Kuempel (Senate Sponsor - Estes) H.B. No. 3003 1-1 By: (In the Senate - Received from the House May 5, 2017; May 12, 2017, read first time and referred to Committee on Business 1-2 1-3 & Commerce; May 21, 2017, reported favorably by the following vote: Yeas 8, Nays 0; May 21, 2017, sent to printer.) 1-4 1-5

COMMITTEE VOTE

1-7 Yea Nav Absent PNV 1-8 Hancock Х 1-9 Х Creighton 1-10 1-11 Campbell Х Estes Х 1-12 Nichols Х 1-13 Schwertner Х Taylor of Galveston Х 1-14 1**-**15 1**-**16 Whitmire Х Zaffirini Х

A BILL TO BE ENTITLED AN ACT

1-19 relating to certain promotional activities by the holders of 1-20 certain alcoholic beverage permits and licenses. 1-21

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-22 1-23 SECTION 1. Section 108.061, Alcoholic Beverage Code, is amended to read as follows:

1-24 Sec. 108.061. SWEEPSTAKES PROMOTIONS AUTHORIZED. (a) 1-25 Notwithstanding the prohibition against prizes given to a consumer in Section 108.06 and subject to the rules of the commission, a manufacturer, [or] nonresident manufacturer, or brewer may offer a prize to a consumer of legal drinking age if the offer is a part of a 1-26 1-27 1-28 1-29 promotional sweepstakes activity.

1-30 (b) A purchase or entry fee may not be required of any person 1-31 to enter in a sweepstakes authorized under this section.

(c) A person affiliated with the alcoholic beverage industry may not receive a prize from a sweepstakes <u>authorized</u> 1-32 1-33 under this section [promotion]. 1-34

(d) A prize awarded under this section may include food, 1-35 beverages, entertainment, recreation, gifts, or attendance at a private event at a permitted or licensed premises for the winners of the sweepstakes and other guests of the sponsor of the event. The 1-36 1-37 1-38 1-39 name or location of the premises where a private event described by this subsection is held <u>may not be mentioned in any advertising</u> 1-40 1-41 related to the sweepstakes.

(e) If a licensee or permittee conducts a private event authorized by Subsection (d) at a retailer's premises, the licensee 1-42 1-43 or permittee shall pay the retailer the fair market value for the 1-44 1-45 use of the premises. The retailer must retain control of the sale and service of alcoholic beverages at the private event. 1-46

(f) A sweepstakes authorized under this section may be conducted at a permitted or licensed premises and the prize may be 1-47 1-48 1-49 awarded to the winners at the permitted or licensed premises at 1-50 which the sweepstakes is conducted.

SECTION 2. 1-51 This Act takes effect September 1, 2017.

1-52

1-6

1-17

1-18

* * * * *