<< 0042427 >> THE SENATE STATE OF NEW YORK ALBANY 12247 EFRAIN GONZALEZ. JR. PLEASE RESPOND TO: 33RD SENATE DISTRICT ALBANY OFFICE ROOM 7IIB ASSISTANT MINORITY LEADER FOR LEGISLATIVE OFFICE BUILDING POLICY AND ADMINISTRATION ALBANY, NEWYORIK 12247 RANKING MINORITY MEMBER 518-455-3395 COMMERCE. ECONOMIC DEVELOPMENT FAX 518-426-6858 & SMALL BUSINESS DISTRICT OFFICE COMMITI'EES 1780 GRAND CONCOURSE BANKS BRONX, NEW YORK 10457-5500 CITIES 718-299-7905 FAX 718-583-8249 FINANCE HOUSING CONSTRUCTION & COMMUNITY DEVELOPMENT INTERNET ADDRESS INSURANCE GONZALEZ@SENATE.STATE.NY.US

Chief, Regulations and Procedures Division Alcohol and Tobacco Tax and Trade Bureau P.O. Box 50221 Washington, DC 20091-0221

Dear Sir or Madam:

TOURISM. RECREATION & SPORTS DEVELOPMENT October 1, 2003

LABOR

As a member of the New York State Senate, I am writing to express my support for the rule proposed by the United States Treasury's Alcohol and Tobacco Tax and Trade Bureau, with regard to flavored malt beverages (2001R-136P).

This action, by the Tax and Trade Bureau, gives us an important clarification of federal alcohol beverage categories. The debate surrounding the proposed standard poses important issues for the stability of the retail licensing system and the marketplace overall.

This standard appears to be the most efficient means of addressing the concerns of both state and federal officials. If this staildard is adopted it will maintain an orderly marketplace, meet consumer expectations for consistent products and help sustain the long term development of product category. Furthermore, these reformulated products will be consistent with sales tax, license and distribution laws which will allow wholesalers and retailers to continue to distribute, sell and market flavored malt beverages as they currently do.

Lacking a national standard within the existing laws and regulations, manufacturers, retailers and wholesalers will face laws and regulations where the same product may be sold as beer in one state and as a distilled spirit in another. Clearly, this sets the stage for misunderstanding and inconsistency. -.

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There may be those who have concerns regarding the ability of manufacturers to produce flavored malt beverage products in accordance with the new proposal. However, brewers have already demonstrated the expertise and technical ability to brew these products under the new federal standard. The flavored malt beverage products that look and taste the same will be available to wholesalers and retailers in all states without interruption or discemable difference in taste for consumers.

It is my pleasure to have taken this opporturuty to express my support for the proposal made by the Tax and Trade Bureau. Thank you for your attention and interest.

Sincerely,

Efrain Gonzalez, Jr.
Member, New York State Senate