By: Krusee, et al. (Senate Sponsor - Whitmire) H.B. No. 1199
(In the Senate - Received from the House April 25, 2003;
April 28, 2003, read first time and referred to Committee on
Business and Commerce; May 8, 2003, reported adversely, with
favorable Committee Substitute by the following vote: Yeas 8,
Nays 0; May 8, 2003, sent to printer.)

1-7 COMMITTEE SUBSTITUTE FOR H.B. No. 1199

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## A BILL TO BE ENTITLED AN ACT

1-10 relating to local option elections for the sale of alcoholic 1-11 beverages; providing a criminal penalty.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 11.37, Alcoholic Beverage Code, is amended by adding Subsection (c) to read as follows:

(c) Once a permit is issued, the certification that the location or address is in a wet area may not be changed until after a subsequent local option election to prohibit the sale of alcoholic beverages.

SECTION 2. Section 61.37, Alcoholic Beverage Code, is amended by adding Subsection (c) to read as follows:

(c) Once a license is issued, the certification that the location or address is in a wet area may not be changed until after a subsequent local option election to prohibit the sale of alcoholic beverages.

SECTION 3. Section 251.03, Alcoholic Beverage Code, is amended to read as follows:

Sec. 251.03. APPLICATION FOR PETITION. If 10 or more qualified voters of any county, justice precinct, or incorporated city or town file a written application and provide proof of publication in a newspaper of general circulation in that political subdivision, the county clerk of the county shall issue to the applicants a petition to be circulated among the qualified voters of that political subdivision for the signatures of those qualified voters in the area who desire that a local option election be called in that area for the purpose of determining whether the sale of alcoholic beverages of one or more of the various types and alcoholic contents shall be prohibited or legalized in the political subdivision. Not later than the fifth day after the date the petition is issued, the county clerk shall notify the commission and the secretary of state that the petition has been issued.

SECTION 4. Section 251.07, Alcoholic Beverage Code, is amended to read as follows:

Sec. 251.07. HEADING AND STATEMENT ON PETITION TO PROHIBIT. Each page of the [The] petition for a local option election seeking to prohibit the sale of alcoholic beverages of one or more of the various types and alcoholic contents shall be headed "Petition for Local Option Election to Prohibit." The petition shall contain a statement just ahead of the signatures of the petitioners, as follows: "It is the hope, purpose and intent of the petitioners whose signatures appear hereon to see prohibited the sale of alcoholic beverages referred to in the issue set out above." The petition must clearly state the issue to be voted on, and that issue must be one of those issues set out in Section 251.14 of this code.

SECTION 5. Section 251.08, Alcoholic Beverage Code, is amended to read as follows:

Sec. 251.08. HEADING AND STATEMENT ON PETITION TO LEGALIZE. Each page of the [The] petition for a local option election seeking to legalize the sale of alcoholic beverages of one or more of the various types and alcoholic contents shall be headed "Petition for Local Option Election to Legalize." The petition shall contain a statement just ahead of the signatures of the petitioners, as follows: "It is the hope, purpose and intent of the petitioners

C.S.H.B. No. 1199

whose signatures appear hereon to see legalized the sale of alcoholic beverages referred to in the issue set out above." The petition must clearly state the issue to be voted on, and that issue must be one of those issues set out in Section 251.14 of this code.

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SECTION 6. Subchapter A, Chapter 251, Alcoholic Beverage Code, is amended by adding Section 251.081 to read as follows:

Sec. 251.081. OFFENSE: MISREPRESENTATION OF PETITION. A person commits an offense if the person misrepresents the purpose or effect of a petition issued under this chapter. An offense under this section is a Class B misdemeanor.
SECTION 7. Section 251.10, A

Alcoholic Beverage Code, amended to read as follows:

Sec. 251.10. VERIFICATION OF PETITION. (a) The registrar of voters of the county shall check the names of the signers of petitions and the voting precincts in which they reside to determine whether the signers of the petition were qualified voters of the county, justice precinct, or incorporated city or town at the time the petition was issued. The political subdivision may use a statistical sampling method to verify the signatures. On written request from a citizen in the political subdivision for which an election is sought, the political subdivision shall verify each signature on the petition. The citizen making the request shall pay the reasonable cost of the verification. The registrar shall certify to the commissioners court the number of qualified voters certify to the commissioners court the number of qualified voters signing the petition.

(b)  $\frac{A}{A}$  petition [No] signature may not be counted unless the signature [, either by the registrar or commissioners court, where there is reason to believe that:

[<del>(1) it</del>] is [not] the actual signature of the purported signer and the petition:
(1) contains in addition to the signature:

(A) the signer's printed name;

the signer's date of birth; (B)

(C) if the territory from which signatures must be obtained is situated in more than one county, the county of registration;

the signer's residence address; and (D)

(E) the date of signing; and

complies with any other applicable requirements (2)

prescribed by law[+ voter registration certificate number is not correct;

[(3) the voter registration certificate number is not handwriting of the signer; in the actual

[(4) it is a duplication either of a name or of used in any other signature on the petition;

(5) the residence address of the signer in the actual handwriting of the signer;

 $[\frac{(6)}{}]$ the name of the voter is not signed exactly the official copy of the current list of registered voters for the voting year in which the petition is issued].

(c) The use of ditto marks or abbreviations does not invalidate a signature if the required information is reasonably ascertainable.

(d) The omission of the state from the signer's residence address does not invalidate a signature unless the political subdivision from which the signature is obtained is situated in more than one state. The omission of the zip code from the address

does not invalidate a signature.

