### **SENATE AMENDMENTS**

### 2<sup>nd</sup> Printing

By: Kuempel H.B. No. 3101

#### A BILL TO BE ENTITLED

|    | A DILL TO BE ENTITLED  |
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| 1  | AN ACT   |
| 2  | relating to authorizing the sale of alcoholic beverages on certain |
| 3  | passenger buses; authorizing a fee.                                |
| 4  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:            |
| 5  | SECTION 1. Section 11.38(d), Alcoholic Beverage Code, is           |
| 6  | amended to read as follows:  |
| 7  | (d) The following are exempt from the fee authorized in this       |
| 8  | section:   |
| 9  | (1) agent's, airline beverage, passenger train                     |
| 10 | beverage, passenger bus beverage, industrial, carrier's, private   |
| 11 | carrier's, private club registration, local cartage, storage, and  |
| 12 | temporary wine and beer retailer's permits;                        |
| 13 | (2) a wine and beer retailer's permit issued for a                 |
| 14 | dining, buffet, or club car; and                                   |
| 15 | (3) a mixed beverage permit during the three-year                  |
| 16 | period following the issuance of the permit.                       |
| 17 | SECTION 2. Subtitle A, Title 3, Alcoholic Beverage Code, is        |
| 18 | amended by adding Chapter 48A to read as follows:                  |
| 19 | CHAPTER 48A. PASSENGER BUS BEVERAGE PERMIT                         |
| 20 | Sec. 48A.01. AUTHORIZED ACTIVITIES; APPLICABILITY OF               |
| 21 | CHAPTER. (a) The holder of a passenger bus beverage permit has the |
| 22 | same rights with respect to the sale of alcoholic beverages on a   |
| 23 | passenger bus, described by Subsection (b), as the holder of an    |

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airline beverage permit has with respect to the sale of alcoholic

- 1 beverages on a commercial passenger airplane under Section 34.01.
- 2 (b) Subsection (a) applies only to a passenger bus that:
- 3 (1) is designed, constructed, or used for the
- 4 transportation of multiple passengers for compensation; and
- 5 (2) while transporting persons for compensation, also
- 6 transports an attendant who:
- 7 (A) is not the operator of the bus; and
- 8 (B) has attended a commission-approved seller
- 9 training program.
- Sec. 48A.02. FEE. The annual fee for a passenger bus
- 11 beverage permit is \$500.
- 12 Sec. 48A.03. ELIGIBILITY FOR PERMIT. The commission or
- 13 <u>administrator may issue a passenger bus beverage permit to any</u>
- 14 corporation operating a commercial passenger bus service in or
- 15 through the state. Application and payment of the fee shall be made
- 16 <u>directly to the commission.</u>
- 17 Sec. 48A.04. EXEMPTION FROM TAXES. The preparation and
- 18 <u>service of alcoholic beverages by the holder of a passenger bus</u>
- 19 beverage permit is exempt from a tax imposed by this code and from
- 20 the tax imposed by Chapter 151, Tax Code.
- 21 Sec. 48A.05. INAPPLICABLE PROVISION. Section 109.53 does
- 22 not apply to a passenger bus beverage permit.
- 23 SECTION 3. This Act takes effect September 1, 2017.

ADOPTED

MAY 17 2017

y: Bun Sudwell

H.B. No. 3101

Substitutather to Adams for \_\_\_.B. No. \_\_\_\_:

By:

C.S.\_\_\_.B. No. \_\_\_\_

(Campbell)

#### A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to authorizing the sale of alcoholic beverages on certain
- 3 passenger buses; authorizing a fee.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 11.38(d), Alcoholic Beverage Code, is
- 6 amended to read as follows:
- 7 (d) The following are exempt from the fee authorized in this
- 8 section:
- 9 (1) agent's, airline beverage, passenger train
- 10 beverage, passenger bus beverage, industrial, carrier's, private
- 11 carrier's, private club registration, local cartage, storage, and
- 12 temporary wine and beer retailer's permits;
- 13 (2) a wine and beer retailer's permit issued for a
- 14 dining, buffet, or club car; and
- 15 (3) a mixed beverage permit during the three-year
- 16 period following the issuance of the permit.
- 17 SECTION 2. Subtitle A, Title 3, Alcoholic Beverage Code, is
- 18 amended by adding Chapter 48A to read as follows:
- 19 CHAPTER 48A. PASSENGER BUS BEVERAGE PERMIT
- Sec. 48A.01. AUTHORIZED ACTIVITIES; APPLICABILITY OF
- 21 CHAPTER. The holder of a passenger bus beverage permit:
- (1) has the same rights with respect to the sale of
- 23 alcoholic beverages on a passenger bus, as described by Section
- 24 48A.03(a), as the holder of an airline beverage permit has with

