LEGISLATIVE HISTORY CHECKLIST Compiled by the NJ State Law Library

NJSA: 33:1-12.40 to 33:1-12.48

(Liquor store licenses)

LAWS OF: 1991

CHAPTER: 9

Bill No:

S2707

Sponsor(s):

Costa

Date Introduced: May 21, 1990

Committee: Assembly: Judiciary

Senate:

Law, Public Safety & Defense

A mended during passage:

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Date of Passage: Assembly:

October 18, 1990

Senate:

October 1, 1990

Date of Approval: January 22, 1990

Following statements are attached if available:

Sponsor statement:

Yes

Committee Statement: Assembly: Yes

Senate:

Yes

Fiscal Note:

No

Veto Message:

Νo

Message on signing:

No

Following were printed:

Reports:

Νo

Hearings:

No

KBG/SLJ

[SECOND REPRINT] SENATE, No. 2707

STATE OF NEW JERSEY

INTRODUCED MAY 21, 1990

By Senators COSTA, FELDMAN and LIPMAN

AN	ACT	rec	quiring	g continui	ng e	education	for	certain	al	coh	olic
be	everag	ge :	retail	licensees	and	suppleme	enting	Title	33	of	the
R	evised	l St	atutes	1-							

2.2

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

- 1. The Legislature finds and declares that:
- a. The retail alcoholic beverage industry is one of the most highly regulated industries of the State, controlled by a broad array of laws enacted by the Legislature and regulations promulgated by the Director of the Division of Alcoholic Beverage Control.
- b. It is the public policy of this State, as set forth in P.L.1985, c.258 (C.33:1-3.1), to strictly regulate alcoholic beverages to protect the health, safety and welfare of its citizens, to foster moderation and responsibility in the use and consumption of alcoholic beverages, to protect the collection of State taxes imposed upon alcoholic beverages, and to protect the interest of consumers against fraud and misleading practices in the sale of alcoholic beverages.
- c. Participation in the alcoholic beverage industry as a licensee under Title 33 of the Revised Statutes is deemed a revocable privilege conditioned upon the proper and continued qualification of the licensee.
- d. Notwithstanding the degree to which retail licensees are regulated, licensees are not required to demonstrate knowledge and understanding of the laws and regulations or their social responsibilities, for the purpose of obtaining or renewing the privilege to hold a retail alcoholic beverage license.
- e. Since the alcoholic beverage industry was deregulated in 1980, market forces have ¹[disrupted] <u>impacted</u>¹ the retail industry to such an extent that a ¹[vast] <u>significant</u>¹ number of licenses have changed, and continue to change, hands and a large segment of new licensees have insufficient knowledge of their legal and social responsibilities.
- f. These disruptive market forces and the ¹[extensive transfer] numerous transfers¹ of license ¹[privileges] ownership¹ have occurred during a period of intensive legislative scrutiny of the industry, the enactment of many new laws ¹and regulations, ¹ and

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

the development of programs directed at the responsible sale and consumption of alcoholic beverages.

- g. Retail alcoholic beverage licensees should be required to ¹periodically ¹ demonstrate a knowledge and understanding of the regulations, laws, and public policies of the State impacting upon their industry before their license privileges are renewed.
 - 2. As used in this act:

"Division" means the Division of Alcoholic Beverage Control in the Department of Law and Public Safety.

"Director" means the Director of the Division of Alcoholic Beverage Control in the Department of Law and Public Safety.

- 3. ¹[No] ²[All] If the Director determines to establish an educational program pursuant to section 4 of this act, all² holders of a¹ plenary retail ¹or limited retail ¹ distribution license issued under R.S.33:1-12 ¹, or their designees pursuant to section 5 of this act, ¹ shall be ¹[renewed by the director unless the licensee has completed the] required to successfully complete the ¹ educational program prescribed in section 4 of P.L., c. (C.) (now pending before the Legislature as this bill). ¹[The director shall grant a certificate of completion to a licensee who satisfactorily completes such a program.] ¹
- 4. The director ²[shall] may, in the director's discretion, ² establish ¹[an] initial and supplemental ¹ educational ¹[program] programs ¹ for plenary retail ¹and limited retail ¹ distribution licensees ¹[. The program shall include, but not be limited, to the following topics:
- a. State law governing the alcoholic beverage industry and the purchase and consumption of alcoholic beverages, particularly Title 33 of the Revised Statutes;
 - b. Regulations promulgated by the director;
- c. Relevant municipal policies with respect to licensure, enforcement, and community standards;
- d. Federal laws and regulations governing the retail alcoholic beverage industry; and,
- e. Current social attitudes toward the use of alcoholic beverages, with attention to moderate use and the benefits thereof] and shall grant a certificate of completion when a licensee satisfactorily completes each program¹.
- 5. ¹[The director may authorize a trade association of plenary retail distribution licensees to conduct the educational program required pursuant to P.L., c. (C.) (now pending before the Legislature as this bill), and this program shall be available to all plenary retail distribution licensees. The program shall provide a minimum of eight hours of instruction.]

