By: Brimer S.B. No. 1255

A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to the number of alcoholic beverage licenses that may be
- 3 issued for a single location.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Chapter 12, Alcoholic Beverage Code, is amended
- 6 by adding Section 12.06 to read as follows:
- 7 Sec. 12.06. USE OF FACILITIES. (a) The holder of a
- 8 brewer's permit may contract with another holder of a brewer's
- 9 permit for the use of brewing facilities or to provide brewing
- 10 services.
- 11 (b) The holder of a brewer's permit is not required to own
- 12 <u>its brewing facilities.</u>
- 13 <u>(c) More than one brewer's permit may be issued for a single</u>
- 14 premises.
- 15 SECTION 2. Chapter 13, Alcoholic Beverage Code, is amended
- 16 by adding Section 13.04 to read as follows:
- 17 Sec. 13.04. USE OF FACILITIES. (a) The holder of a
- 18 nonresident brewer's permit may contract with another holder of a
- 19 nonresident brewer's permit for the use of brewing facilities or to
- 20 provide brewing services.
- 21 (b) The holder of a nonresident brewer's permit is not
- 22 required to own its own brewing facilities.
- (c) More than one nonresident brewer's permit may be issued
- 24 for a single premises.

S.B. No. 1255

- 1 SECTION 3. Section 61.41, Alcoholic Beverage Code, is
- 2 amended to read as follows:
- 3 Sec. 61.41. SECOND LICENSE AT SAME LOCATION; EFFECT ON
- 4 EXISTING LICENSE. (a) Except as provided by Subsection (d), no [No]
- 5 license may be issued for a premises, location, or place of business
- 6 for which a license is in effect unless the holder of the existing
- 7 license has shown to the satisfaction of the commission that the
- 8 license holder [he] will no longer exercise any privilege granted
- 9 by the existing license at that location.
- 10 $\underline{\text{(b)}}$ If the holder of the existing license desires to
- 11 transfer the license to another location, the license holder [he]
- 12 may apply for a transfer of location in accordance with this code.
- 13 (c) If the holder of the existing license has made a
- 14 declaration required by the commission that $\underline{\text{the license holder}}$ [he]
- 15 will no longer use the license, the license holder [he] may not
- 16 manufacture or sell beer or possess it for the purpose of sale until
- 17 the license has been reinstated. The holder may apply to the county
- 18 judge for the reinstatement of the [his] license in the same manner
- 19 and according to the same procedure as in the case of an original
- 20 license application. The county judge or the commission or
- 21 administrator may deny reinstatement of the license for any cause
- for which an original license application may be denied.
- 23 (d) More than one manufacturer's or nonresident
- 24 manufacturer's license may be issued for a single premises if the
- 25 license holder for the premises has contracted with a holder of a
- 26 manufacturer's or nonresident manufacturer's license to use the
- 27 premises for manufacturing purposes or to provide manufacturing

- 1 <u>services.</u>
- 2 SECTION 4. Section 62.03(a), Alcoholic Beverage Code, is
- 3 amended to read as follows:
- 4 (a) Except as provided by Section 62.14, each [Each]
- 5 applicant for a manufacturer's license shall file with an [his]
- 6 application a sworn statement that $\underline{\text{the applicant}}$ [$\underline{\text{he}}$] will be
- 7 engaged in the business of brewing and packaging beer in this state
- 8 [$\frac{\text{Texas}}{\text{of quantities}}$] in quantities sufficient to make $\frac{\text{the applicant's}}{\text{of his}}$]
- 9 operation [that of] a bona fide brewing manufacturer within three
- 10 years of the issuance of $\underline{\text{the}}$ [his] original license. If the
- 11 applicant is a corporation, the statement must be signed by one of
- its principal officers. The county judge may [shall] not approve an
- 13 application unless it is accompanied by the required sworn
- 14 statement.
- 15 SECTION 5. Chapter 62, Alcohol Beverage Code, is amended by
- adding Section 62.14 to read as follows:
- 17 Sec. 62.14. USE OF FACILITIES. The holder of a
- 18 manufacturer's license may contract with another holder of a
- 19 manufacturer's license for the use of manufacturing facilities or
- 20 to provide manufacturing services. The holder of a manufacturer's
- 21 license is not required to own its manufacturing facilities.
- 22 SECTION 6. Chapter 63, Alcoholic Beverage Code, is amended
- 23 by adding Section 63.05 to read as follow:
- Sec. 63.05. USE OF FACILITIES. The holder of a nonresident
- 25 manufacturer's license may contract with another holder of a
- 26 nonresident manufacturer's license for the use of manufacturing
- 27 facilities or to provide manufacturing services. The holder of a

S.B. No. 1255

- 1 nonresident manufacturer's license is not required to own its
- 2 <u>manufacturing facilities.</u>
- 3 SECTION 7. This Act takes effect immediately if it receives
- 4 a vote of two-thirds of all the members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution. If this
- 6 Act does not receive the vote necessary for immediate effect, this
- 7 Act takes effect September 1, 2005.