By: Phelan, Darby H.B. No. 4773

Substitute the following for H.B. No. 4773:

By: Phelan C.S.H.B. No. 4773

A BILL TO BE ENTITLED

AN ACT

- 2 relating to the transfer of certain malt beverages between two or
- 3 more licensed premises operating under the same general ownership
- 4 or management and the sale of those malt beverages.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Chapter 62, Alcoholic Beverage Code, is amended
- 7 by adding Section 62.085 to read as follows:
- 8 Sec. 62.085. TRANSFER OF MALT BEVERAGES. (a) The holder of
- 9 a brewer's license may transfer malt beverages produced under the
- 10 license between any of the license holder's licensed brewery
- 11 premises, including a facility operating under an alternating
- 12 brewery proprietorship or contract brewing arrangement as provided
- 13 by Section 62.14, during the hours provided by Section 105.051,
- 14 subject to rules prescribed by the commission.
- 15 (b) The holder of a brewer's license may not transport malt
- 16 beverages under Subsection (a) unless:
- 17 (1) the license holder provides the commission with a
- 18 description, as required by the commission, of each motor vehicle
- 19 used by the license holder to transport malt beverages; and
- 20 (2) each motor vehicle is plainly marked or lettered
- 21 to indicate that it is being used by the license holder to transport
- 22 malt beverages.

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- (c) When transporting malt beverages under this section,
- 24 the holder of a brewer's license may not violate the motor carrier

- 1 laws of this state.
- 2 (d) For purposes of Section 62.122, a malt beverage
- 3 transported under this section is considered to be produced on the
- 4 premises where the malt beverage is produced and may not be
- 5 considered to be produced on the premises to which the malt beverage
- 6 <u>is transported</u>.
- 7 (e) Notwithstanding Subsection (d), the holder of a
- 8 brewer's license to whose licensed premises malt beverages have
- 9 been transported under this section may sell the transported malt
- 10 beverages:
- 11 (1) to ultimate consumers in the manner provided by
- 12 Section 62.122(a); and
- 13 (2) in this state to the holders of general and branch
- 14 distributor's licenses and to qualified persons outside the state
- as provided by Section 62.01(a)(1).
- 16 SECTION 2. Section 69.11, Alcoholic Beverage Code, is
- 17 amended to read as follows:
- 18 Sec. 69.11. EXCHANGE OR TRANSPORTATION OF MALT BEVERAGES
- 19 BETWEEN LICENSED PREMISES UNDER SAME OWNERSHIP. (a) The owner of
- 20 two or more licensed retail premises may not exchange or transport
- 21 malt beverages between them unless all of the conditions set out in
- 22 Section 24.04 are met, except that malt beverages may be
- 23 transferred between two licensed retail premises that are both
- 24 covered by package store permits as provided in Section 22.08.
- 25 <u>(b) This section does not apply to malt beverages</u>
- 26 transferred between two licensed brewpubs operating under the same
- 27 general management or ownership as provided in Section 74.12.

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C.S.H.B. No. 4773
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- 1 SECTION 3. Section 74.08, Alcoholic Beverage Code, is
- 2 amended by amending Subsection (a) and adding Subsection (e) to
- 3 read as follows:
- 4 (a) In addition to the activities authorized by Section
- 5 74.01, the holder of a brewpub license [who holds a wine and malt
- 6 beverage retailer's permit and whose sale of malt beverages
- 7 consists only of malt beverages brewed on the brewpub's premises]
- 8 may sell malt beverages produced under the license to:
- 9 (1) those retailers to whom the holder of a general
- 10 distributor's license may sell malt beverages under Section 64.01;
- 11 or
- 12 (2) qualified persons to whom the holder of a general
- 13 distributor's license may sell malt beverages for shipment and
- 14 consumption outside the state under Section 64.01.
- 15 <u>(e) The holder of a brewpub license to whose brewpub</u>
- 16 premises malt beverages have been transported under Section 74.12
- 17 may:
- 18 <u>(1) sell or offer without charge, on the brewpub's</u>
- 19 premises, to ultimate consumers for consumption on or off those
- 20 premises, the transported malt beverages, to the extent the sales
- 21 or offers are allowed under the holder's other permits or licenses;
- 22 <u>and</u>
- 23 (2) sell the transported malt beverages to:
- 24 (A) those retailers to whom the holder of a
- 25 general distributor's license may sell malt beverages under Section
- 26 **64.01;** or
- (B) qualified persons to whom the holder of a

- 1 general distributor's license may sell malt beverages for shipment
- 2 and consumption outside the state under Section 64.01.
- 3 SECTION 4. Chapter 74, Alcoholic Beverage Code, is amended
- 4 by adding Section 74.12 to read as follows:
- 5 Sec. 74.12. TRANSFER OF BEVERAGES. (a) The holder of a
- 6 brewpub license operating more than one brewpub as authorized by
- 7 Section 74.01(b) may transfer malt beverages brewed under the
- 8 license between any of the license holder's brewpubs during the
- 9 hours provided by Section 105.051, subject to rules prescribed by
- 10 the commission.
- 11 (b) The holder of a brewpub license may not transport malt
- 12 beverages under Subsection (a) unless:
- 13 (1) the license holder provides the commission with a
- 14 description, as required by the commission, of each motor vehicle
- 15 used by the license holder to transport malt beverages; and
- 16 (2) each motor vehicle is plainly marked or lettered
- 17 to indicate that it is being used by the license holder to transport
- 18 malt beverages.
- 19 (c) When transporting malt beverages under this section,
- 20 the holder of a brewpub license may not violate the motor carrier
- 21 <u>laws of this state.</u>
- 22 (d) For purposes of Section 74.03, a malt beverage
- 23 transported under this section is considered to be brewed by the
- 24 brewpub where the malt beverage is brewed and may not be considered
- 25 to be brewed by the brewpub to which the malt beverage is
- 26 transported.
- 27 SECTION 5. This Act takes effect September 1, 2025.