

AGENDA ITEM NO. 8(a)(i)

California State Relations Update

Tim Schmelzer – Vice President, California State Relations

Recycling - Bottle Bill



SB 1013 (Wine/Spirits in Bottle Bill):

- Containers: 2023, Labeling: 2024
- All wine containers included (Bag-in-Box)

Amendments to come:

- Implementation Date Delay
- Tasting Room Containers
- Processing Fee for New Container Types

Recycling - EPR



SB 54

- Mandate on PRO
- All material types
- CRV Exempt
- Fee set by PRO
- Limited CalRecycle authority
- Penalty \$50k/producer
- 25% plastic weight reduction

Initiative

- Mandate on Producer
- Plastics Only
- No CRV Exemption
- Fee set by CalRecycle
- CalRecycle could ban products
- Penalty \$50k/violation
- Cap on total plastic packaging

ABC Legislation



SB 620 (Allen) – Distilled Spirits DTC

- 150,000 Gallon Capacity Cap
- Ban on Fulfillment Houses
- Ban on Common Carriers Using Contracted Drivers

SB 1198 (McGuire) – Beer DTC

• Limitations on Use of Certain Contracted Drivers

SB 846 (Dodd) – "Cocktails To-Go"

- Allow for Deliveries Under Certain Conditions
- Specific Exemption for Winery DTC



Other Legislation



Winery Excise Tax Data:

SB 518 (Laird) – Winegrower Excise Tax Data

Labor Bills Remaining:

- SB 1162 (Limón) Pay Data Public Disclosure
- AB 2183 (Stone) Card Check
- AB 2243 (E. Garcia) Heat Illness and Wildfire Smoke
- SB 1044 (Durazo) Worker Health & Safety

Wildfire Issues



State Budget:

- WI is sponsoring a \$5 million request for wine and winegrape smoke exposure research funding.
- \$21 billion of funding has been set aside in budget to address climate and wildfire issues.

West Coast Smoke Exposure Task Force:

Noelle Cremers sits on Steering Committee. CA Priorities have been adopted into their research road map.

Insurance: FAIR Plan now applies to winery properties, CDI attempting to increase coverage. Regulations to recognize wildfire risk reduction efforts in progress.

Drought Issues



Executive Order

- Prohibits local agencies from permitting new wells without approval from Groundwater Sustainability Agency.
- Prohibits the irrigation of "non-functional turf" in commercial, industrial, and institutional settings.

AB 2201 (Bennett)

• Would prohibit the issuance of a groundwater well permit without approval from the groundwater sustainability agency.