LC003533

### 2024 -- H 7434

# STATE OF RHODE ISLAND

#### IN GENERAL ASSEMBLY

#### JANUARY SESSION, A.D. 2024

#### AN ACT

#### RELATING TO ALCOHOLIC BEVERAGES -- RETAIL LICENSES

Introduced By: Representatives Sanchez, Place, Morales, Hull, Shanley, Stewart, Craven, Phillips, Slater, and Serpa Date Introduced: February 02, 2024

Referred To: House Corporations

It is enacted by the General Assembly as follows:

- 1 SECTION 1. Section 3-7-26 of the General Laws in Chapter 3-7 entitled "Retail Licenses"
- 2 is hereby amended to read as follows:
- 3 **3-7-26.** Certain practices prohibited.
- 4 (a) No licensee, employee or agent of any licensee who operates under a license to sell
- 5 alcoholic beverages shall:
- 6 (1) Cause or require any person or persons to buy more than one drink at a time by reducing
- 7 the price of that drink;
- 8 (2) Increase the volume of alcohol contained in any alcoholic beverage without 9 proportionately increasing the price;
- 10 (3) Sell, propose to sell or deliver to any person or persons an unlimited number of drinks

11 during a certain period of time for a fixed price; or

- (4) Allow or encourage any game or promotion on the premises which involves the
  drinking of alcoholic beverages or the awarding of alcoholic beverages as prizes for consumption
  on the premises.
- (b)(1) No licensee shall advertise or promote in any manner, or in any medium, happyhours, open bars, two-for-one nights and/or free drink specials.
- (2) Any licensee is prohibited from knowingly allowing the use of its premises as part of
  an organized pub crawl, so-called. A pub crawl shall be defined as an organized event intended to
  promote the organized, commercial travel of significantly large groups of individuals between

1 licensed premises for the primary purpose of consuming alcoholic beverages at more than one 2 premise. Evidence of a pub crawl shall include, but not be limited by:

3 (i) The existence of advertising, flyers, tickets or other printed or electronic material 4 promoting or describing a planned pub crawl;

5 (ii) Organized, commercial transportation intended to move a total of fifty (50) or more 6 individuals from one premise to another in an organized fashion; and

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(iii) Evidence of compensation paid to an organizer by participants in a pub crawl. The 8 department of business regulation is authorized to promulgate rules and regulations consistent with 9 this section.

10 (c) Nothing in this section shall be construed to prohibit a licensee from offering free food 11 or entertainment at any time; or to prohibit licensees from including an alcoholic beverage as part 12 of a meal package; or to prohibit the sale or delivery of wine or alcoholic beverages by the bottle 13 or carafe when sold with meals or to more than one person for consumption on the premises; or to 14 prohibit free wine tastings. Except as otherwise limited by this section, nothing contained in this 15 section shall limit or may restrict the price which may be charged by any licensee for any size 16 alcoholic beverage to be consumed on the licensed premises.

17 (d) Adherence to this section is deemed to be a condition attached to the issuance and/or 18 continuation of every license to sell alcoholic beverages for consumption on the licensed premises, 19 and this section shall be enforced by the applicable local licensing authority, its agents, and the 20 department.

21 (e) The provisions of this section are deemed to be severable and any final decision by a 22 court of competent jurisdiction holding that any provision of this section is void, shall not make 23 void nor affect any of the remaining provisions of this section.

24 SECTION 2. Section 3-8-14 of the General Laws in Chapter 3-8 entitled "Regulation of 25 Sales" is hereby amended to read as follows:

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#### 3-8-14. Sale of beverages by bottle.

27 The department of business regulation shall adopt rules and regulations authorizing the 28 holders of Class B-V licenses issued pursuant to this title to sell aquardiente by the bottle, for

29 consumption on the premises of the license holder because this beverage is generally purchased by

- 30 the bottle by ethnic tradition alcoholic beverages by the bottle for consumption on the premises.
- 31 SECTION 3. This act shall take effect upon passage.

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#### **EXPLANATION**

#### BY THE LEGISLATIVE COUNCIL

## OF

# AN ACT

#### RELATING TO ALCOHOLIC BEVERAGES -- RETAIL LICENSES

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- 1 This act would amend the current law to allow for the sale of alcoholic beverages by the
- 2 bottle to be consumed on the premises of a licensee.
- 3 This act would take effect upon passage.

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