dispense alcoholic beverages Monday through Saturday, from 6:00 a.m. to 1:00 a.m. of the following day, and on Sunday from 1:00 p.m. to 1:00 a.m. on Monday and on New Year's Eve until 2:00 a.m. on January 1, regardless of the day of the week January 1 shall fall upon, provided that the appropriate licenses and approvals have been obtained from both the City and the state ABC Board.

(2) Retail package distilled spirits, wine and malt beverage sales shall be permitted at all hours except for the period from 1:00 a.m. to 1:00 p.m. on Sunday.

(3) Any disagreement between this Article and other provisions

ARTICLE V. CONDITIONS, PROHIBITIONS AND RESTRICTIONS

1. Gambling.

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.

2. Radio receiving apparatus.

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 Jessamine 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 or her designated investigator, shall have the authority to confiscate any and all such radio receiving apparatus.

3. Security.

The licensee shall be responsible for maintaining security on his or her 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.

4. Prizes prohibited.

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.

5. Drunkenness.

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. Underage sales.

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

7. Sign requirements – Notice to persons under the age of twenty-one (21).

Per state law, the licensee shall display at all times in a prominent place a sign at least 8" x 11" in thirty (30) point or larger type font 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.**

8. License to be displayed.

(a) Pursuant to the requirements set forth in KRS 243.895, 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 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.

(b) The licensee shall post in a prominent place easily seen by patrons a printed sign at least 11" x 14" 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 Kentucky Cabinet for Health and Family Services, which shall warn that drinking alcoholic beverages prior to conception or during pregnancy can cause birth defects. A person who violates this section shall be subject to a fine of not less than ten dollars (\$10.00), nor more than fifty dollars (\$50.00).

9. Legal transactions for wholesalers, distributors and retail.

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.

10. Employment restrictions.

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

(a) Has been convicted of any felony within the last two (2) years;

(b) 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;

(c) 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, unless said person is exempt or permitted under certain circumstances as set forth in KRS and/or the state and local ABC Regulations;

(d) Within two (2) years prior to the date of his or her employment, has had any city license under this chapter revoked for cause.

11. Happy hour restrictions.

Licensees shall not offer reduced drink specials (e.g. two-for-one, happy hours) before 4:00 p.m. Monday through Saturday, nor after the hour of 8:00 p.m. Monday through Saturday.

12. Lavatory facilities required.

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.

13. Nudity and adult entertainment activities prohibited.

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.

14. Drive-through outlets prohibited.

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.

15. Cause for revocation.

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

ARTICLE VI. MINORS AND ALCOHOL

Sec. 3-21. Definitions.

For the purpose of this article, the following definitions apply:

Adult. Any person 18 years of age or older.

Alcohol. Ethyl alcohol, hydrated oxide of ethyl, or spirits of wine, from whatever source or by whatever process produced.

Alcohol Beverage. Alcohol, spirits, liquor, wine, beer, and every liquid or solid containing one-half of one (1) percent or more alcohol by volume and which is fit for beverage purposes either alone or when diluted, mixed, or combined with other substances.

Guardian.

- (1) A person who, under court order, the guardian of the person of a minor; or
- (2) A public or private agency with whom a minor has been placed by the court.

Juvenile. Any person under 18 years of age.

Knowingly. When with respect to conduct or to a circumstance described by this article a person is aware that their conduct is of that nature or that the circumstance exists.

Law Enforcement Services. The salaries and benefits of police officers, sheriffs, or code enforcement personnel for the amount of time actually spent in responding to or remaining at the party, gathering, or event and the administrative costs attributable to the incident; the actual cost of any medical treatment to injured police officers, sheriffs, or code enforcement personnel; the cost of repairing any damaged equipment or property owned or operated by the responding agency or government entity; and the cost arising from the use of an equipment in responding to or remaining at the party, gathering, or event.

Minor. Any person under 21 years of age.

Parent. A person who is a natural parent, adoptive parent, legal custodian, or step-parent of another person.

Person(s) Responsible for the Party, Gathering, or Event. Includes, but is not limited to:

- (1) The person(s) who owns rents, leases, or otherwise has control of the premises where the party, gathering, or event occurs;
- (2) The person(s) in charge of those premises; or
- (3) The person(s) who organized the party, gathering, or event.