²[The] If an educational program is established by the director pursuant to section 4 of this act, the² director shall by regulation determine:

a. The person or persons who may attend the educational programs as designees of the licensee;

b. The dates and geographic locations at which the programs shall be offered;

- c. The penalties for failure to successfully complete the educational requirements;
- d. The curriculum for the educational programs and the instructors or lecturers who shall conduct the programs; and
- e. Registration fees to be charged licensees for attending initial and supplemental training programs. 1
- 6. ¹[The education program required pursuant to P.L. , c. (C.) (now pending before the Legislature as this bill) shall be conducted by instructors or lecturers approved by the director and shall include, but not be limited to, employees of the Attorney General, the Division of State Police, the Division of Alcoholic Beverage Control, municipal alcoholic beverage control

agencies, and public or private organizations concerned with alcohol abuse. These persons may be compensated for their time and expense in an appropriate amount determined by the director.]

In order to meet the requirement and intent of this act on the most cost effective basis, the director may contract with a non-profit educational organization chartered in this State to conduct all or part of the educational program. The registration fees collected may be used by the division to defray the cost of the programs. If the director contracts with a non-profit organization to conduct the educational programs, the programs shall be made available and reasonably accessible to all licensees. 1

7. ¹[No application for renewal of a plenary retail distribution license shall approved by a municipal licensing authority unless the licensee has completed the educational program required by P.L., c. (C.) (now pending before the Legislature as this bill) during the licensure year immediately preceding the year for which the application for renewal is made. The licensee shall submit a certificate of completion granted by the director with the renewal application.]

All plenary retail and limited retail distribution licensees shall be required to successfully complete the initial educational program within nine months of the effective date of ²[this act] regulations establishing any educational program². The director shall determine the time schedule for successful completion of supplemental training programs.¹

¹⁸. Upon application for renewal of any plenary retail or limited retail distribution license, the licensee shall present to the licensing authority the certificate of completion of the initial educational program and any supplemental programs which may have been required by the director under the time schedule established pursuant to section 7 of this act. The director shall determine penalties for failure to comply with this section. ¹

¹[8.] 9. The director shall promulgate rules and regulations necessary to effectuate the purposes of this act pursuant to the

S2707 [2R] 4

1	"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et						
2	seq.).						
3	1 [9.] $\underline{^{10.}}^{1}$ This act shall take effect immediately 1 [, and shall						
4	apply to all licensees renewing a plenary retail distribution						
5	license after the effective date] ² [but shall remain inoperative						
6	for 120 days] 2 . 1						
7							
8							
9	PUBLIC SAFETY						
10							
11	Requires educational program for liquor store licensees.						

year for which the application for renewal is made. The licensee shall submit a certificate of completion granted by the director with the renewal application.

- 8. The director shall promulgate rules and regulations necessary to effectuate the purposes of this act pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.).
- 9. This act shall take effect immediately, and shall apply to all licensees renewing a plenary retail distribution license after the effective date.

STATEMENT

 This bill requires the Director of the Division of Alcoholic Beverage Control in the Department of Law and Public Safety to establish an educational program for plenary retail distribution licensees (package store owners). Licensees would be required to complete the educational program as a condition for renewal of their licenses.

The program will include information on State laws governing the alcoholic beverage industry; regulations promulgated by the director; relevant municipal policies with respect to licensure, enforcement, and community standards; federal laws and regulations governing the retail alcoholic beverage industry and current social attitudes toward the use of alcoholic beverages.

The alcoholic beverage industry is one of the most highly regulated industries in the State, governed by a vast array of laws and regulations and requiring a high degree of social consciousness and awareness of public policy. The turnover of package store licensees has been tremendous in the last 10 years since deregulation, and far too many licensees have entered the industry with little knowledge of their legal and social responsibilities.

The program set forth in this bill is a step to educate these licensees concerning the laws, regulations, and their social responsibilities.

PUBLIC SAFETY

Requires educational program for liquor store licensees.

ASSEMBLY JUDICIARY, LAW AND PUBLIC SAFETY COMMITTEE

STATEMENT TO

[FIRST REPRINT] SENATE, No. 2707

with committee amendments

STATE OF NEW JERSEY

DATED: OCTOBER 4, 1990

The Assembly Judiciary, Law and Public Safety Committee reports favorably and with committee amendments Senate Bill No. 2707 [1R].

This bill requires the Director of the Division of Alcoholic Beverage Control in the Department of Law and Public Safety to establish an educational program for plenary retail distribution licensees (package store owners) and limited retail distribution licensees (owners of other establishments which sell limited types of packaged goods). The program set forth in this bill is a step to educate these licensees concerning the laws, regulations, and their social responsibilities. Licensees would be required to complete the educational program as a condition for renewal of their licenses.

The director, by regulation, would determine details of the program, including the curriculum, penalties for failure to attend and registration fees, and would be permitted to contract with a non-profit organization to conduct the program. Registration fees may be allocated by the director to defray the expenses of conducting the program.

As amended by the committee, implementation of the program would be at the Director's discretion.

SENATE LAW, PUBLIC SAFETY AND DEFENSE COMMITTEE

STATEMENT TO

SENATE, No. 2707

STATE OF NEW JERSEY

DATED: JUNE 25, 1990

The Senate Law, Public Safety and Defense Committee reports favorably Senate Bill No. 2707.

This bill requires the Director of the Division of Alcoholic Beverage Control in the Department of Law and Public Safety to establish an educational program for plenary retail distribution licensees (package store owners). Licensees would be required to complete the educational program as a condition for renewal of the license.

The program will include information on State laws governing the alcoholic beverage industry; regulations promulgated by the director; relevant municipal policies with respect to licensure, enforcement, and community standards; federal laws and regulations governing the retail alcoholic beverage industry; and current social attitudes toward the use of alcoholic beverages.

The program set forth in this bill is a step toward the education of these licensees about the law,, regulations, and their social responsibilities.