By: Creighton

S.B. No. 1760

A BILL TO BE ENTITLED

1	AN ACT
2	relating to product tastings of alcoholic beverages on certain
3	permitted premises.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 14, Alcoholic Beverage Code, is amended
6	by adding Section 14.07 to read as follows:
7	Sec. 14.07. PRODUCT TASTINGS. (a) The holder of a
8	distiller's and rectifier's permit or the agent or employee of the
9	holder of a distiller's and rectifier's permit may:
10	(1) conduct distilled spirits samplings, including
11	product tastings of distilled spirits, on the premises of the
12	holder of:
13	(A) a package store permit;
14	(B) a mixed beverage permit; or
15	(C) a private club registration permit; and
16	(2) open, touch, or pour distilled spirits, make a
17	presentation, or answer questions at a distilled spirits sampling
18	or product tasting.
19	(b) The distilled spirits used for a distilled spirits
20	sampling or product tasting under Subsection (a) may be provided
21	from the distiller's and rectifier's permit holder's inventory if:
22	(1) the distilled spirits are legally transported to
23	the premises where the sampling or product tasting is to be
24	conducted;

S.B. No. 1760 1 (2) the distilled spirits are ordinarily offered for 2 sale by the holder of the distiller's and rectifier's permit; 3 (3) the holder of the distiller's and rectifier's permit pays the taxes owed under Chapter 183, Tax Code, on the 4 distilled spirits used for the sampling or product tasting; and 5 6 (4) except as provided by Subsection (d), the person 7 who conducts the sampling or product tasting complies with the requirements of Section 52.01 for conducting a product tasting 8 9 under that section. (c) Before an agent or employee of a holder of a distiller's 10 and rectifier's permit conducts a distilled spirits sampling or 11 product tasting under this section, the holder of the distiller's 12 13 and rectifier's permit or the permit holder's agent or employee shall provide to the permit holder for the premises where the 14 sampling or product tasting is to be conducted written notice that 15 16 the agent or employee maintains a seller server certificate as defined by 16 T.A.C. Section 50.2. 17 18 (d) To the extent of a conflict between this section and Section 52.01, this section controls. 19 20 SECTION 2. Section 15.01, Alcoholic Beverage Code, is amended to read as follows: 21 22 Sec. 15.01. AUTHORIZED ACTIVITIES. The holder of а distiller's agent's permit may: 23 distiller's 24 (1) represent the holder of а and 25 rectifier's permit; (2) solicit and take orders from a holder of 26 а 27 wholesaler's permit for the sale of distilled spirits manufactured

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1 by the permit holder represented by the agent; and

2 (3) conduct free distilled spirits tastings for
3 consumers on the premises of the holder of a package store permit,
4 <u>mixed beverage permit, or private club registration permit</u>.

5 SECTION 3. Sections 22.10 and 22.11, Alcoholic Beverage 6 Code, are amended to read as follows:

Sec. 22.10. OPENING CONTAINERS PROHIBITED. Except as authorized under Section <u>14.07 or</u> 52.01 [of this code], no person may break or open a container containing liquor or beer or possess an opened container of liquor or beer on the premises of a package store.

Sec. 22.11. CONSUMPTION ON PREMISES PROHIBITED. Except as authorized under Section <u>14.07 or</u> 52.01, no person may sell, barter, exchange, deliver, or give away any drink or drinks of alcoholic beverages from a container that has been opened or broken on the premises of a package store.

SECTION 4. Sections 28.06(a) and (c), Alcoholic Beverage 8 Code, are amended to read as follows:

(a) Except as provided by Section 14.07, no [No] holder of a mixed beverage permit, nor any officer, agent, or employee of a holder, may possess or permit to be possessed on the premises for which the permit is issued any alcoholic beverage which is not covered by an invoice from the supplier from whom the alcoholic beverage was purchased.

(c) <u>Except as provided by Section 14.07, no</u> [No] holder of a mixed beverage permit, nor any officer, agent, or employee of a holder, may knowingly possess or permit to be possessed on the

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1 licensed premises any alcoholic beverage which is not covered by an 2 invoice from the supplier from whom the alcoholic beverage was 3 purchased.

4 SECTION 5. Section 28.15(a), Alcoholic Beverage Code, is 5 amended to read as follows:

6 (a) <u>Except as provided by Section 14.07, a</u> [A] mixed 7 beverage permittee may not possess or permit a person to possess on 8 the premises distilled spirits in any container that does not bear a 9 serially numbered identification stamp issued by the commission or 10 other identification approved by the commission.

SECTION 6. Section 32.15, Alcoholic Beverage Code, is amended to read as follows:

Sec. 32.15. REMOVAL OF BEVERAGES FROM PREMISES. A private club, irrespective of location or system of storage of alcoholic beverages, may not permit any person to remove any alcoholic beverages from the club premises, except as authorized by [Subsection (b) of] Section 28.10(b) or for the purpose of removing unused inventory the person brought onto the premises under Section 14.07(b) [28.10 of this code].

20 SECTION 7. Section 32.20(a), Alcoholic Beverage Code, is 21 amended to read as follows:

(a) Except as provided by Section 14.07, a [A] private club
 registration permittee may not possess or permit a person to
 possess on the premises distilled spirits in any container that
 does not bear a serially numbered identification stamp issued by
 the commission or other identification approved by the commission.
 SECTION 8. Sections 52.01(b) and (c), Alcoholic Beverage

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1 Code, are repealed.

2 SECTION 9. This Act takes effect September 1, 2017.