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respect to the sale of alcoholic beverages on a commercial
1
   passenger airplane under Section 34.01; and
2
              (2) may store alcoholic beverages at the permitted
3
   location.
4
         Sec. 48A.02. FEE. The annual fee for a passenger bus
5
   beverage permit is $500.
6
         Sec. 48A.03. ELIGIBILITY FOR PERMIT; APPLICATION AND
7
   PAYMENT OF FEE. (a) The commission or administrator may issue a
8
   passenger bus beverage permit to any corporation operating a
9
   commercial passenger bus service in or through the state using a
10
11
   passenger bus that:
               (1) is designed and used for the regularly scheduled
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   intercity transportation of passengers for compensation;
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                   is characterized by integral construction with:
14
               (2)
                    (A) an elevated passenger deck over a baggage
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16
   compartment;
                    (B) a passenger seating capacity of at least 16
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    and not more than 36; and
18
                    (C) a separate galley area;
19
                  is at least 35 feet in length; and
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                   while transporting passengers for compensation,
               (4)
21
    also transports an attendant who:
22
                    (A) is not the operator of the bus; and
23
                         has attended a commission-approved seller
24
25
    training program.
          (b) Application and payment of the fee shall be made
26
    directly to the commission.
27
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- 1 Sec. 48A.04. EXEMPTION FROM TAXES. The preparation and
- 2 service of alcoholic beverages by the holder of a passenger bus
- 3 beverage permit is exempt from a tax imposed by this code and from
- 4 the tax imposed by Chapter 151, Tax Code.
- 5 Sec. 48A.05. SALE OF LIQUOR TO PERMITTEE. Only a holder of
- 6 a wholesale permit may sell liquor to a holder of a passenger bus
- 7 beverage permit. A sale of liquor to a holder of a passenger bus
- 8 beverage permit shall be considered as a sale at retail to a
- 9 consumer.
- Sec. 48A.06. INAPPLICABLE PROVISION. Section 109.53 does
- 11 not apply to a passenger bus beverage permit.
- 12 SECTION 3. Section 101.46(b), Alcoholic Beverage Code, is
- 13 amended to read as follows:
- 14 (b) Subsection (a) of this section does not apply to
- 15 permittees or licensees while engaged in supplying airline
- 16 beverage, [ex] mixed beverage, or passenger bus beverage
- 17 permittees, nor to the possession or sale of liquor by an airline
- 18 beverage, [ex] mixed beverage, or passenger bus beverage permittee,
- 19 but none of the permittees or licensees covered by this subsection
- 20 may possess liquor in a container with a capacity of less than one
- 21 fluid ounce.
- 22 SECTION 4. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2017.

#### FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

May 18, 2017

**TO:** Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3101 by Kuempel (Relating to authorizing the sale of alcoholic beverages on certain passenger buses; authorizing a fee.), As Passed 2nd House

There would be an indeterminate amount of revenue generated from the new fee authorized by the bill.

The bill would amend the Alcoholic Beverage Code to create a passenger bus beverage permit for the sale of alcoholic beverages on certain passenger bus vehicles. The bill would require a passenger bus beverage permit be issued only to a passenger bus that also is used for intercity transportation of passengers, has an elevated passenger deck over a baggage compartment, has a passenger seating capacity between 16 and 36 passengers, has a separate galley area, is at least 35 feet in length, and transports an attendant who is not the operator of the bus and has attended a commission-approved seller training program. The annual fee for a passenger bus beverage permit would be \$500. This analysis assumes the administrative costs for the Texas Alcoholic Beverage Commission to implement the provisions of the bill could be absorbed within existing resources.

