By: Kuempel H.B. No. 4233

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the labeling of wine as originating from this state.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subchapter D, Chapter 101, Alcoholic Beverage
5	Code, is amended by adding Section 101.672 to read as follows:
6	Sec. 101.672. USE OF TEXAS APPELLATION OF ORIGIN. (a)
7	wine is entitled to an appellation of origin indicating the wine's
8	origin is this state or a geographical subdivision of this state
9	only if the wine is:
10	(1) 100 percent by volume fermented juice of grapes or
11	other fruit grown in this state or a lesser percentage established
12	by the commissioner of agriculture under Section 12.039,
13	Agriculture Code; and
14	(2) fully produced in this state.
15	(b) Notwithstanding Subsection (a)(1), a wine is entitled
16	to an appellation of origin indicating the wine's origin is this
17	state or a geographical subdivision of this state if the wine is:
18	(1) at least 75 percent by volume fermented juice of
19	grapes or other fruit grown in this state in 2019 or a lesser
20	percentage established by the commissioner of agriculture under
21	Section 12.039, Agriculture Code;
22	(2) at least 80 percent by volume fermented juice of
23	grapes or other fruit grown in this state in 2020 or a lesser
24	nercentage established by the commissioner of agriculture under

- 1 Section 12.039, Agriculture Code;
- 2 (3) at least 85 percent by volume fermented juice of
- 3 grapes or other fruit grown in this state in 2021 or a lesser
- 4 percentage established by the commissioner of agriculture under
- 5 Section 12.039, Agriculture Code; or
- 6 (4) at least 90 percent by volume fermented juice of
- 7 grapes or other fruit grown in this state in 2022 or a lesser
- 8 percentage established by the commissioner of agriculture under
- 9 Section 12.039, Agriculture Code.
- 10 SECTION 2. Section 12.039(d), Agriculture Code, is amended
- 11 to read as follows:
- 12 (d) The commissioner shall review the report and, if the
- 13 commissioner determines that the quantity of a variety of grapes or
- 14 other fruit grown in this state is insufficient for the wineries in
- 15 this state to produce their projected production estimates during
- 16 the following calendar year, the commissioner may reduce the
- 17 percentage by volume of fermented juice of grapes or other fruit
- 18 grown in this state that wine containing that particular variety of
- 19 grape or other fruit must contain under Sections [Section] 16.011
- 20 and 101.672, Alcoholic Beverage Code. A [The] percentage
- 21 established under this subsection must ensure that the use of that
- 22 variety of grape or other fruit grown in this state is maximized
- 23 while allowing for the acquisition of grapes or other fruit grown
- 24 outside of this state in a quantity sufficient to meet the needs of
- 25 wineries in this state.
- 26 SECTION 3. The change in law made by this Act applies only
- 27 to a wine labeled on or after the effective date of this Act.

H.B. No. 4233

1 SECTION 4. This Act takes effect September 1, 2019.