Residence or premises. A motel or hotel room, home, yard, apartment, condominium, or other dwelling unit, or a hall or meeting room or other place of assembly, whether occupied on a

temporary or permanent basis, whether occupied as a dwelling or specifically for social functions and whether owned, leased, rented or used with or without compensation.

Social Host Party, Gathering, or Event. A group of three (3) or more persons including a minor/s who have assembled or are assembling for a party, social occasion, or social activity.

(Ord. No. 796-2011, 3-28-11)

Sec. 3-22. Prohibition.

No adult having control of any residence or premises shall allow a social host party, gathering, or event to take place or continue at this residence or premises if:

(1) At the party, gathering, or event any minor obtains, possesses, or consumes any alcoholic beverage.

(2) The adult knows that a minor will or does possess any alcoholic beverage at the party, gathering, or event in violation of KRS Ch. 244.

(3) The adult fails to take reasonable steps to prevent the possession of the alcoholic beverage by such minors in violation of KRS Ch. 244.

(Ord. No. 796-2011, 3-28-11)

Sec. 3-23. Protected activities.

This article shall not apply to the following:

(1) Legally protected religious activities; and

(2) Conduct involving the use of alcoholic beverages wherein the child's parent consents to or permits said use provided no other minors are present without parental supervision.

(Ord. No. 796-2011, 3-28-11)

Sec. 3-24. Prima facie evidence.

Whenever a person having control of the residence or premises is present at that residence or premises at the time that a minor or minors obtains, possesses, or consumes any alcoholic beverage, it shall be prima facie evidence that such adult had the knowledge or should have had the knowledge, that the minor or minors obtained, possessed, or consumed an alcoholic beverage at the party.

(Ord. No. 796-2011, 3-28-11)

Sec. 3-25. Penalties.

The penalties for violation of this section shall be as follows:

(1) For the first violation, a Class B misdemeanor constituting a fine not exceeding five hundred dollars (\$500), and/or up to ninety (90) days in jail; in addition to response recovery cost for law enforcement serves including, the cost of personnel and equipment.

(2) For subsequent violation, a fine not less than five hundred dollars (\$500) and not more than one thousand dollars (\$1,000), and/or not less than ninety (90) days in jail and not more than twelve (12) months in jails; in addition to response recovery cost for law enforcement serves including, the cost of personnel and equipment.

(3) If the person responsible for the party, gathering or event is a minor or a juvenile, then the parents or guardians of the juvenile may be jointly and severally liable for law enforcement's service fees and other penalties specified in this section.

ARTICLE VII. CONSUMPTION ON PREMISES PROHIBITED

1. Consumption on licensed package premises prohibited.

No licensee of a package store, whether trafficking in distilled spirits, wine or malt beverages, shall permit consumption of alcoholic beverages on the premises. The licensee shall post a prominent notice on the premises stating that consumption of alcoholic beverages on premises is prohibited.

2. Exceptions.

This restriction regarding on premise consumption shall not prohibit sampling as allowed for microbreweries and wineries under the provisions of KRS Ch. 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.

3. Habitual congregating.

(a) Licensed premises. 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.

(b) Vacant property. 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.

(c) It shall be a defense to any prosecution under Article VIII, if a licensed vendor or property owner shall permit the City 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.

4. Definitions.

In addition to the definitions contained in KRS 241-244, as used in this Article, 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 VIII. ENFORCEMENT

1. Enforcement.

City police officers and the City ABC Administrator and Investigator(s) are hereby authorized to enforce this Ordinance in full for alleged violations.

ARTICLE IX. PENALTIES

1. Penalties.

(a) In addition to any criminal prosecution instituted in Jessamine 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 remitted to the City ABC Administrator, who shall then transmit the fines to the City Clerk for deposit in the appropriate designated account.

(b) Any person, firm or corporation who violates any of the provisions of this chapter, for which no other penalty is hereby provided, shall be guilty of a Misdemeanor, and subject to prosecution in the Jessamine County Court System, as follows: for the first offense, be fined not less than one hundred dollars (\$100.00) nor more than two hundred dollars (\$200.00), or imprisoned 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 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 X. MANDATORY RESPONSIBLE BEVERAGE SERVICE TRAINING

1. Mandatory responsible beverage service training.

The city does hereby institute mandatory server training in the city.

