

## **Disposition of Alcoholic Liquors Pledged as Collateral; SB 65**

**SB 65** amends law relating to the disposition of alcoholic liquors pledged as collateral for a loan. The bill allows a creditor lawfully entitled to alcoholic liquors pledged as collateral for a loan, notwithstanding provisions of the Kansas Liquor Control Act, and with prior written authorization from the Director of Alcoholic Beverage Control to take possession of the alcoholic liquors and conduct a sale of that collateral to a licensee possessing a valid license issued either pursuant to the Kansas Liquor Control Act or the Club and Drinking Establishment Act in order to satisfy any debt owed to the creditor. The bill authorizes the Director to require a detailed inventory, or any other necessary information, to ensure the safe storage, handling, and transfer of the alcoholic liquor. Finally, the bill requires the proceeds from any sale, including a sheriff's sale under continuing law, to go to the creditor in satisfaction of any debt owed, with the remaining proceeds returned to the debtor.