```
S.B. No. 2558
 1-1
        By: Gallegos
        (In the Senate - Filed April 24, 2009; April 24, 2009, read first time and referred to Committee on Business and Commerce; May 11, 2009, reported adversely, with favorable Committee Substitute by the following vote: Yeas 9, Nays 0; May 11, 2009,
 1-2
1-3
 1-4
 1-5
 1-6
        sent to printer.)
 1-7
        COMMITTEE SUBSTITUTE FOR S.B. No. 2558
                                                                                        By: Watson
 1-8
                                          A BILL TO BE ENTITLED
 1-9
                                                    AN ACT
1-10
        relating to the promotion and marketing of alcoholic beverages.
1-11
                 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
1-12
                 SECTION 1. Chapter 108, Alcoholic Beverage Code, is amended
1-13
        by adding Subchapter D to read as follows:
                         SUBCHAPTER D. PROMOTIONAL EVENTS
108.101. PRODUCT INSTRUCTION EVENTS
1-14
1-15
                                                                                      (a)
                                                                                             In
1-16
        section, "product instruction event" means a prescheduled public or
        private event for the purpose of promoting one or more malt
beverages the sale of which is authorized in this state during which
1-17
1-18
1-19
1-20
        the license or permit holder provides instruction to consumers and retailers' employees of legal drinking age on the history, quality,
1-21
        characteristics, presentation, or serving of the malt beverages by:
1-22
                         (1) allowing the consumers and employees to taste the
1-23
        malt beverages; and
        (2) informing the consumers and employees about the types of food with which the malt beverages could be paired.

(b) Notwithstanding Section 102.07, 102.14, 102.15, or
1-24
1-25
1-26
        108.06, or any other provision of this code, a holder of a manufacturer's license, nonresident manufacturer's license, brewer's permit, nonresident brewer's permit, nonresident seller's permit, general distributor's license, local distributor's
1 - 27
1-28
1-29
1-30
        license, wholesaler's permit, Class B wholesaler's permit, agent's
1-31
        beer license, agent's permit, or manufacturer's agent's permit, or the license or permit holder's agent, representative, or employee,
1-32
1-33
        may, in order to promote the license or permit holder's malt beverages, conduct product instruction events:
1-34
1-35
                         (1) at the premises of a retailer holding a license or
1-36
        permit to sell alcoholic beverages for on-premises or off-premises
1-37
        consumption; and (2)
1-38
        owned, rented, or leased by the license or permit holder conducting
1-39
1-40
        the event while the vehicle is located on the premises of a retailer
1-41
1-42
        described by Subdivision (1).
        (c) A product instruction event must be conducted during normal business hours and may not exceed four hours in length.

(d) The license or permit holder conducting a product
1-43
1-44
1-45
1-46
         instruction event may open, touch, pour, and serve only malt
1-47
        beverages that the license or permit holder manufactures or is
        authorized to distribute.
1-48
1-49
        (e) The license or permit holder conducting the product instruction event must purchase all malt beverages used in the
1-50
1-51
        event from the retailer. The retailer may not charge the license or
1-52
        permit holder more than the price the retailer charges a consumer
        for the beverages.
1-53
        (f) A product instruction event may be prearranged with and preannounced to a retailer. A product instruction event may not be
1-54
1-55
1-56
        preannounced to a consumer.
                                                   host not more than two product
1-57
                 (g) A retailer may
```

1

* * * * *

SECTION 2. This Act takes effect September 1, 2009.

instruction events each calendar year.

1**-**58 1**-**59

1-60