[First Reprint]

ASSEMBLY, No. 1293

STATE OF NEW JERSEY

219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:

Assemblyman LOUIS D. GREENWALD
District 6 (Burlington and Camden)
Assemblyman JOHN J. BURZICHELLI
District 3 (Cumberland, Gloucester and Salem)
Assemblyman RAJ MUKHERJI
District 33 (Hudson)

Co-Sponsored by:

Assemblyman Calabrese, Assemblywomen DiMaso, N.Munoz, Lampitt, Assemblymen Freiman, Wirths, Assemblywomen Vainieri Huttle, Murphy and Assemblyman Houghtaling

SYNOPSIS

Establishes advisory council for the brewery, cidery, meadery, and distillery industries in NJ and provides for funding through certain alcoholic beverage tax receipts.

CURRENT VERSION OF TEXT

As reported by the Assembly Oversight, Reform and Federal Relations Committee on March 8, 2021, with amendments.

(Sponsorship Updated As Of: 5/20/2021)

1 AN ACT concerning the promotion of the brewery, cidery, meadery, 2 and distillery industries in the State and supplementing Title 33 3 of the Revised Statutes.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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- 8 1. As used in P.L. , c. (C.) (pending before the 9 Legislature as this bill):
- "Account" means the New Jersey Brewery, Cidery, Meadery, and Distillery Industry Promotion Account established pursuant to section 2 of P.L., c. (C.) (pending before the Legislature as this bill).
- "Advisory council" means the New Jersey Brewery, Cidery,
 Meadery, and Distillery Industry Advisory Council established
 pursuant to section 3 of P.L., c. (C.) (pending before the
 Legislature as this bill).
 - "Beer" means beer, lager beer, ale, stout, porter, and all similar fermented malt beverages having an alcoholic content of one-half of one percent (1/2 of 1%) or more by volume.
 - "Chief executive officer" means the Chief Executive Officer of the New Jersey Economic Development Authority.
 - "Department" means the Department of State.
- 24 "Division" means the Division of Travel and Tourism in the 25 Department of State.
- "Executive director" means Executive Director of the Division of
 Travel and Tourism in the Department of State.
- "Cider" means a beverage made from the alcoholic fermentation of
 the juice of apples, including but not limited to flavored, sparkling
 or carbonated cider.
 - "Liquors" means all distilled or rectified spirits, alcohol, brandy, whisky, rum, gin and all similar distilled alcoholic beverages, including all dilutions and mixtures of one or more of the foregoing, such as liqueurs, cordials, and similar compounds, having an alcoholic content of one-half of one percent (1/2 of 1%) or more by volume.
- "Mead" means an alcoholic beverage primarily made from honey, water, and yeast, and which may contain fruit, fruit juices, spices, or herbs added before or after fermentation has completed, except that the ratio of fermentable sugars from fruit or fruit juices shall not exceed 49 percent of the total fermentable sugars used to produce mead.
- "Qualifying licensee" means a person or entity that holds a limited brewery license, a restricted brewery license, a cidery and meadery license, or a craft distillery license issued pursuant to R.S.33:1-10.

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

- 2. a. There is established in the Division of Travel and Tourism 1 2 in the Department of State the "New Jersey Brewery, Cidery, 3 Meadery, and Distillery Industry Promotion Account." All monies received in this account shall be expended by the executive director for 4 research and development concerning the ¹limited brewery, restricted ¹ 5 brewery, cidery, meadery, and ¹craft ¹ distillery industries in the State 6 and for the promotion of New Jersey's ¹limited brewery, restricted ¹ 7 brewery, cidery, meadery, and ¹craft¹ distillery industries, consistent 8 with the recommendations of the advisory council created pursuant to 9) (pending before the Legislature as this 10 section 3 of P.L., c. (C. 11 bill).
 - b. The account shall be credited annually, in an appropriation by law, with an amount equal to 50 percent of the receipts from the per gallon tax, as provided for pursuant to R.S.54:43-1, imposed on all sales of beer, cider, mead, and liquors sold by a qualifying licensee during the preceding taxable year.
 - c. The account shall also be credited with any monies made available to it from the General Fund or any non-State public or private source.
 - d. The Secretary of State shall include with the annual budget request for the department a request for funds sufficient to carry out the purposes and intent of P.L. , c. (C.) (pending before the Legislature as this bill).

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There is established in the division the "New Jersey Brewery, Cidery, Meadery, and Distillery Industry Advisory Council," comprising seven members, one of whom shall be the executive director and one of whom shall be the Chief Executive Officer of the New Jersey Economic Development Authority, or their respective designees, who shall serve ex officio and as nonvoting members, and five public members to be appointed by the Secretary of State, following consultation with the executive director and chief executive officer, two of whom shall be representatives of the ¹limited brewery or restricted brewery industry, one of whom shall be a representative of the cidery industry, one of whom shall be a representative of the meadery industry, and one of whom shall be a representative of the ¹craft¹ distillery industry. To the maximum extent practicable and feasible, the members appointed from the general public shall be chosen so as to collectively provide wide geographical representation. The members appointed from the general public shall serve for terms of three years and may be reappointed and may serve until a successor has been appointed. Of the public members first appointed, the representatives of the ¹limited brewery or restricted ¹ brewery industry shall be appointed for terms of three years, the representatives of the cidery and ¹craft¹ distillery industries shall be appointed for terms of two years, and the representative of the meadery industry shall be appointed for a term of one year. A vacancy in the membership

occurring other than by expiration of a term shall be filled in the same 2 manner as the original appointment for the remainder of the unexpired The members of the advisory council shall serve without 4 compensation, but the advisory council may, within the limits of funds appropriated or otherwise made available to it, reimburse members for 6 actual expenses necessarily incurred in the discharge of their official duties.

- b. The advisory council shall organize as soon as its membership has been appointed and shall select a chairman and vice-chairman from among its members and may select a secretary, who need not be a member of the advisory council. The advisory council shall meet twice annually, and at other times as determined by the advisory council.
- c. It shall be the duty of the advisory council to assess the condition of the ¹limited brewery, restricted ¹ brewery, cidery, meadery, and ¹craft ¹ distillery industries of the State and to advise the executive director on expenditures from the account for research, development, and promotion of the New Jersey ¹limited brewery, restricted¹ brewery, cidery, meadery, and ¹craft¹ distillery industries.
- d. The advisory council is entitled to call to its assistance and avail itself of the services of such employees of any State, county or municipal department, board, bureau, commission, or agency as it may require and as may be available to it for these purposes.
- e. The advisory council shall promulgate rules and regulations subject to the approval of the Secretary of State to effectuate the purposes of P.L., c. (C.) (pending before the Legislature as this bill). The advisory council may employ, prescribe the duties, and fix and pay the compensation of such persons it may deem necessary to carry out the duties of the advisory council within the limits of available appropriations and subject to the approval of the Secretary of State.

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4. The Director of the Division of Taxation shall certify by March 1 annually to the advisory council the taxable volume of beer, cider, mead, and liquors sold by qualifying licensees during the preceding taxable year.

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5. This act shall take effect immediately.