By: Williams S.B. No. 1366

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to storage of certain imported alcoholic beverages.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subtitle A, Title 3, Alcoholic Beverage Code, is
5	amended by adding Chapter 55 to read as follows:
6	CHAPTER 55. MANUFACTURER'S AGENT'S WAREHOUSING PERMIT
7	Sec. 55.01. AUTHORIZED ACTIVITIES. (a) The holder of a
8	manufacturer's agent's warehousing permit may:
9	(1) receive beer, ale, or malt liquor from the holder
10	of a nonresident brewer's permit or nonresident manufacturer's
11	license and store the alcoholic beverages on the permitted
12	<pre>premises;</pre>
13	(2) ship, cause to be shipped, sell, and otherwise
14	transfer the beer, ale, or malt liquor to licensed or permitted
15	distributors and wholesalers in this state and to persons outside
16	this state who are qualified to receive the beer, ale, or malt
17	liquor under the regulatory laws of the state or other jurisdiction
18	in which the beer, ale, or malt liquor is received; and
19	(3) return beer, ale, or malt liquor to the
20	manufacturer or brewer from which it was originally received.
21	(b) The holder of a manufacturer's agent's warehousing
22	permit may ship only to wholesalers and distributors in this state
23	who have been issued a territorial designation by the actual
24	manufacturer or brewer of the brand or brands to be shipped. This

- 1 territorial designation for the sale of beer must be under and a
- 2 part of the agreement entered into between the actual manufacturer
- 3 of the brand and the distributor under Subchapters C and D, Chapter
- 4 102. This chapter does not affect the requirement that the actual
- 5 manufacturer, and the agreement between the actual manufacturer and
- 6 the distributor, comply with Subchapters C and D, Chapter 102.
- 7 <u>(c) Beer, ale, or malt liquor received at premises permitted</u>
- 8 under this chapter that is not labeled and approved for sale in this
- 9 state may be held and stored at the premises and may be shipped from
- 10 the premises if it is consigned and transported to qualified
- 11 persons in other states or jurisdictions where its sale is legal.
- 12 <u>(d) The provisions of this code related to the residency of</u>
- 13 an applicant for a permit do not apply to a permit under this
- 14 chapter.
- Sec. 55.02. FEE. The commission by rule shall set the
- 16 amount of the annual state fee for a manufacturer's agent's
- 17 warehousing permit.
- 18 Sec. 55.03. ELIGIBILITY FOR PERMIT. A manufacturer's
- 19 agent's warehousing permit may be issued to an entity:
- 20 (1) of which at least 50 percent of the ownership
- 21 <u>interests are owned by another entity that:</u>
- (A) is located and chartered in the United
- 23 <u>Mexican States;</u>
- 24 (B) has held a nonresident manufacturer's
- 25 <u>license, nonresident brewer's permit, and a nonresident seller's</u>
- 26 permit for the two years preceding the date of the application; and
- (C) during each of those two years has shipped or

- S.B. No. 1366
- 1 caused to be shipped into this state for ultimate sale to qualified
- 2 distributors and wholesalers in this state at least one-half
- 3 million barrels of beer, ale, or malt liquor of the various brands
- 4 manufactured or brewed by the entity; and
- 5 (2) whose employees, located in this state or
- 6 elsewhere, hold permits and licenses issued under Chapters 36 and
- 7 73 to perform the activities authorized under those chapters on
- 8 behalf of the entity.
- 9 Sec. 55.04. LOCATION OF PREMISES. The premises of a permit
- 10 holder under this chapter must be located in an area that is wet for
- 11 the sale of beer, ale, and malt liquor.
- 12 Sec. 55.05. REPORTING REQUIREMENTS. The commission shall
- 13 require monthly reports from a permit holder under this chapter
- 14 showing the brands, types, sizes of containers, and quantities of
- beer, ale, or malt liquor received at and shipped from the premises
- 16 to persons authorized to receive them. The reports must conform in
- 17 all respects to the requirements and forms prescribed by the
- 18 commission and contain any other information required by the
- 19 commission.
- 20 SECTION 2. If any part of Chapter 55, Alcoholic Beverage
- 21 Code, as added by this Act, is invalidated by a final, unappealable
- 22 order of a court, the entire chapter is invalid and any permit
- 23 issued under the chapter is void.
- SECTION 3. This Act takes effect September 1, 2007.