

244.590 Tied houses prohibited -- Brewer or distributor may furnish advertising matter or cleaning service to retailer.

- (1) No brewer or distributor shall induce through any of the following means any malt beverage retailer to purchase any malt beverages from him to the exclusion in whole or in part of malt beverages sold or offered for sale by other persons, if the brewer or distributor engages in the practice of using such means, or any of them, to such an extent as substantially to restrain or prevent transactions in commerce in malt beverages:
 - (a) By acquiring or holding, after the expiration of any existing license, any interest in any license with respect to the premises of the retailer;
 - (b) By acquiring any interest in real or personal property owned, occupied, or used by the retailer in the conduct of his business;
 - (c) By furnishing, giving, renting, lending or selling to the retailer, any equipment, fixtures, signs, supplies, money, services, or other things of value, except as the director of the Division of Malt Beverages, having regard for the public health, the quantity and value of the articles involved, the prevention of monopoly and the practice of deception, may by regulation otherwise prescribe;
 - (d) By paying or crediting the retailer for any advertising, display or distribution service subject to the exceptions which the director may by regulation prescribe;
 - (e) By guaranteeing any loan or the repayment of any financial obligation of the retailer; or
 - (f) By requiring the retailer to take and dispose of a certain quota of any malt beverages.
- (2) Notwithstanding any provisions in KRS Chapter 244 and this section, a brewer or distributor may:
 - (a) Give, rent, loan, or sell to a malt beverage retailer signs, posters, placards, designs, devices, decorations, or graphic displays bearing advertising matter and for use in windows or elsewhere in the interior of a retail malt beverage establishment; and
 - (b) Provide or furnish draught-line cleaning or coil-cleaning service to a malt beverage retailer either directly or indirectly with the consent of the distributor.

Effective: July 13, 2004

History: Amended 2004 Ky. Acts ch. 120, sec. 4, effective July 13, 2004. -- Recodified 1942 Ky. Acts ch. 208, sec. 1, effective October 1, 1942, from Ky. Stat. sec. 2554b-213.

Legislative Research Commission Note (6/20/2005). 2005 Ky. Acts chs. 11, 85, 95, 97, 98, 99, 123, and 181 instruct the Reviser of Statutes to correct statutory references to agencies and officers whose names have been changed in 2005 legislation confirming the reorganization of the executive branch. Such a correction has been made in this section.