Amend **CSHB 2544** by adding the following appropriately numbered SECTIONS and renumbering SECTIONS of the bill appropriately:

SECTION ____. Subchapter B, Chapter 11, Alcoholic Beverage Code, is amended by adding Section 11.481 to read as follows:

Sec. 11.481. MANDATORY REFUSAL OF PERMIT: SEXUALLY ORIENTED BUSINESS. The commission or administrator shall refuse to grant a permit for a premises on which a sexually oriented business, as defined by Section 243.002, Local Government Code, operates.

SECTION ____. Section 11.61, Alcoholic Beverage Code, is amended by adding Subsection (i) to read as follows:

(i) The commissioner or administrator shall cancel an original or renewal permit if it is found, after notice and hearing, that a sexually oriented business, as defined by Section 243.002, Local Government Code, operates on the premises.

SECTION ____. Subchapter B, Chapter 61, Alcoholic Beverage Code, is amended by adding Section 61.421 to read as follows:

Sec. 61.421. MANDATORY REFUSAL OF PERMIT: SEXUALLY ORIENTED BUSINESS. The commission or administrator shall refuse to grant a license for a premises on which a sexually oriented business, as defined by Section 243.002, Local Government Code, operates.

SECTION ____. Section 61.71, Alcoholic Beverage Code, is amended by adding Subsection (j) to read as follows:

(j) The commissioner or administrator shall cancel an original or renewal license if it is found, after notice and hearing, that a sexually oriented business, as defined by Section 243.002, Local Government Code, operates on the premises.

SECTION ____. Subchapter D, Chapter 101, Alcoholic Beverage Code, is amended by adding Section 101.76 to read as follows:

Sec. 101.76. CONSUMPTION ON PREMISES OF SEXUALLY ORIENTED BUSINESS. (a) In this section, "sexually oriented business" has the meaning assigned by Section 243.002, Local Government Code.

(b) Except as provided by Subsection (d), a person commits an offense if the person consumes an alcoholic beverage on the premises of a sexually oriented business.

(c) Except as provided by Subsection (d), a person who maintains a sexually oriented business commits an offense if the

person allows the consumption of an alcoholic beverage on the premises of the sexually oriented business.

(d) It is not an offense under this section to consume or allow consumption of an alcoholic beverage on premises covered by a license or permit under this code that authorizes consumption of alcoholic beverages on the premises.

SECTION ____. Sections 11.61(i) and 61.71(j), Alcoholic Beverage Code, as added by this Act, apply only to a license or permit originally granted after the effective date of this Act or a license or permit originally granted before the effective date of this Act and renewed after the effective date of this Act.