S.B. No. 928 1-1 Hancock By: (In the Senate - Filed February 20, 2019; March 1, 2019, 1-2 read first time and referred to Committee on Business & Commerce; 1-3 April 1, 2019, reported favorably by the following vote: Yeas 7, Nays 0; April 1, 2019, sent to printer.) 1-4 1-5 1-6 COMMITTEE VOTE 1 - 7Yea Nay Absent PNV 1-8 Х Hancock 1-9 Nichols Х 1-10 Х Campbell 1**-**11 1**-**12 Creighton Х Х Menéndez 1-13 Paxton Х Schwertner 1-14 Х Х 1-15 Whi<u>tm</u>ire 1-16 Zaffirini 1-17 A BILL TO BE ENTITLED 1-18 AN ACT relating to the importation and use for manufacturing purposes of 1-19 1-20 malt beverages by the holder of a brewer's permit or manufacturer's 1-21 license. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-22 Chapter 12, Alcoholic Beverage Code, is amended 1-23 1-24 SECTION 1. by adding Section 12.015 to read as follows: Sec. 12.015. IMPORTATION OF ALE 1-25 AND MALT LIQUOR FOR MANUFACTURE. (a) The holder of a brewer's permit may: (1) import ale and malt liquor for manufacturing purposes from a holder of a nonresident brewer's permit; and (2) mix and blend ale and malt liquor imported under 1-26 1-27 1-28 1-29 Subdivision (1) and bottle and sell the resultant product. 1-30 1-31 The state tax on ale and malt liquor<u>imported</u> (b) for manufacturing purposes does not accrue until: 1-32 1-33 liquor (1)the ale or malt has been used for 1-34 manufacturing purposes; and the 1-35 (2) resultant product has been placed in 1-36 containers for sale. 1-37 SECTION 2. Chapter 62, Alcoholic Beverage Code, is amended 1-38 by adding Section 62.015 to read as follows: IMPORTATION OF BEER, ALE, AND MALT LIQUO The holder of a manufacturer's license may: 1-39 Sec. 62.015. AND MALT LIQUOR FOR 1-40 MANUFACTURE. (a) 1-41 (1)import for manufacturing purposes: 1-42 (A) beer from the holder of nonresident а manufacturer's license; and (B) ale and malt liquor from a holder of a 1-43 1-44 nonresident brewer's permit; and 1-45 1-46 (2) mix and blend beer, ale, and malt liquor imported under Subdivision (1) and bottle and sell the resultant product. 1-47 (b) The state tax on beer, ale, and malt manufacturing purposes does not accrue until: 1-48 liquor imported for 1-49 1-50 (1) the beer, ale, or malt liquor has been used for 1-51 manufacturing purposes; and 1-52 (2) the resultant<u>product</u>has been placed in containers for sale. SECTION 3. S 1-53 1-54 Section 62.07, Alcoholic Beverage Code, is 1-55 amended to read as follows: Sec. 62.07. IMPORTATION OF BEER, ALE, AND MALT LIQUOR[+ CONTAINERS, USE OF TANK CARS]. The holder of a manufacturer's license may import beer, ale, and malt liquor into this state in barrels or other containers in accordance with the provisions of 1-56 1-57 1-58 1-59 1-60 this code. [No person may ship beer into the state in tank cars.] SECTION 4. This Act takes effect September 1, 2019. 1-61

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