By: Eissler H.B. No. 411

Substitute the following for H.B. No. 411:

By: Thompson C.S.H.B. No. 411

A BILL TO BE ENTITLED

AN ACT

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- 2 relating to requiring the registration of certain containers of 3 alcoholic beverages; providing criminal penalties.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Title 4, Alcoholic Beverage Code, is amended by 6 adding Chapter 111 to read as follows:

7 CHAPTER 111. KEG REGISTRATION

- 8 Sec. 111.01. DEFINITION. In this chapter, "keg" means a
- 9 container that is designed to:
- 10 (1) hold four gallons or more of an alcoholic
- 11 beverage; and

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- 12 (2) dispense the alcoholic beverage directly from the
- container for purposes of consumption.
- Sec. 111.02. APPLICABILITY. This chapter applies only to a
- 15 keg sold by a retailer to an ultimate consumer.
- Sec. 111.03. KEG REGISTRATION LABEL REQUIRED. (a) A
- 17 license or permit holder may not sell an alcoholic beverage in a keg
- 18 for off-premises consumption unless the license or permit holder
- 19 affixes a keg registration label to the keg before the purchaser
- 20 <u>takes possession of</u> the keg.
- 21 (b) The keg registration label must include:
- 22 (1) a keg registration number;
- 23 (2) the name, address, telephone number, and license
- or permit number of the license or permit holder; and

1	(3) any other information required by the commission.							
2	(c) The commission shall prescribe and furnish keg							
3	registration labels.							
4	Sec. 111.04. KEG REGISTRATION DECLARATION AND RECEIPT FORM							
5	REQUIRED. (a) Before a license or permit holder sells an alcoholic							
6	beverage in a keg for off-premises consumption, the license or							
7	permit holder shall require the purchaser to complete a keg							
8	registration declaration and receipt form.							
9	(b) The keg registration declaration and receipt form must							
10	<pre>contain:</pre>							
11	(1) the name and address of the purchaser;							
12	(2) the keg registration number;							
13	(3) the date and time of the purchase;							
14	(4) the form of identification presented by the							
15	purchaser;							
16	(5) a statement signed by the purchaser indicating							
17	that the purchaser:							
18	(A) is 21 years of age or older;							
19	(B) does not intend to allow persons under 21							
20	years of age to consume the alcoholic beverage purchased; and							
21	(C) will not remove or obliterate or allow the							
22	removal or obliteration of the registration label affixed to the							
23	keg; and							
24	(6) any other information required by the commission.							
25	(c) A purchaser who obtains alcoholic beverages in more than							
26	one keg from a license or permit holder on the same date in a single							
27	transaction may complete one keg registration declaration and							

- C.S.H.B. No. 411
- 1 receipt form for all kegs purchased in the single transaction. In a
- 2 single transaction each keg may be listed on the same keg
- 3 registration declaration and receipt form.
- 4 (d) The license or permit holder shall verify the
- 5 information provided by the purchaser under Subsection (b)(1) with
- 6 a form of identification as prescribed by commission rule.
- 7 <u>(e) The commission shall prescribe and furnish the keg</u>
- 8 registration declaration and receipt form required by this section.
- 9 Sec. 111.05. RECORDKEEPING. (a) A license or permit holder
- shall maintain for a period of one year an accurate record of all
- 11 keg registration declaration and receipt forms and other
- documentation relating to the license or permit holder's sale of an
- 13 alcoholic beverage in a keg for off-premises consumption, including
- 14 the keg registration <u>label</u>, at the place of business designated in
- 15 the license or permit.
- 16 (b) The license or permit holder shall make the records
- 17 relating to the sale of an alcoholic beverage in a keg open to
- 18 inspection by the commission or law enforcement officers at
- 19 reasonable dates and times.
- Sec. 111.06. REMOVAL OF KEG REGISTRATION LABEL PROHIBITED.
- 21 A person other than the license or permit holder who sold the
- 22 alcoholic beverage in the keg may not remove, alter, deface, or
- obliterate the keg_registration label affixed to the keg.
- 24 <u>Sec. 111.07.</u> TRANSFER OF REGISTERED KEG. (a) Except as
- 25 authorized by the commission, a person may not transfer possession
- of a registered keg to another person.
- 27 (b) This section does not apply to the return of the

- 1 registered keg to the license or permit holder.
- 2 Sec. 111.08. RETURN OF KEG. (a) On the return of a
- 3 registered keg by a purchaser, the license or permit holder shall:
- 4 (1) remove the keg registration label from the keg;
- 5 <u>and</u>
- 6 (2) indicate the return of the keg on the keg
- 7 registration declaration and receipt form.
- 8 (b) If a keg is returned without a keg registration label or
- 9 with a keg registration label that has been altered, defaced, or
- obliterated, the license or permit holder shall report the name of
- 11 the person who purchased the keg to the commission and the local law
- 12 enforcement agency.
- Sec. 111.09. CRIMINAL OFFENSES. (a) A person other than a
- 14 license or permit holder commits an offense if the person possesses
- 15 a keg containing an alcoholic beverage that does not have a keg
- 16 registration label affixed to the keg.
- 17 (b) A person commits an offense if the person removes,
- 18 alters, defaces, or obliterates the keg registration label affixed
- 19 to a keg in violation of this chapter.
- 20 (c) An offense under this section is a Class C misdemeanor.
- 21 Sec. 111.10. DEFENSE. It is a defense to prosecution under
- 22 <u>Section 111</u>.09 that:
- (1) the person is the purchaser of the keg or another
- 24 person authorized to possess the keg;
- 25 (2) the keg was stolen; and
- 26 (3) the theft was reported by the purchaser or other
- 27 person authorized to possess the keg to the local law enforcement

C.S.H.B. No. 411

- 1 agency within 24 hours of the theft.
- 2 SECTION 2. (a) The Texas Alcoholic Beverage Commission
- 3 shall adopt all rules, forms, and labels necessary to implement
- 4 Chapter 111, Alcoholic Beverage Code, as added by this Act, not
- 5 later than June 1, 2008.
- 6 (b) A license or permit holder authorized to sell alcoholic
- 7 beverages is not required to comply with the requirements of
- 8 Chapter 111, Alcoholic Beverage Code, as added by this Act, before
- 9 June 1, 2008.
- 10 SECTION 3. This Act takes effect September 1, 2007.