(1) Any person who sells or serves alcoholic beverages in a licensed retail established or in any premise where alcoholic beverages are sold or served by the holder of a caterer's or special event license shall participate in and successfully complete a responsible beverage service training program meeting the requirements of division (5) below. The ABC administrator is authorized to determine whether a program satisfies the requirements of division (5), and upon the request of the licensee he will timely review a program to determine whether it satisfies these requirements. In the event the ABC administrator determines that a program fails to meet any of the requirements in subsection (e) below, he will notify the licensee of the non-satisfactory portion(s) of the program.

(2) All persons who are required to complete training under subsection (a) above and who were not previously subject to the training requirements, shall complete the training within ninety (90) days of the date on which the person is employed or otherwise first subject to the training requirement.

(3) Every licensee shall require every agent, servant or employee who sells or serves or is authorized to sell or serve alcoholic beverages on the licensed premises to complete a responsible beverage service training program meeting the requirements of division (5) below. Except for a ninety-day grace period in division (2) above, no licensee shall permit any person who has failed to successfully complete the mandatory training to sell or serve alcoholic beverages.

(4) Every licensee shall maintain on the licensed premises a file containing the name, job description, date of employment or association with the licensee and proof of successful completion of a responsible beverage service training meeting the requirements of division (5) below for each agent, servant or employee of the licensee who sells or serves or is authorized to sell or serve alcoholic beverages. The licensee shall retain, maintain and produce the compliance file in the same manner as the licensee is required by state law to keep maintain, retain and produce alcoholic beverage records.

(5) A responsible beverage service program must effectively train its participants in the following:

a. Applicable state statutes and regulations and local ordinances regarding the sale of alcoholic beverages. The ABC administrator will prepare and distribute to all licensees a list of the minimal statutes, regulations and ordinances that each agent, servant or employee of a licensee who sells or serves or is authorized to sell or serve alcoholic beverages should know. A signed statement from each agent, servant or employee indicating that he or she is familiar with and understands the list of statutes, regulations and ordinances provided by the ABC administrator shall satisfy this aspect of training;

b. Verification of age, forms of identification and methods of recognizing false or misleading age documents;

c. The effect of alcohol on humans and the physiology of alcohol intoxication;

d. Recognition of the signs or characteristics of alcohol intoxication;

e. Strategies for intervention and preventing underage and intoxicated persons from consuming alcoholic beverages; and

f. Potential liability for persons selling for serving alcoholic beverages.

(6) Any violation of this section shall result in a fine of at least one hundred dollars (\$100.00), not to exceed five hundred dollars (\$500.00).

ARTICLE XI. SIGNS AND ADVERTISING

1. Signs and advertising

All signage shall be in compliance with any and all other existing rules, regulations, and Ordinances of the City of Nicholasville, including but not limited to, the Planning and Zoning Ordinance as currently enacted, and/or as may be amended in the future.

ARTICLE XII. IMPLEMENTATION OF ORDINANCE PROVISIONS; SEVERABILITY

1. Implementation of changes in Ordinance provisions.

The Nicholasville City Commission may promulgate rules and regulations, and/or amendments thereto, as is in its discretion in order to ensure the proper implementation of this Ordinance. Such will be done as according to local, state, and federal law.

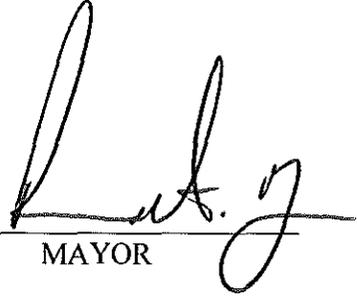
2. Severability.

If any section of this Ordinance, including but not limited to, any section, subsection, paragraph, sentence, clause, phrase, or any other portion of this Ordinance, is declared illegal or unconstitutional, or otherwise invalid by a Court of competent jurisdiction, such declaration shall not affect the remaining portions hereof.

