CITY OF BALTIMORE COUNCIL BILL 10-0236R (Resolution)

Introduced by: Councilmembers Conaway, Clarke, Middleton, Branch, Curran, Henry

Introduced and read first time: December 6, 2010

Assigned to: Health Committee

REFERRED TO THE FOLLOWING AGENCIES: Baltimore City Board of Liquor License

Commissioners, Health Department

A RESOLUTION ENTITLED

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A Council	RESOLUTION	concerning

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Informational Hearing – Baltimore City Liquor License Board – Federal Recall of Certain Caffeinated Alcoholic Beverages

For the purpose of requesting the Baltimore City Board of Liquor License Commissioners and the Baltimore City Health Commissioner to report to the City Council on measures in place to ensure that certain caffeinated alcohol drinks are not sold in bars, are removed from inventory in package good stores and other liquor retailers, and are generally unavailable throughout Baltimore City.

9 Recitals

On November 17, 2010, the U.S. Federal Food and Drug Administration (FDA) sent letters to four makers of caffeinated alcoholic beverages warning that the caffeine added to their malt alcoholic beverages is an "unsafe food additive" and that further action, including seizure of their products, is possible under federal law. The companies receiving Warning Letters and their products are:

- Charge Beverages Corp.: Core High Gravity HG, Core High Gravity HG Organe, and Lemon Lime Spiked,
- New Century Brewing Co., LLC: Moonshot,
- Phusion Projects, LLC (Doing business as Drink Four Brewing Co.) Four Loko, and
- United Brands Company, Inc.: Joose and Max.

In the letters, the FDA stated specific concerns about the safety of such drinks, particularly when consumed by young adults:

- Studies suggest that the combined effects of caffeine and alcohol may lead to
 hazardous and life-threatening situations because caffeine counteracts some, but not
 all, of alcohol's diverse effects. One study showed that the mixture reduced subjects'
 perception of intoxication but did not improve diminished motor coordination or
 slower visual reaction times.
- Because caffeine alters the perception of alcohol intoxication, the consumption of pre-mixed products may result in higher amounts of alcohol consumed per drinking occasion, a situation that is particularly dangerous to naive drinkers.

EXPLANATION: <u>Underlining</u> indicates matter added by amendment.

Strike out indicates matter deleted by amendment.

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The action taken by the FDA follows years of growing concern publicly expressed by officials in Maryland and other states. Our Attorney General joined Attorneys General from 28 states in a May 2007 letter to a leading manufacturer citing serious health concerns that caffeinated energy drinks combined with alcohol pose significant health and safety risks particularly to young people. In June 2008, 11 states, including Maryland, reached an agreement with another manufacturer that resulted in a nationwide discontinuance of two popular pre-mixed alcoholic energy drinks.

The success of the National Association of Attorneys General Youth Access to Alcohol Committee in getting the two leading manufacturers of alcoholic energy drinks to cease production was offset by other manufacturers quickly filling the void left in the marketplace with products packaged in larger volume containers and containing a higher percentage of alcohol. The failure of these companies to prove to the FDA's satisfaction the safety of their products gave rise to the latest regulatory action.

In addition to the actions taken by the FDA, Maryland's ongoing struggle to make caffeinated energy drinks unavailable to the public has been endorsed by the Maryland State Licensed Beverage Association and the Maryland Beer Wholesalers Association. In response to requests from the Attorney General, State Comptroller, and the Secretary of Health and Mental Hygiene, both associations asked their members to "voluntarily halt the distribution and sale of infused caffeinated alcoholic beverages."

Most recently, the Baltimore City Health Commissioner banned the sale of alcoholic beverages containing caffeine in the City, effective Thursday, December 2, at 5:00 p.m.. The prohibition and notice to remove a health nuisance applies to the following commercially available products: Core High Gravity HG Green, Core High Gravity HG Orange, Lemon Lime Core Spiked, Moonshot, Four Loko, Joose and Max. Official notice was sent out on November 30 to 566 licensed facilities to stop the sale and/or distribution of those and similar products. Failure to comply with the order is a misdemeanor and, if convicted, violators will be subject to a fine of up to \$1,000.00 for each offense.

Given the regulatory action by the FDA, the voluntary compliance of the trade associations, and the order of the Health Commissioner, caffeinated alcoholic beverage drinks should no longer be available in the City or the State. The question remains, however, how will their unavailability be assured?

As the agency of the State responsible for regulating the sale, storage, and distribution of alcoholic beverages in Baltimore City, we look to the Board of Liquor License Commissioners for answers in consort with the Health Commissioner who has determined that "in addition to initiating criminal prosecution or other legal enforcement proceedings" the Commissioner "may secure personnel to remove the nuisance items from the shelves of retail establishments".

Now, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF BALTIMORE, That the Baltimore City Board of Liquor License Commissioners and the Baltimore City Health Commissioner are requested to report to the City Council on measures in place to ensure that certain caffeinated alcohol drinks are not sold in bars, are removed from inventory in package good stores and other liquor retailers, and are generally unavailable throughout Baltimore City.

AND BE IT FURTHER RESOLVED, That a copy of this Resolution be sent to the Mayor, the Maryland Attorney General, the State Comptroller, the Members of the Baltimore City Board of

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