The Comptroller of Public Accounts reports that while the new permit could increase fee revenue to the state, the number of corporations that would seek and be approved for a permit is unknown and therefore the fee collection amounts cannot be determined.

The bill would take effect September 1, 2017.

#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

**Source Agencies:** 304 Comptroller of Public Accounts, 458 Alcoholic Beverage Commission

LBB Staff: UP, SD, CL, AI, FR, KK

#### FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

#### May 10, 2017

TO: Honorable Kelly Hancock, Chair, Senate Committee on Business & Commerce

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3101 by Kuempel (Relating to authorizing the sale of alcoholic beverages on certain passenger buses; authorizing a fee.), Committee Report 2nd House, Substituted

There would be an indeterminate amount of revenue generated from the new fee authorized by the bill.

The bill would amend the Alcoholic Beverage Code to create a passenger bus beverage permit for the sale of alcoholic beverages on certain passenger bus vehicles. The bill would require a passenger bus beverage permit be issued only to a passenger bus that also is used for intercity transportation of passengers, has an elevated passenger deck over a baggage compartment, has a passenger seating capacity between 16 and 36 passengers, has a separate galley area, is at least 35 feet in length, and transports an attendant who is not the operator of the bus and has attended a commission-approved seller training program. The annual fee for a passenger bus beverage permit would be \$500. This analysis assumes the administrative costs for the Texas Alcoholic Beverage Commission to implement the provisions of the bill could be absorbed within existing resources.

The Comptroller of Public Accounts reports that while the new permit could increase fee revenue to the state, the number of corporations that would seek and be approved for a permit is unknown and therefore the fee collection amounts cannot be determined.

The bill would take effect September 1, 2017.

#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

**Source Agencies:** 304 Comptroller of Public Accounts, 458 Alcoholic Beverage Commission

LBB Staff: UP, CL, AI, FR, KK

#### FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

#### May 4, 2017

TO: Honorable Kelly Hancock, Chair, Senate Committee on Business & Commerce

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3101 by Kuempel (Relating to authorizing the sale of alcoholic beverages on certain passenger buses; authorizing a fee.), As Engrossed

There would be an indeterminate amount of revenue generated from the new fee authorized by the bill.

The bill would amend the Alcoholic Beverage Code to create a passenger bus beverage permit for the sale of alcoholic beverages on certain passenger bus vehicles. The bill would require a passenger bus beverage permit be issued only to a passenger bus that also transports an attendant who is not the operator of the bus who has also attended a Texas Alcoholic Beverage Commission approved seller training program. The annual fee for a passenger bus beverage permit would be \$500.

The Comptroller of Public Accounts reports that while the new permit could increase fee revenue to the state, the number of corporations that would seek and be approved for a permit is unknown and therefore the fee collection amounts cannot be determined.

The bill would take effect September 1, 2017.

#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts, 458 Alcoholic Beverage Commission

LBB Staff: UP, CL, AI, FR, KK

#### FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

#### April 8, 2017

**TO:** Honorable John Kuempel, Chair, House Committee on Licensing & Administrative Procedures

FROM: Ursula Parks, Director, Legislative Budget Board

**IN RE: HB3101** by Kuempel (Relating to authorizing the sale of alcoholic beverages on certain passenger buses; authorizing a fee.), **As Introduced** 

There would be an indeterminate amount of revenue generated from the new fee authorized by the bill.

The bill would amend the Alcoholic Beverage Code to create a passenger bus beverage permit for the sale of alcoholic beverages on certain passenger bus vehicles. The bill would require a passenger bus beverage permit be issued only to a passenger bus that also transports an attendant who is not the operator of the bus who has also attended a Texas Alcoholic Beverage Commission approved seller training program. The annual fee for a passenger bus beverage permit would be \$500.

The Comptroller of Public Accounts reports that while the new permit could increase fee revenue to the state, the number of corporations that would seek and be approved for a permit is unknown and therefore the fee collection amounts cannot be determined.

The bill would take effect September 1, 2017.

#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts, 458 Alcoholic Beverage Commission

LBB Staff: UP, CL, AI, FR, KK