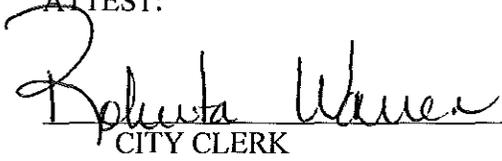
This Ordinance shall take effect upon adoption, execution and publication.

FIRST READING

DATED: APRIL 22, 2013


MAYOR

ATTEST:


CITY CLERK

SECOND READING

DATED: APRIL 24, 2013


MAYOR

ATTEST:


CITY CLERK

ORDINANCE 892-2013

**AN ORDINANCE OF THE CITY OF NICHOLASVILLE, KY
AMENDING ORDINANCE 860-2013, ARTICLE II SECTION
A. AND ARTICLE V, SECTION 11.**

WHEREAS, the City of Nicholasville, Kentucky (City) permits the presence of alcohol manufacturing and sales within the corporate limits of the City of Nicholasville so long as such is done in accordance with all state and federal law; and

WHEREAS, the Commonwealth of Kentucky has enacted into law Senate Bill 13, which in part, makes material changes to the alcohol license fee structure for local governments;

WHEREAS, the Board of Commission of the City of Nicholasville in the exercise of its fiduciary duties and responsibilities must now adjust the regulations and requirements related to alcoholic beverages;

WHEREAS, Article II, Section A. and Article V, Section 11, of Ordinance 860-2013 reads as follows;

ARTICLE II. LICENSE REQUIREMENTS

A. City License:

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 schedule set forth below. 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.

1. Distilled spirits and wine license fees.

ALCOHOLIC BEVERAGE: (License period July 1 - June 30):

- a. Distilled spirit licenses as set forth in KRS 243.030:
 1. Distiller's license, per annum \$500.00
 2. Rectifier's license, per annum \$3,000.00
 3. Blender' license, per annum \$3,000.00
 4. Wholesaler's distilled spirits and wine license, per annum \$3,000.00
 5. Distilled spirits and wine retail package license, per annum \$800.00
- b. Distilled spirits and wine retail drink license, motel drink license, airport drink license, restaurant drink license, or supplemental bar license, per annum \$800.00
- c. Distilled spirits and wine special temporary liquor license, per event \$133.00
- d. Special temporary wine license, per event \$50.00
- e. Distilled spirits and wine special temporary auction license, per event \$200.00
- f. Distilled spirits and wine special Sunday retail drink license, per annum \$300.00
- g. Extended hours supplemental license, per annum \$2,000.00

- h. Nonresident special agent or solicitor's license, per annum \$40.00
- i. Restaurant wine license, per annum:
 - 1. New applicants \$600.00
 - 2. Applicants for renewal \$400.00
- j. Caterer's license, per annum \$800.00
- k. River boat license, per annum \$1,200.00
- l. Horse race track license, per annum \$2,000.00
- m. Convention center or convention hotel complex license, per annum \$2,000.00
- n. Bottling house distilled spirits license or wine storage license, per annum \$1,000.00
- o. Automobile race track license, per annum \$2,000.00
- p. Souvenir retail liquor license, per annum \$1,000.00

2. Malt beverage license fees.

The following kinds of malt beverage licenses may be issued by the City. The fees for each shall be as follows, *per annum*, unless otherwise noted:

- (a) Brewer's license \$500.00
- (b) Microbrewery license \$500.00
- (c) Distributor's license \$400.00
- (d) Retailer's license \$200.00
- (e) Special temporary license (per event) \$25.00
- (f) Brew-on-premises license \$100.00

3. Other license fees.

The following kinds of other licenses may be issued by the City. The fees for each shall be as follows, *per annum*, unless otherwise noted:

- (a) Extended hours supplemental license \$2,000.00
- (b) Limited restaurant license or limited golf course license, per annum (includes distilled spirits, wine, and malt beverages)
 - (1) New applicants \$1000.00
 - (2) Renewals \$500.00
- (c) Private club license, per annum \$300.00

ARTICLE II. LICENSE REQUIREMENTS

11. Happy hour restrictions.

Licensees shall not offer reduced drink specials (e.g., two-for-one, happy hours) before 4:00 p.m. Monday through Saturday, nor after the hour of 8:00 p.m. Monday through Saturday.

