STATE OF NEW YORK

6038--A

2021-2022 Regular Sessions

IN SENATE

March 30, 2021

Introduced by Sen. SKOUFIS -- read twice and ordered printed, and when printed to be committed to the Committee on Commerce, Economic Development and Small Business -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the alcoholic beverage control law, in relation to the sale of tonic water, bitters and maraschino cherries at liquor stores

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subdivision 4 of section 63 of the alcoholic beverage control law, as amended by section 3 of part H of chapter 58 of the laws of 2019, is amended to read as follows:

- 4. No licensee under this section shall be engaged in any other business on the licensed premises. The sale of <u>any of the following shall</u> not constitute engaging in another business within the meaning of this <u>subdivision</u>:
- (a) lottery tickets, when duly authorized and lawfully conducted[, the sale of];
- 10 <u>(b)</u> reusable bags as defined in section 27-2801 of the environmental conservation law[, the sale of];
- 12 (c) corkscrews [or the sale of];
- 13 (d) ice [or the sale of];

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- 14 (e) publications, including prerecorded video and/or audio cassette
 15 tapes, or educational seminars, designed to help educate consumers in
 16 their knowledge and appreciation of alcoholic beverages, as defined in
 17 section three of this chapter and allowed pursuant to their license[, or
 18 the sale of non-carbonated,];
- 19 <u>(f)</u> non-flavored mineral waters, spring waters and drinking waters [ex 20 the sale of];
- 21 (g) glasses designed for the consumption of wine or spirits, racks 22 designed for the storage of wine, and devices designed to minimize 23 oxidation in bottles of wine which have been uncorked[, or the sale of];

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

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(h) gift bags, gift boxes, associated promotional items or wrapping, for alcoholic beverages purchased at the licensed premises [shall not constitute engaging in another business within the meaning of this subdivision];

(i) tonic water;

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- (j) bitters; and
- (k) maraschino cherries.

Any fee obtained from the sale of an educational seminar shall not be considered as a fee for any tasting that may be offered during an educational seminar, provided that such tastings are available to persons who have not paid to attend the seminar and all tastings are conducted in accordance with section sixty-three-a of this article.

- § 2. Paragraph (a) of subdivision 1 of section 104 of the alcoholic beverage control law, as amended by chapter 2 of the laws of 2013, is amended to read as follows:
- 15 16 (a) No wholesaler shall be engaged in any other business on the premises to be licensed; except that nothing contained in this chapter 17 18 shall: (1) prohibit a beer wholesaler from (i) acquiring, storing or 19 selling non-alcoholic snack foods, as defined in paragraph (b) of this 20 subdivision, (ii) manufacturing, bottling, storing, or selling non-alco-21 holic carbonated beverages, (iii) manufacturing, storing or selling non-alcoholic non-carbonated soft drinks, mineral waters, spring waters, 22 drinking water, non-taxable malt or cereal beverages, juice drinks, fruit or vegetable juices, ice, liquid beverage mixes and dry or frozen 23 24 25 beverage mixes, (iv) acquiring, storing or selling wine products, (v) 26 the sale of promotional items on such premises, or (vi) the sale of 27 tobacco products at retail by wholesalers who are licensed to sell beer 28 and other products at retail; (2) prohibit a wholesaler authorized to 29 sell wine from manufacturing, acquiring or selling wine merchandise, as 30 defined in paragraph (d) of this subdivision; (3) prohibit a licensed 31 winery or licensed farm winery from engaging in the business of a wine 32 wholesaler for New York state labeled wines produced by any licensed 33 winery or licensed farm winery or prohibit such wine wholesaler from 34 exercising any of its rights pursuant to sections seventy-six and seven-35 ty-six-a of this chapter provided that the operation of such beer and 36 wine wholesalers business shall be subject to such rules and regulations 37 as the liquor authority may prescribe; (4) prohibit a beer wholesaler who is authorized to sell beer at retail from selling at retail: (i) 38 39 candy, chewing gum and cough drops; (ii) non-refrigerated salsa; (iii) cigarette lighters, lighter fluid, matches and ashtrays; (iv) barbecue 40 41 and picnic-related products and supplies, which shall include, but not 42 be limited to, charcoal, grills, propane gas, plastic and paper cups, 43 paper or plastic tablecloths and coolers; (v) beer making and brewing supplies and publications, which shall include, but not be limited to, 44 45 books, magazines, equipment and ingredients; (vi) steins, mugs and other 46 glassware appropriate for the consumption of beer, malt beverages and 47 wine products; (vii) items typically used to serve beer and malt bever-48 ages including, but not limited to, taps, kegerators, koozies and beer 49 socks; (viii) lemons, limes and oranges, provided that no more than two 50 dozen of each shall be displayed at any one time; (ix) rock salt, ice 51 and snow melting compounds, snow shovels; windshield washer solvent; 52 firewood; beach umbrellas; sunglasses and sun block; and (x) prepaid telephone cards; [ex](5) prohibit the installation and operation of a 54 single automated teller machine in the premises of a beer wholesaler who is authorized to sell beer at retail; or (6) prohibit a liquor whole-55 saler from transporting or selling gifts or promotional items associated

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with wine or spirit products, tonic water, bitters and maraschino cherries. For the purposes of this subdivision, "automated teller machine"
means a device which is linked to the accounts and records of a banking
institution and which enables consumers to carry out banking transactions, including but not limited to, account transfers, deposits, cash
withdrawals, balance inquiries and loan payments.

- § 3. Paragraph (a) of subdivision 3 of section 101-b of the alcoholic beverage control law, as amended by section 1 of part E of chapter 56 of the laws of 2006, is amended to read as follows:
- 10 (a) No brand of liquor or wine shall be sold to or purchased by a 11 wholesaler, irrespective of the place of sale or delivery, unless a schedule, as provided by this section, is transmitted to and received by 12 liquor authority, and is then in effect. Such schedule shall be 13 14 transmitted to the authority in such form, manner, medium and format as 15 the authority may direct; shall be deemed duly verified by the person 16 submitting such schedule upon its transmission to the authority; and shall contain, with respect to each item, the exact brand or trade name, 17 capacity of package, nature of contents, age and proof where stated on 18 19 the label, the number of bottles contained in each case, the bottle and 20 case price to wholesalers, the net bottle and case price paid by the 21 seller, which prices, in each instance, shall be individual for each item and not in "combination" with any other item, the discounts for 22 quantity, if any, and the discounts for time of payment, if any. Such 23 24 brand of liquor or wine shall not be sold to wholesalers except at the price and discounts then in effect unless prior written permission of the authority is granted for good cause shown and for reasons not incon-27 sistent with the purpose of this chapter. Such schedule shall be transmitted by (1) the owner of such brand, or (2) a wholesaler selling such 28 29 brand and who is designated as agent for the purpose of filing such 30 schedule if the owner of the brand is not licensed by the authority, or 31 (3) with the approval of the authority, by a wholesaler, in the event 32 that the owner of the brand is unable to transmit a schedule or desig-33 nate an agent for such purpose. As used in this subdivision the term 34 "item" shall be deemed to include a sealed, pre-wrapped package consist-35 ing of a sealed container or containers of liquor, wine or wine product 36 and other merchandise reasonably used in connection with the preparation, storage, promotion, gifting or service of liquor, wine or wine 38 products provided that such other merchandise shall not be potable or 39 edible.
- 40 § 4. This act shall take effect on the sixtieth day after it shall 41 have become a law.