SENATE, No. 2922 STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED SEPTEMBER 17, 2020

Sponsored by: Senator VIN GOPAL District 11 (Monmouth)

Co-Sponsored by: Senator Diegnan

SYNOPSIS

Allows certain restaurants to advertise that patrons may consume alcohol purchased off the restaurant premises; allows restaurants to charge corkage or service fee.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 10/8/2020)

S2922 GOPAL

AN ACT concerning the consumption of alcoholic beverage and 1 2 amending P.L.1999, c.90. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 5 of P.L.1999, c.90 (C.2C:33-27) is amended to read as 8 follows: 9 5. Consumption of alcohol in restaurants. 10 [No] A person who owns or operates a restaurant, dining room a. 11 or other public place where food or liquid refreshments are sold or 12 served to the general public, and for which premises a license or 13 permit authorizing the sale of alcoholic beverages for on-premises 14 consumption has not been issued shall not: 15 (1) [Shall] allow the consumption of alcoholic beverages, other 16 than wine [or], a malt alcoholic beverage, cider, or mead, in a portion 17 of the premises which is open to the public; or 18 (2) [Shall charge any admission fee or cover, corkage, or service 19 charge or advertise inside or outside of such premises that patrons may 20 bring and consume their own wine or malt alcoholic beverages in a 21 portion of the premises which is open to the public.] (Deleted by 22 amendment, P.L. , c.) (pending before the Legislature as this bill) 23 (3) [Shall] allow the consumption of wine [or], malt alcoholic beverages , cider, or mead at times or by persons to whom the service 24 25 or consumption [or] of alcoholic beverages on the licensed premises is prohibited by State or municipal law or regulation. 26 27 b. [Nothing in this act] (1) This act shall not restrict the right of 28 a municipality or an owner or operator of a restaurant, dining room, or 29 other public place where food or liquid refreshments are sold or served 30 to the general public from prohibiting the consumption of alcoholic 31 beverages on those premises. 32 (2) The owner or operator of a restaurant for which a license or 33 permit authorizing the sale of alcoholic beverages for on-premises 34 consumption has not been issued shall be entitled to: 35 (a) charge an admission fee or cover, corkage, or service charge for 36 patrons who bring and consume their own malt alcoholic beverages, 37 wine, cider, or mead on the restaurant premises; and 38 (b) advertise inside or outside of the restaurant premises that 39 patrons may bring and consume their own wine, malt alcoholic 40 beverages, cider, or mead in a portion of the premises which is open to 41 the public. 42 c. A person who violates any provision of this act is a disorderly 43 person, and the court, in addition to the sentence imposed for the 44 disorderly person violation, may by its judgment bar the owner or 45 operator from allowing consumption of wine or malt alcoholic

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

Matter underlined <u>thus</u> is new matter.

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1 beverages in his premises as authorized by this act.

2. This act shall take effect immediately.

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STATEMENT

8 This bill removes from current law the statutory provision that 9 prohibits restaurants without a liquor license from advertising that 10 their patrons may bring their own beer or wine ("BYOB") for 11 consumption on the premises. The bill also clarifies that patrons 12 may consume on the restaurant premises cider and mead in addition 13 to wine and beer. Finally, the bill allows the restaurant owners to 14 charge a service or corkage fee to patrons who bring their own beer, 15 wine, cider, or mead for consumption on the restaurant premises.

16 Under current law, a person who owns or operates a restaurant, 17 dining room, or other public place where food or liquid 18 refreshments are sold or served to the general public, but is not 19 licensed to sell alcoholic beverages for on-premises consumption, 20 may allow the consumption of wine or beer in portions of the 21 premises that are open to the public. However, the owner or 22 operator is prohibited from advertising this option inside or outside 23 of the premises. An owner or operator who violates the prohibition 24 on advertising BYOB is guilty of a disorderly persons offense, 25 which is punishable by a term of imprisonment of up to six months, 26 a fine of up to \$1,000, or both.

This bill removes the prohibition on advertising that a restaurant
is BYOB in response to a recent decision by the United States
District Court for the District of New Jersey, <u>GJJM Enterprises</u>,
<u>LLC v. City of Atlantic City</u>, holding that the State's prohibition on
BYOB advertising is an unconstitutional violation of the First
Amendment right to free speech.