SENATE BILL 5260

State of Washington 64th Legislature 2015 Regular Session

By Senators Honeyford and Hewitt

1 AN ACT Relating to exempting cider makers from the wine 2 commission assessment; amending RCW 66.24.215; creating a new 3 section; providing an effective date; and declaring an emergency.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

<u>NEW SECTION.</u> 5 Sec. 1. The legislature finds that the commodity 6 assessment authorized in RCW 66.24.215 is applied to makers of cider as defined in RCW 66.24.210 but by definition is focused on the 7 marketing and support of vinifera wine grape growers and vinifera 8 9 wine producers. The rapid growth and strong market potential of the 10 Washington cider industry require marketing efforts that are focused 11 on cider products as a unique beverage category. The legislature 12 intends to allow cider makers to support their own marketing efforts, 13 which will benefit the cider industry by exempting them from an 14 assessment that primarily supports vinifera wine.

15 **Sec. 2.** RCW 66.24.215 and 1988 c 257 s 7 are each amended to 16 read as follows:

(1) To provide for permanent funding of the wine commission after July 1, 1989, agricultural commodity assessments ((shall)) <u>must</u> be levied by the board on wine producers and growers as follows:

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(a) Beginning on July 1, 1989, the assessment on wine producers
 ((shall be)) is two cents per gallon on sales of packaged Washington
 wines.

4 (b) Beginning on July 1, 1989, the assessment on growers of
5 Washington vinifera wine grapes ((shall be)) is levied as provided in
6 RCW 15.88.130.

7 (c) After July 1, 1993, assessment rates under subsection (1)(a) 8 of this section may be changed pursuant to a referendum conducted by 9 the Washington wine commission and approved by a majority vote of 10 wine producers. The weight of each producer's vote ((shall)) <u>must</u> be 11 equal to the percentage of that producer's share of Washington 12 vinifera wine production in the prior year.

(d) After July 1, 1993, assessment amounts under subsection (1)(b) of this section may be changed pursuant to a referendum conducted by the Washington wine commission and approved by a majority vote of grape growers. The weight of each grower's vote ((shall)) <u>must</u> be equal to the percentage of that grower's share of Washington vinifera grape sales in the prior year.

19 (e) After July 1, 2015, the assessment amounts under this section 20 may not be levied on the production of cider as defined in RCW 21 <u>66.24.210.</u>

(2) Assessments collected under this section ((shall)) must be
 disbursed quarterly to the Washington wine commission for use in
 carrying out the purposes of chapter 15.88 RCW.

25 (3) Prior to July 1, 1996, a referendum ((shall)) must be 26 conducted to determine whether to continue the Washington wine commission as representing both wine producers and grape growers. The 27 voting ((shall)) may not be weighted. The wine producers ((shall)) 28 29 must vote whether to continue the commission's coverage of wineries and wine production. The grape producers ((shall)) must vote whether 30 31 to continue the commission's coverage of issues pertaining to grape growing. If a majority of both wine and grape producers favor the 32 continuation of the commission, the assessments ((shall)) must 33 continue as provided in subsection (2)(b) and (d) of this section. If 34 only one group of producers favors the continuation, the assessments 35 36 ((shall)) may only be levied on the group which favored the continuation. 37

38 <u>NEW SECTION.</u> **sec. 3.** This act is necessary for the immediate 39 preservation of the public peace, health, or safety, or support of

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- 1 the state government and its existing public institutions, and takes
- 2 effect July 1, 2015.

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