4/10/2019

(CSHB 2016 by S. Thompson)

SUBJECT: Allowing sale of dessert-flavored and rice wine by certain permit holders

COMMITTEE: Licensing and Administrative Procedures — committee substitute

recommended

VOTE: 8 ayes — T. King, Goldman, Harless, Herrero, K. King, Kuempel, Paddie,

S. Thompson

0 nays

3 absent — Geren, Guillen, Hernandez

WITNESSES: For — Jim Andrews, Wasabe Beverages; (Registered, but did not testify:

Cheri Huddleston, Southern Glazer's; Rebecca Robinson, Texas

Restaurant Association; Tyler Rudd, Wine Institute)

Against — None

On — (*Registered*, but did not testify: Thomas Graham and Bentley

Nettles, Texas Alcoholic Beverage Commission)

BACKGROUND: Alcoholic Beverage Code sec. 25.01 allows holders of wine and beer

retailer permits to sell traditional port or sherry with an alcohol volume of

one-half of one percent up to 24 percent for on-premise consumption.

Sec. 28.01 authorizes holders of mixed beverage permits to buy wine,

beer, ale, and malt liquor with alcohol of up to 21 percent by volume from

those permitted or licensed to sell those beverages for resale.

DIGEST: CSHB 2016 would add dessert-flavored wine and rice wine to the types of

alcohol that could be sold by wine and beer retailers for on-premise

consumption. It would increase from 21 percent to 24 percent the volume of alcohol that could be in the wine, beer, ale, and malt liquor that holders

of mixed beverage permits could purchase.

HB 2016 House Research Organization page 2

The bill would take effect September 1, 2019.