S.B. No. 411 By: Estes

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the amount of wine certain wineries may sell directly to
3	consumers.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 16.01(a), Alcoholic Beverage Code, is
6	amended to read as follows:
7	(a) Except as provided by Section 16.011, the holder of a
8	winery permit may:
9	(1) manufacture, bottle, label, and package wine
10	containing not more than 24 percent alcohol by volume;

- (2) manufacture fruit brandy and: 11
- 12 (A) use that brandy on the winery permit holder's
- permitted premises for fortifying purposes only; or 13
- 14 (B) sell that brandy to other winery permit
- holders; 15
- (3) import or buy fruit brandy from a permit holder 16
- authorized to manufacture fruit brandy and use that brandy on the 17
- winery permit holder's permitted premises for fortifying purposes 18
- only; 19
- 20 sell wine in this state to or buy wine from permit
- 21 holders authorized to purchase and sell wine, including holders of
- 22 wholesaler's permits, winery permits, and wine bottler's permits;
- (5) 23 sell wine to ultimate consumers:
- 24 for consumption on the winery premises; or

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- 1 (B) in unbroken packages for off-premises
- 2 consumption in an amount not to exceed 55,000 [35,000] gallons
- 3 annually;
- 4 (6) sell the wine outside this state to qualified
- 5 persons;
- 6 (7) blend wines; and
- 7 (8) dispense free wine for consumption on the winery
- 8 premises.
- 9 SECTION 2. Section 54.02, Alcoholic Beverage Code, is
- 10 amended to read as follows:
- 11 Sec. 54.02. PROHIBITED ACTIVITIES. The holder of an
- 12 out-of-state winery direct shipper's permit may not:
- 13 (1) sell or ship wine to a minor;
- 14 (2) deliver wine to a consumer using a carrier that
- 15 does not hold a carrier's permit under this code;
- 16 (3) deliver to the same consumer in this state more
- 17 than nine gallons of wine within any calendar month or more than 36
- 18 gallons of wine within any 12-month period; or
- 19 (4) sell to ultimate consumers more than 55,000
- 20 [35,000] gallons of wine annually.
- 21 SECTION 3. This Act takes effect September 1, 2011.