By: Springer

H.B. No. 1095

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to the dedication of certain wine-related revenue. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Sections 205.03(b), (c), (k), (l), and (p), 5 Alcoholic Beverage Code, are amended to read as follows: 6 The [Notwithstanding Section 205.02, the] following (b) 7 revenue may be appropriated for each state fiscal year only as specified by this section: 8 (1)[the lesser of: 9 $[(\Lambda)]$ the amount, if any, by which the amount of 10 revenue derived from excise taxes on wine produced in a state other 11 12 than Texas and any sales taxes collected from holders of out-of-state winery direct shipper's permits as a result of the 13 14 passage of Senate Bill No. 877 by the 79th Legislature, Regular Session, 2005, according to the most recent projection, as of the 15 beginning of the fiscal year, by the comptroller for the fiscal year 16 exceeds the amount of revenue from those sources for fiscal year 17 2004, compounded annually for fiscal years 2005-2017 [2005-2015] by 18 the average percentage by which revenue from those sources 19 increased from one fiscal year to the next between September 1, 20 21 1999, and August 31, 2003; [or 22 [(B) \$1 million;] and (2) 23 [the lesser of:

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2) [<del>the lesser of:</del>

[<del>(A)</del>] the amount, if any, by which revenue

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1 derived from excise taxes on wine produced in this state and sales taxes remitted by holders of winery permits in this state, 2 according to the most recent projection, as of the beginning of the 3 fiscal year, by the comptroller for the fiscal year exceeds the 4 5 amount of revenue from those sources for fiscal year 2004, compounded annually for fiscal years 2005-2017 [2005-2015] by the 6 average percentage by which revenue from those sources increased 7 8 from one fiscal year to the next between September 1, 1999, and August 31, 2003[<del>; or</del> 9

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## $[(B) \\ \$1 \\ million].$

(c) Out of the amounts available under Subsections (b)(1) and (2) for a fiscal year, the lesser of \$50,000 or the total amount available under those subdivisions may be appropriated only to the Texas <u>A&M AgriLife</u> [Cooperative] Extension <u>Service</u> for extension viticulture operations.

16 (k) If the amount available for a fiscal year under 17 Subsections (b)(1) and (2) exceeds the amount that may be 18 appropriated under Subsections (c)-(j):

(1) the lesser of the amount remaining under Subsection (b)(2) or \$250,000 may be appropriated only to the commission; and

(2) the commission shall reduce the amount of the surcharge imposed during the following fiscal year under Section <u>5.56</u> [5.55, as added by Chapter 101, Acts of the 78th Legislature, Regular Session, 2003,] on permit and license holders who are not authorized to sell wine by an amount that will reduce the total amount collected under that section by the amount appropriated to

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1 the commission under Subdivision (1).

2 (1) If the amount available for a fiscal year under 3 Subsections (b)(1) and (2) exceeds the amounts that may be appropriated under Subsections (c)-(k), the remaining amount shall 4 5 be deposited in the general revenue fund to the credit of the wine industry development fund and may be appropriated only to the 6 Agriculture[. Money appropriated under this 7 Department of 8 subsection may be used only] for the purpose of providing funding to public or private entities to conduct surveys, research, and other 9 10 projects related to a purpose described by Subsection (m) or (n).

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(p) This section expires September 1, 2017 [2015].

12 SECTION 2. The comptroller of public accounts shall establish the wine industry development fund in accordance with 13 14 Section 50B.003, Agriculture Code, as if the wine industry 15 development fund had not been abolished by operation of Section 2, Chapter 1358 (S.B. 1605), Acts of the 79th Legislature, Regular 16 17 Session, 2005. The wine industry development fund is re-created by this Act. The dedications of money in the wine industry development 18 19 fund made by Section 50B.003, Agriculture Code, and Section 205.03, Alcoholic Beverage Code, in Chapters 375 (S.B. 1370) and 878 (S.B. 20 1137), Acts of the 79th Legislature, Regular Session, 2005, that 21 were abolished by operation of Section 2, Chapter 1358 (S.B. 1605), 22 23 Acts of the 79th Legislature, Regular Session, 2005, are 24 rededicated by this Act for the same purposes.

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SECTION 3. This Act takes effect September 1, 2015.

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