(e) The signature is the only entry on the petition that is required to be in the signer's handwriting.

(f) A signer may withdraw the signer's signature by deleting the signature from the petition or by filing with the registrar of voters an affidavit requesting that the signature be withdrawn from the petition. A signer may not withdraw the signature from a petition on or after the date the petition is received by the registrar of voters. A withdrawal affidavit filed by mail is considered to be filed at the time of its receipt by the registrar of voters. The withdrawal of a signature nullifies the signature on

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C.S.H.B. No. 1199
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the petition and places the signer in the same position as if the signer had not signed the petition.

SECTION 8. Section 251.11, Alcoholic Beverage Code, amended by amending Subsection (a) and adding Subsection (d) to read as follows:

(a) The [Except as provided by Subsection (b) or (c), the commissioners court, at its next regular session on or after the 30th day after the date the petition is filed, shall order a local option election to be held on the issue set out in the petition if the petition is filed with the registrar of voters not later than the 60th day [30 days] after the date the petition [it] is issued the actual handwriting of the signers the following: and bears [in

 $[\frac{1}{1}]$  the actual signatures of a number of qualified voters of the political subdivision equal to:

(1) 35 percent of the registered voters in the subdivision for a ballot issue that permits voting for or against:

(A) "The legal sale of all alcoholic beverages for off-premise consumption only.";

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(B) "The legal sale of all alcoholic beverages, except mixed beverages.";

"The (C) <u>legal sale of all alcoh</u>olic beverages including mixed beverages."; or

(D) "The legal sale of mixed beverages.";

- (2) 25 percent of the registered voters in the subdivision who voted in the most recent general election for a ballot issue that permits voting for or against "The legal sale of wine on the premises of a holder of a winery permit."; or
- (3) 35 percent of the registered voters subdivision who voted in the most recent gubernatorial election for an election on any other ballot issue [a notation showing residence address of each of the signers; and

 $[\frac{(3)}{}]$ each signer's voter registration certificate

(d) Voters whose names appear on the list of registered voters with the notation "S," or a similar notation, shall be excluded from the computation of the number of registered voters of a particular territory.

SECTION 9. Section 251.18, Alcoholic Beverage Code, amended to read as follows:

Sec. 251.18. ELECTION IN CERTAIN CITIES AND TOWNS. This section applies only to an election to permit or prohibit the legal sale of alcoholic beverages of one or more of the various types and alcoholic contents[+

[<del>(1) mixed beverages by a food</del> and <del>beverage</del> certificate holder] in an incorporated city or town that is located in more than one county[; or

[(2) beer and wine in an incorporated city or town that beer and wine sales on September 1, does not permit located in:

two counties:

[(i) that each have a population of at least

250,000 but not more than one million; and

(ii) one of which

with a population of 125,000 or more; or [<del>(B)</del> three counties:

[(i) that each have a population of not more

than 300,000; and

(ii) one of which contains a city or town with a population of 20,000 or more].

(b) An election to which this section applies shall be conducted by the city or town instead of the county. For the purposes of an election conducted under this section, a reference in this code [in this subchapter and Subchapters B and C]:

(1) [a reference] to the county is considered to refer to the city or town;

(2) [a - reference] to the commissioners court is considered to refer to the governing body of the city or town;

(3) [a reference] to the county clerk or registrar of voters is considered to refer to the secretary of the city or town

C.S.H.B. No. 1199

or, if the city or town does not have a secretary, to the person performing the functions of a secretary of the city or town; and

(4) [a reference] to the county judge is considered to refer to the mayor of the city or town or, if the city or town does not have a mayor, to the presiding officer of the governing body of the city or town.

(c) The city or town shall pay the expense of the election.

(d) An action to contest the election under Section 251.55 may be brought in the district court of any county in which the city or town is located.

SECTION 10. Section 251.31(b), Alcoholic Beverage Code, is amended to read as follows:

(b) The votes shall be counted [after the polls are closed] and the report of the election submitted to the commissioners court within 24 hours after the closing of the polls.

SECTION 11. Section 251.35(c), Alcoholic Beverage Code, is amended to read as follows:

(c) Election watchers may be appointed in accordance with general law[, but they must be qualified voters of the election precinct where they serve].

SECTION 12. Sections 251.11(b), 251.19, 251.32, 251.33, 251.35(a), and 251.36, Alcoholic Beverage Code, and Section 251.11(c), Alcoholic Beverage Code, as added by Chapters 1001 and 1062, Acts of the 77th Legislature, Regular Session, 2001, are repealed.

SECTION 13. The changes in law made by this Act apply only to a local option election for which an application for a petition is filed on or after the effective date of this Act. A local option election for which an application for a petition is filed before the effective date of this Act is governed by the law in effect immediately before that date, and that law is continued in effect for that purpose.

SECTION 14. An application for a permit to upgrade from the sale of beer and wine to the sale of mixed beverages that was pending certification under Section 11.37, Alcoholic Beverage Code, before May 1, 2003, for an area for which a permit was issued for the sale of mixed beverages and in which a local option election to prohibit the sale of alcoholic beverages was not held subsequent to the date of the original application for the upgrade and before May 1, 2003, may be resubmitted, if necessary, regardless of any previous action taken on the application. The application shall be certified under Section 11.37, Alcoholic Beverage Code, if the application otherwise meets the requirements prescribed by applicable law. This section expires September 1, 2004.

SECTION 15. This Act takes effect September 1, 2003.

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