By: Smith H.B. No. 2884

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to alcoholic beverage license applications and fees.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Sections 61.31(a) and (b), Alcoholic Beverage
- 5 Code, are amended to read as follows:
- 6 (a) A person may file an application for a license to
- 7 manufacture, distribute, store, or sell beer with the commission on
- 8 forms prescribed by the commission [in termtime or vacation with
- 9 the county judge of the county in which he desires to conduct
- 10 business. He shall file the application in duplicate].
- 11 (b) The county judge shall set a protested [the] application
- 12 for a hearing to be held not less than 15 = 5 nor more than 20 = 10
- 13 days after the date the commission submits the application to the
- 14 county judge for a hearing [is filed].
- SECTION 2. Section 61.32(b), Alcoholic Beverage Code, is
- 16 amended to read as follows:
- 17 (b) If the county judge enters an order favorable to the
- 18 applicant, the applicant shall present a copy of the order to the
- 19 commission [assessor and collector of taxes of the county and pay
- 20 that officer the appropriate license fee. The assessor and
- 21 collector of taxes then shall report to the commission on a form
- 22 prescribed by the commission, certifying that the application was
- 23 approved and that all required fees have been paid and furnishing
- 24 any other information the commission requires. The assessor and

- 1 collector of taxes shall attach a copy of the original application
- 2 to the report].
- 3 SECTION 3. Section 61.33, Alcoholic Beverage Code, is
- 4 amended to read as follows:
- 5 Sec. 61.33. ACTION BY COMMISSION OR ADMINISTRATOR. (a) Or
- 6 receiving an order [a report] from the county judge [assessor and
- 7 collector of taxes] under Section 61.32(b) [of this code], the
- 8 commission or administrator shall issue the appropriate license if
- 9 the commission or administrator finds that the applicant is
- 10 entitled to a license. The license shall show the class of business
- 11 the applicant is authorized to conduct, the amount of fees paid, the
- 12 address of the place of business, the date the license is issued and
- 13 the date it expires, and any other information the commission
- 14 considers proper.
- 15 (b) The commission or administrator may refuse to issue a
- 16 license after receiving the order from [report of] the county judge
- 17 [assessor and collector of taxes] if the commission or
- 18 administrator possesses information from which it is determined
- 19 that any statement in the license application is false or
- 20 misleading or that there is other legal reason why a license should
- 21 not be issued. If the commission or administrator refuses to issue
- 22 a license, the commission [it] or administrator [he] shall enter an
- 23 order accordingly and the applicant is entitled to a refund of any
- 24 license fee the applicant [he] paid [the assessor and collector of
- 25 taxes] in connection with the application.
- SECTION 4. Section 61.34(b), Alcoholic Beverage Code, is
- 27 amended to read as follows:

- 1 If the judgment of the district court is in favor of the applicant, regardless of whether an appeal is taken, the applicant 2 3 shall present a copy of the judgment [shall be presented] to the commission [assessor and collector of taxes of the county where the 4 5 application was made. The assessor and collector of taxes shall accept the fees required by this code and proceed as provided under 6 7 Section 61.32 of this code as if the county judge had approved the 8 application].
- 9 SECTION 5. Section 61.35, Alcoholic Beverage Code, is 10 amended by amending Subsections (b) and (d) and adding Subsection 11 (e) to read as follows:
- All license fees, except those for temporary licenses, 12 shall be deposited as provided in Section 205.02 [of this code]. 13 14 Each license application must be accompanied by a cashier's check, 15 a teller's check, a check drawn on the account of a corporation applying for a permit, a money order, or payment by credit card, 16 17 charge card, or other electronic form of payment approved by commission rule for the amount of the state fee, payable to the 18 order of the comptroller. [The assessor and collector of taxes 19 shall make statements of the amounts collected by him under this 20 21 code to the commission at the times and in the manner required by the commission or administrator. 22
- 23 (d) The commissioner may not refund a license fee except
 24 when the [If a] licensee [engaged in selling beer] is prevented from
 25 continuing in business by a local option election or when an
 26 application for a license is rejected by the commission or
 27 administrator [, he is entitled to a refund of a proportionate

- 1 amount of the license fees he has paid covering the unexpired term
- 2 of his license]. As much of the proceeds from license fees [derived
- 3 under the provisions of this subtitle] as is necessary may be
- 4 appropriated for that purpose.
- 5 (e) The commission by rule may establish a method for
- 6 transmitting five percent of the license fee to the assessor and
- 7 collector of taxes of the county in which the applicant's business
- 8 is located.
- 9 SECTION 6. Section 61.38, Alcoholic Beverage Code, is
- 10 amended to read as follows:
- Sec. 61.38. NOTICE OF APPLICATION. (a) <u>Every original</u>
- 12 <u>applicant</u> [When an application] for a license to manufacture, [or]
- 13 distribute, or [beer is filed, the county clerk shall post at the
- 14 courthouse door a written notice containing the substance of the
- 15 application and the date set for hearing.
- 16 [(b) When an original application to sell beer at retail at
- 17 a location previously licensed is filed, the county clerk shall
- 18 post at the courthouse door a written notice containing the
- 19 substance of the application and the date set for hearing.
- 20 [(c) When an original application to] sell beer at retail
- 21 shall give notice of the application by electronic or nonelectronic
- 22 publication at the applicant's own expense in [at a location not
- 23 previously licensed is filed, the county clerk shall publish notice
- 24 for] two consecutive issues of [in] a newspaper of general
- 25 circulation published in the city or town in which the applicant's
- 26 place of business is [to be] located. If no newspaper [of general
- 27 circulation] is published in that city or town, the notice must

- 1 [shall] be published in a newspaper of general circulation
- 2 published in the county where the applicant's business is [to be]
- 3 located. If no newspaper [of general circulation] is published in
- 4 that county, the notice must [shall] be published in a qualified
- 5 newspaper [which is] published in the closest neighboring county
- 6 and [is] circulated in the county where the applicant's business is
- 7 located [license is sought].
- 8 (b) The notice $\underline{\text{must}}$ [shall] be $\underline{\text{printed}}$ in 10-point boldface
- 9 type and must include:
- 10 $\underline{\text{(1)}}$ [shall set forth] the type of license applied for;
- 11 (2) the exact location of the business for which the
- 12 license is sought;
- 13 (3) the name of each [the] owner of the business and,
- 14 if the business is operated under an assumed name, [or owners;] the
- 15 trade name together with the name of each owner [, if operating under
- 16 an assumed name]; and
- 17 (4) if [in] the [case of a corporate] applicant is a
- 18 corporation, the names and titles of all officers [of the
- 19 corporation].
- 20 (c) An applicant for a renewal license is not required to
- 21 publish notice. [At the time the application is filed, the
- 22 applicant shall deposit with the clerk the cost of publishing
- 23 notice, which the clerk shall use to pay for the publication.
- SECTION 7. Section 61.41(c), Alcoholic Beverage Code, is
- 25 amended to read as follows:
- 26 (c) If the holder of the existing license has made a
- 27 declaration required by the commission that the license holder will

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- 1 no longer use the license, the license holder may not manufacture or
- 2 sell beer or possess it for the purpose of sale until the license
- 3 has been reinstated. The holder may apply to the commission [county
- 4 judge] for the reinstatement of the license in the same manner and
- 5 according to the same procedure as in the case of an original
- 6 license application. The county judge or the commission or
- 7 administrator may deny reinstatement of the license for any cause
- 8 for which an original license application may be denied.
- 9 SECTION 8. Section 61.48, Alcoholic Beverage Code, is
- 10 amended to read as follows:
- 11 Sec. 61.48. RENEWAL APPLICATION. An application to renew a
- 12 license shall be filed with the commission [in writing with the
- 13 assessor and collector of taxes of the county in which the licensed
- 14 premises are located] no earlier than 30 days before the license
- 15 expires but not after it expires. The application shall be signed
- 16 by the applicant and shall contain complete information required by

the commission showing that the applicant is not disqualified from

- 18 holding a license. The application shall be accompanied by the
- 19 appropriate license fee [plus a filing fee of \$2. The assessor and
- 20 collector of taxes shall deposit the \$2 filing fee in the county
- 21 treasury and shall account for it as a fee of office]. No applicant
- 22 for a renewal may be required to pay any fee other than license fees
- 23 and the filing fee unless the applicant [he] is required by the
- 24 commission or administrator to submit to a renewal hearing before
- 25 the county judge.

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- SECTION 9. Section 61.49, Alcoholic Beverage Code, is
- 27 amended to read as follows:

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Sec. 61.49. ACTION ON RENEWAL APPLICATION BY [TRANSMITTED 1 2 TO] COMMISSION; REFUND OF FEE. When the renewal application has been filed in accordance with Section 61.48 [of this code, the assessor and collector of taxes shall transmit to the commission 4 5 the original copy of the application plus a certification that all required fees have been paid for the ensuing license period. On 6 7 receiving the application and certification], the commission or 8 administrator may in its discretion issue a renewal license or reject the application and require the applicant to file an 9 application with the county judge and submit to a hearing as is 10 required in the case of an original application. 11 [When an application for renewal is rejected, the applicant is entitled to a 12 refund of any license fee that was paid to the assessor and 13 14 collector of taxes at the time the renewal application was filed. 15 SECTION 10. The change in law made by this Act applies only to a license application filed on or after the effective date of 16 17 this Act. A license application filed before the effective date of this Act is governed by the law as it existed immediately before the 18 effective date of this Act, and that law is continued in effect for 19 that purpose. 20

21 SECTION 11. This Act takes effect September 1, 2013.