1 AN ACT relating to the consequences of the possession of illegal synthetic 2 cannabinoids on a holder of or applicant for certain alcoholic 3 beverage licenses and liability of a person who provides, sells, or 4 serves a synthetic cannabinoid to another person. 5 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 7 SECTION 1. Section 69.06, Alcoholic Beverage Code, is 8 amended by amending Subsection (a) and adding Subsection (e) to read as follows: 9 The county judge shall deny an original application for 10 (a) a retail dealer's on-premise license if the county judge [he] finds 11 12 that the applicant or the applicant's spouse, during the five years 13 immediately preceding the application, was finally convicted of a felony or one of the following offenses: 14 15 (1) prostitution; a vagrancy offense involving moral turpitude; 16 (2) 17 (3) bookmaking; (4) gambling or gaming; 18 19 an offense involving controlled substances as (5) defined in the Texas Controlled Substances Act, including an 20 offense involving a synthetic cannabinoid, or an offense involving 21 22 [or] other dangerous drugs; 23 (6) a violation of this code resulting in the 24 cancellation of a license or permit, or a fine of not less than

1 \$500;

2 (7) more than three violations of this code relating3 to minors;

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(8) bootlegging; or

5 (9) an offense involving firearms or a deadly weapon.

(e) In this section, "synthetic cannabinoid" means a
substance included in Penalty Group 2-A under Section 481.1031,
Health and Safety Code.

9 SECTION 2. Section 104.01, Alcoholic Beverage Code, is 10 amended by amending Subsection (a) and adding Subsection (c) to 11 read as follows:

12 (a) No person authorized to sell beer at retail, nor the 13 person's agent, servant, or employee, may engage in or permit 14 conduct on the premises of the retailer which is lewd, immoral, or 15 offensive to public decency, including, but not limited to, any of 16 the following acts:

17 (1) the use of loud and vociferous or obscene, vulgar,18 or indecent language, or permitting its use;

19 (2) the exposure of a person or permitting a person to20 expose himself or herself;

(3) rudely displaying or permitting a person to rudely
display a pistol or other deadly weapon in a manner calculated to
disturb persons in the retail establishment;

24 (4) solicitation of any person to buy drinks for
25 consumption by the retailer or any of the retailer's employees;

26 (5) being intoxicated on the licensed premises;
27 (6) permitting lewd or vulgar entertainment or acts;

S.B. No. 341 (7) permitting solicitations of persons for immoral or

2 sexual purposes;

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3 (8) failing or refusing to comply with state or4 municipal health or sanitary laws or ordinances; or

5 (9) possession of a narcotic <u>or synthetic cannabinoid</u> 6 or any equipment used or designed for the administering of a 7 narcotic <u>or a synthetic cannabinoid</u> or permitting a person on the 8 licensed premises to do so.

9 <u>(c) In this section, "synthetic cannabinoid" means a</u> 10 <u>substance included in Penalty Group 2-A under Section 481.1031,</u> 11 <u>Health and Safety Code.</u>

SECTION 3. Subchapter D, Chapter 481, Health and Safety
Code, is amended by adding Section 481.1131 to read as follows:

14 <u>Sec. 481.1131. CAUSE OF ACTION FOR SALE OR PROVISION OF</u> 15 <u>SYNTHETIC CANNABINOID. (a) In this section, "synthetic</u> 16 <u>cannabinoid" means a substance included in Penalty Group 2-A under</u> 17 <u>Section 481.1031.</u>

18 (b) This section does not affect the right of a person to 19 bring a common law cause of action against an individual whose 20 consumption or ingestion of a synthetic cannabinoid resulted in 21 causing the person bringing the suit to suffer personal injury or 22 property damage.

23 (c) Providing, selling, or serving a synthetic cannabinoid 24 may be made the basis of a statutory cause of action under this 25 section on proof that the intoxication of the recipient of the 26 synthetic cannabinoid was a proximate cause of the damages 27 suffered.

1	(d) The liability provided under this section for the
2	actions of a retail establishment's employees, customers, members,
3	or guests who are or become intoxicated by the consumption or
4	ingestion of a synthetic cannabinoid is in lieu of common law or
5	other statutory law warranties and duties of retail establishments.
6	(e) This chapter does not impose obligations on a retail
7	establishment other than those expressly stated in this section.
8	SECTION 4. This Act applies only to a cause of action that
9	accrues on or after the effective date of this Act. A cause of
10	action that accrued before the effective date of this Act is
11	governed by the law applicable to the cause of action immediately

12 before the effective date of this Act, and that law is continued in 13 effect for that purpose.

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SECTION 5. This Act takes effect September 1, 2017.

President of the Senate Speaker of the House I hereby certify that S.B. No. 341 passed the Senate on April 19, 2017, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 341 passed the House on May 24, 2017, by the following vote: Yeas 143, Nays 3, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor