5922

2013-2014 Regular Sessions

IN ASSEMBLY

March 8, 2013

Introduced by M. of A. ORTIZ -- read once and referred to the Committee on Economic Development

AN ACT to amend the alcoholic beverage control law, in relation to regulating the retail sale of flavored malt beverages

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Subdivision 12-c of section 3 of the alcoholic beverage control law, as renumbered by chapter 366 of the laws of 1992, is renumbered subdivision 12-d and a new subdivision 12-c is added to read as follows:

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- 12-C. "FLAVORED MALT BEVERAGE" MEANS AND INCLUDES ANY ALCOHOLIC BEVERAGE OF ANY NAME OR DESCRIPTION THAT IS MANUFACTURED FROM MALT, WHOLLY OR IN PART, OR FROM ANY SUBSTITUTE THEREFOR; AND CONTAINING MORE THAN EIGHT PER CENTUM ALCOHOL BY VOLUME WHICH IS A FERMENTED PRODUCT FOR WHICH THE FORMULA THEREOF IS REQUIRED TO BE FILED WITH THE FEDERAL ALCOHOL AND TOBACCO TAX AND TRADE BUREAU PURSUANT TO 27 CODE OF FEDERAL REGULATIONS S 25.55 (A), AS SUCH REGULATIONS SHALL BE AMENDED FROM TIME TO TIME.
- 12 S 2. Section 65 of the alcoholic beverage control law is amended by 13 adding a new subdivision 3-a to read as follows:
 - 3-A. NO PERSON, OR HIS OR HER AGENT OR EMPLOYEE, SHALL SELL, DELIVER OR GIVE AWAY, OR CAUSE, PERMIT OR PROCURE TO BE SOLD, DELIVERED OR GIVEN AWAY TO ANY PERSON, ACTUALLY OR APPARENTLY, UNDER THE AGE OF TWENTY-ONE YEARS, ANY FLAVORED MALT BEVERAGE. A VIOLATION OF THIS SUBDIVISION SHALL BE A CLASS E FELONY AS DEFINED IN THE PENAL LAW.
- 19 S 3. Section 100 of the alcoholic beverage control law is amended by 20 adding a new subdivision 8 to read as follows:
- 8. NO LICENSEE, PERMITTEE OR PERSON SHALL SELL, DELIVER OR GIVE AWAY, OR CAUSE, PERMIT OR PROCURE TO BE SOLD, DELIVERED OR GIVEN AWAY AT RETAIL IN THIS STATE ANY FLAVORED MALT BEVERAGE IN ANY CONTAINER HAVING A VOLUME IN EXCESS OF TWELVE OUNCES.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [] is old law to be omitted.

LBD09616-01-3

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S 4. Section 105 of the alcoholic beverage control law is amended by adding a new subdivision 13 to read as follows:

13. (A) EACH RETAIL LICENSEE FOR OFF-PREMISES CONSUMPTION THAT SELLS FLAVORED MALT BEVERAGES SHALL SELL SUCH BEVERAGES IN AN AREA OF THE LICENSED PREMISES THAT IS SEGREGATED FROM THE AREA WHERE OTHER BEVERAGES, INCLUDING BEERS WHICH ARE NOT FLAVORED MALT BEVERAGES, ARE SOLD. NO FLAVORED MALT BEVERAGES SHALL BE COMMINGLED WITH OTHER ALCOHOLIC OR NONALCOHOLIC BEVERAGES.

FURTHERMORE, THE SEGREGATED AREA OF THE LICENSED PREMISES AT WHICH FLAVORED MALT BEVERAGES ARE SOLD SHALL BE LOCATED SO AS TO BE WITHIN THE VIEW OF THE EMPLOYEES AT SUCH PREMISES' SALES COUNTER OF THE LICENSEE OR WITHIN THE COVERAGE AREA OF VIDEO SURVEILLANCE EQUIPMENT WHICH IS VIEWED BY THE EMPLOYEES OF THE LICENSEE DURING ALL PERIODS OF TIME IN WHICH THE LICENSED PREMISES IS OPEN FOR BUSINESS.

- (B) ALL FLAVORED MALT BEVERAGES SOLD BY A RETAIL LICENSEE FOR OFF-PREMISES CONSUMPTION SHALL BE SOLD IN AN UNREFRIGERATED STATE AND NO SUCH LICENSEE SHALL SELL ANY SUCH BEVERAGE WHICH HAS BEEN COOLED BELOW THE ROOM TEMPERATURE OF THE LICENSED PREMISES.
- (C) AT THE FRONT OF THE SEGREGATED AREA OF THE LICENSED PREMISES WHERE FLAVORED MALT BEVERAGES ARE SOLD, THE LICENSEE SHALL CONSPICUOUSLY POST A SIGN THAT STATES THAT (I) THESE BEVERAGES ARE HIGH ALCOHOL FLAVORED MALT BEVERAGES THAT CONTAIN MORE THAN EIGHT PER CENTUM ALCOHOL BY VOLUME, (II) THAT THESE BEVERAGES SHOULD NOT BE CONFUSED WITH OTHER ALCOHOLIC OR NONALCOHOLIC BEVERAGES WITH LOWER ALCOHOL CONTENT SUCH AS BEER, AND (III) THE SALE OF SUCH BEVERAGES TO PERSONS UNDER THE AGE OF TWENTY-ONE YEARS CARRIES WITH IT HEIGHTENED CRIMINAL PENALTIES. THE STATE LIQUOR AUTHORITY SHALL BE AUTHORIZED TO PROMULGATE RULES AND REGULATIONS PROVIDING FOR THE FORM AND CONTENT OF SUCH NOTICES AND WARNINGS.
- S 5. Subdivision 2 of section 107-a of the alcoholic beverage control law, as added by chapter 479 of the laws of 1940, is amended to read as follows:
- 2. Such regulations shall be calculated to prohibit deception of the consumer; to afford him OR HER adequate information as to quality and identity; and to achieve national uniformity in this field in so far as possible. IN ADDITION, FOR THE APPROVAL OF LABELS FOR CONTAINERS OF ANY FLAVORED MALT BEVERAGE, THE LABEL OR CONTAINER THEREOF MUST:
- (A) HAVE A DISCLOSURE THAT IS EITHER PART OF THE LABEL OR AFFIXED TO THE CONTAINER THAT ADVISES PURCHASERS THAT THIS IS A HIGH ALCOHOL FLAVORED MALT BEVERAGE (I) OVER CONSUMPTION OF THIS ALCOHOLIC BEVERAGE MAY CAUSE A SIGNIFICANTLY HIGHER RISK OF ACCIDENTAL PHYSICAL INJURY TO THE CONSUMER OR OTHERS, OR ALCOHOL POISONING; AND (II) THE OPERATION OF MOTOR VEHICLES AND OTHER MACHINERY SHOULD BE AVOIDED AFTER CONSUMING THIS ALCOHOLIC BEVERAGE;
- (B) BE DESIGNED SO THAT IT CANNOT BE CONFUSED WITH OTHER BEVERAGES THAT ARE NOT ALCOHOLIC AND ARE LEGALLY AVAILABLE FOR SALE TO PERSONS UNDER THE AGE OF TWENTY-ONE YEARS, OR OTHER ALCOHOLIC BEVERAGES WITH A LOWER ALCOHOL CONTENT SUCH AS BEER. SUCH DESIGN MAY BE ACCOMPLISHED BY A LABEL DESIGN THAT PLACES A STRIPE OR OTHER INDICATOR TO SHOW THAT THIS IS A HIGH ALCOHOL FLAVORED MALT BEVERAGE OR BY AFFIXING THE DISCLOSURE REQUIRED BY PARAGRAPH (A) OF THIS SUBDIVISION THAT ALSO CLEARLY INDICATES THAT THIS IS A FLAVORED MALT BEVERAGE THAT CONTAINS MORE THAN EIGHT PER CENTUM ALCOHOL BY VOLUME;
- 53 (C) BE DESIGNED SO AS NOT TO BE ATTRACTIVE TO OR ENCOURAGE THE 54 CONSUMPTION OF SUCH ALCOHOLIC BEVERAGE BY PERSONS UNDER THE AGE OF TWEN-55 TY-ONE YEARS. SUCH DESIGN MAY BE ACCOMPLISHED BY A LABEL DESIGN THAT

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 CLEARLY INDICATES THAT THIS IS AN ALCOHOLIC BEVERAGE THAT CANNOT BE LEGALLY CONSUMED BY PERSONS UNDER THE AGE OF TWENTY-ONE YEARS; AND

- (D) PROVIDE NOTICE THAT THE SALE OF FLAVORED MALT BEVERAGES TO PERSONS UNDER THE AGE OF TWENTY-ONE YEARS CARRIES WITH IT HEIGHTENED CRIMINAL PENALTIES.
- S 6. Clause (ii) of subparagraph 2 of paragraph (c) of subdivision 4 of section 107-a of the alcoholic beverage control law, as amended by chapter 490 of the laws of 1993, is amended to read as follows:
- (ii) the authority does not deny such application within thirty days after receipt; PROVIDED, HOWEVER, THAT WITH RESPECT TO ANY FLAVORED MALT BEVERAGE, THE AUTHORITY DOES NOT DENY SUCH APPLICATION WITHIN ONE HUNDRED TWENTY DAYS AFTER RECEIPT SO THAT THE AUTHORITY HAS A SUFFICIENT PERIOD OF TIME TO REVIEW SUCH LABEL AND ENSURE THAT THE REQUIREMENTS ESTABLISHED IN SUCH SUBDIVISION ARE COMPLIED WITH.
- S 7. Severability. If any clause, sentence, paragraph, section or part of this act shall be adjudged by any court of competent jurisdiction to be invalid and after exhaustion of all further judicial review, the judgment shall not affect, impair or invalidate the remainder thereof, but shall be confined in its operation to the clause, sentence, paragraph, section or part of this act directly involved in the controversy in which the judgment shall have been rendered.
- 22 S 8. This act shall take effect on the one hundred eightieth day after 23 it shall have become a law. Effective immediately, the state liquor 24 authority is authorized to add, amend and/or repeal any rules and regu-25 lations necessary to implement the provisions of this act on its effec-26 tive date.