

State of Tennessee

PUBLIC CHAPTER NO. 273

SENATE BILL NO. 739

By Yarbro

Substituted for: House Bill No. 594

By Beck

AN ACT to amend Tennessee Code Annotated, Title 57, Chapter 4, Part 1 and Title 57, Chapter 5, relative to consumption on the premises.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 57-4-102(38), is amended by adding the following as a new subdivision (N):

- (N) "Urban park center" also means:
 - (i) A commercially operated facility having all of the following characteristics:
 - (a) The facility is located on land that is between one and one-half (1½) acres and that is adjacent to land owned by the electric power board of a county with a metropolitan form of government;
 - (b) The facility has at least two (2) permanent structures constructed before 1978 and at least twenty-five thousand square feet (25,000 sq. ft.) of climate controlled space;
 - (c) The facility formerly housed a custom car design business that had been serving the automotive community since 1968;
 - (d) The facility is located in a county with a metropolitan form of government having a population of not less than six hundred thousand (600,000) according to the 2010 federal census or any subsequent federal census;
 - (e) The facility is approximately five thousand ninety feet (5,090') to the northeast of a federal interstate highway;
 - (f) The facility is approximately five thousand nine hundred sixty feet (5,960') to the northwest of a navigable waterway; and
 - (g) The facility is approximately three hundred fifty feet (350') to the southwest from the main building of a high school that was originally constructed before 1933;
- (ii) The premises of any facility described under this subdivision (38)(N) means any or all of the property that constitutes the facility, including all buildings and outdoor areas between and around those buildings. The licensee shall designate the premises to be licensed by the commission by filing a drawing of the premises, which may be amended by the licensee filing a new drawing. An urban park center, as described in subdivision (38)(N)(i), may grant a franchise to one (1) or more entities authorizing such an entity to provide food or beverages, including alcoholic beverages, on its premises. A franchisee is deemed to be an urban park center under this subdivision (38)(N) and shall apply for and hold a license under this subdivision (38)(N). The commission shall enforce the provisions of chapter 4 of this title against each franchisee as a licensee under this subdivision (38)(N) and shall not cite,

penalize, or take any other adverse action against a franchisee for any violation committed by another franchisee on the licensed premises. There is a rebuttable presumption of liability for a specific franchisee for any underage sale based on the specific type of glass or the brand on the cup provided to the minor. In the absence of a glass or cup identifying the franchisee, the commission may determine which franchisee to cite for an underage sale. If the commission is unable to determine which franchisee committed the violation after conducting a reasonable investigation, the commission may issue a citation to one (1) or more franchisees that share the common space where the violation occurred;

- (iii) Notwithstanding any provision of chapter 5 of this title to the contrary, the premises of any facility described under this subdivision (38)(N) means, for the purpose of obtaining a beer permit, any or all of the property that constitutes the facility, including all buildings and outdoor areas between and around those buildings. The beer permittee shall designate the premises to be licensed by the local beer board by filing a drawing of the premises, which may be amended by the beer permittee filing a new drawing. An urban park center, as described in subdivision (38)(N)(i), may grant a franchise to one (1) or more entities authorizing such an entity to provide food or beverages, including beer, on its premises. A franchisee is deemed to be an urban park center under this subdivision (38)(N) and shall apply for and hold a beer permit. The beer board shall enforce the provisions of chapter 5 of this title against each franchisee as a beer permittee and shall not cite, penalize, or take any other adverse action against a franchisee for any violation committed by another franchisee on the licensed premises. There is a rebuttable presumption of liability for a specific franchisee for any underage sale based on the specific type of glass or the brand on the cup provided to the minor. In the absence of a glass or cup identifying the franchisee, the beer board may determine which franchisee to cite for an underage sale. If the beer board is unable to determine which franchisee committed the violation after conducting a reasonable investigation, the beer board may issue a citation to one (1) or more franchisees that share the common space where the violation occurred; and
- (iv) The licensee described in subdivision (38)(N)(i) and any franchisee licensed under this subdivision (38)(N) may store beer and alcoholic beverages in a central storage location in the facility. Each licensee shall store its inventory of beer and alcoholic beverages in a separately locked cage or other storage area.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

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PASSED:	April 27, 2017
	RANDY MCNALLY SPEAKER OF THE SENATE
	Beth Harwell, SPEAKER HOUSE OF REPRESENTATIVES
APPROVED	this <u>4th</u> day of <u>May</u> 2017
	BILL HASLAM, GOVERNOR