NOW THEREFORE, BE IT ORDAINED that Chapter 3 of the Nicholasville Code of Ordinances be and is hereby amended to read as follows.

A. City License:

ALCOHOLIC BEVERAGE: (License period July 1 - June 30):

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 schedule set forth below. 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.

1. The license fees are subject to the provisions of subsections 14., 15., and 16. of this section, and shall not exceed the amounts specified in subsections 2. through 15. of this section.
2. Distilled spirit licenses as set forth in KRS 243.030:
 - a. Distiller's license, per annum \$500.00
 - b. Rectifier's license, per annum \$3,000.00
 - c. Wholesaler's distilled spirits and wine license, per annum \$3,000.00
 - d. Quota retail package license, per annum \$800.00
3. Quota retail drink license, per annum \$800.00
4. Special temporary license, per event \$133.00
5. Nonquota type 1 retail drink license (includes distilled spirits, wine, and malt beverages), per annum 2,000.00
6. Nonquota type 2 retail drink license (includes distilled spirits, wine, and malt beverages), per annum \$800.00
7. Nonquota type 3 retail drink license (includes distilled spirits, wine, and malt beverages), per annum \$300.00
8. Distilled spirits and wine special temporary auction license, per event \$200.00
9. Caterer's license, per annum \$800.00
10. Bottling house or bottling house storage license, per annum \$1,000.00
11. Malt beverage Licenses as follows:
 - a. Brewer's license, per annum \$500.00
 - b. Microbrewery license, per annum \$500.00
 - c. Malt beverage distributor's license, per annum \$400.00
 - d. Nonquota retail malt beverage package license, per annum \$200.00
 - e. Nonquota type 4 retail malt beverage drink license, per annum \$200.00
 - f. Malt beverage brew-on-premises license, per annum \$100.00
12. Limited restaurant license (includes distilled spirits, wine, and malt beverages), per annum \$1,000.00
13. Limited golf course license (includes distilled spirits, wine, and malt beverages), per annum \$1,000.00
14. 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.
 - a. Quota retail package license: retail package liquor license;
 - b. Quota retail drink license; retail drink license
 - c. Nonquota type 1 retail drink license: convention center or convention hotel complex license;
 - d. Nonquota type 2 retail drink license: restaurant drink license;
 - e. Nonquota retail malt beverage package license: retail malt beverage license;
 - f. Nonquota type 4 retail malt beverage drink license: retail malt beverage license;
 - g. Limited restaurant license; and
 - h. Limited golf course license.
15. 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.

16. The holder of a nonquota retail malt beverage package license may obtain a Nonquota type 4 malt beverage drink license for a fee of fifty dollars (\$50). The holder of a Nonquota type 4 malt beverage drink license may obtain a nonquota retail malt beverage package license for a fee of fifty dollars (\$50).

ARTICLE II. LICENSE REQUIREMENTS

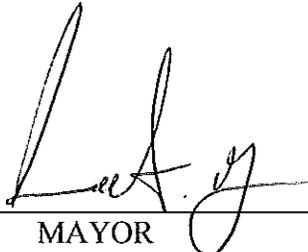
11. Happy hour restrictions.

Licensees shall not offer reduced drink specials (e.g., happy hours) before 4:00 p.m.

This Ordinance shall take effect upon adoption, execution and publication.

FIRST READING

DATED: August 17, 2013

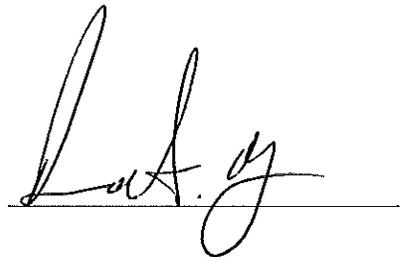

MAYOR

ATTEST:

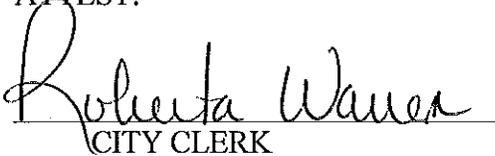

CITY CLERK

SECOND READING

DATED: August 29, 2013


MAYOR

ATTEST:


CITY CLERK