By: Thompson H.B. No. 3181

A BILL TO BE ENTITLED

AN ACT

2 relating to authorizing injunctive relief during proceedings to 3 cancel or suspend certain alcoholic beverage permits and licenses.

- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter C, Chapter 11, Alcoholic Beverage
- 6 Code, is amended by adding Section 11.614 to read as follows:
- 7 Sec. 11.614. INJUNCTIVE RELIEF. (a) This section applies
- 8 to a proceeding to cancel or suspend a permit that authorizes the
- 9 permit holder to sell alcoholic beverages for on-premises
- 10 consumption.

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- 11 (b) The commission or administrator may file a motion with
- 12 the State Office of Administrative Hearings for injunctive relief
- 13 while the proceeding to cancel or suspend the permit is pending.
- 14 (c) If the administrator or commission establishes that
- 15 there are ongoing criminal acts on the permitted premises that
- 16 constitute a threat to the public health, safety, or welfare,
- including offenses under Chapter 22, 42, 43, or 46, Penal Code, or
- 18 Chapter 481, Health and Safety Code, the administrative law judge
- 19 may enter an order to stop the criminal activity from occurring on
- 20 the permitted premises while the contested case is pending,
- 21 including an order prohibiting the sale or consumption of alcoholic
- 22 beverages on the premises or the possession of alcoholic beverages
- 23 with intent to consume the alcoholic beverages on the permitted
- 24 premises.

- 1 <u>(d) If a permit holder violates an order issued under this</u> 2 section, the administrative law judge shall:
- 3 (1) cancel the permit holder's permit;

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filed.

- 4 (2) suspend the permit holder's permit; or
- 5 (3) impose a civil fine on the permit holder.
- (e) The commission or administrator may file a motion with the administrative law judge requesting a hearing on the issue of whether the permit holder violated an order issued under this section. The administrative law judge shall hold the hearing after the 10th day after the date the motion for a hearing is filed and before the 21st day after the date the motion for a hearing is
- (f) On application by the administrator or commission, the 13 14 administrative law judge may enter a temporary order without notice 15 to the permit holder. A temporary order must expire not later than the 10th day after the date the order is entered. Before the 16 17 temporary order expires, the administrative law judge shall hold a hearing on the question of whether the temporary order should be 18 19 extended for the duration of the contested case or whether other orders should be issued. 20
- 21 (g) The administrative law judge shall give priority to a 22 hearing for temporary relief over all other matters pending before 23 the administrative law judge.
- (h) At the close of the contested case, if the permit holder
 continues to operate, the administrative law judge may issue a
 permanent order imposing conditions on the permit holder to prevent
 the reoccurrence of the criminal activity on the permit holder's

- 1 premises.
- 2 SECTION 2. Subchapter C, Chapter 61, Alcoholic Beverage
- 3 Code, is amended by adding Section 61.722 to read as follows:
- 4 Sec. 61.722. INJUNCTIVE RELIEF. (a) This section applies
- 5 to a proceeding to cancel or suspend a license that authorizes the
- 6 <u>license holder to sell alcoholic beverages for on-premises</u>
- 7 consumption.
- 8 (b) The commission or administrator may file a motion with
- 9 the State Office of Administrative Hearings for injunctive relief
- 10 while the proceeding to cancel or suspend the license is pending.
- 11 <u>(c)</u> If the administrator or commission establishes that
- 12 there are ongoing criminal acts on the licensed premises that
- 13 constitute a threat to the public health, safety, or welfare,
- 14 including offenses under Chapter 22, 42, 43, or 46, Penal Code, or
- 15 Chapter 481, Health and Safety Code, the administrative law judge
- 16 may enter an order to stop the criminal activity from occurring on
- 17 the licensed premises while the contested case is pending,
- 18 including an order prohibiting the sale or consumption of alcoholic
- 19 beverages on the premises or the possession of alcoholic beverages
- 20 with intent to consume the alcoholic beverages on the licensed
- 21 <u>premises.</u>
- 22 <u>(d) If a license holder violates</u> an order issued under this
- 23 <u>section</u>, the administrative law judge shall:
- 24 (1) cancel the license holder's permit;
- 25 (2) suspend the license holder's permit; or
- 26 (3) impose a civil fine on the license holder.
- (e) The commission or administrator may file a motion with

- 1 the administrative law judge requesting a hearing on the issue of
- 2 whether the license holder violated an order issued under this
- 3 section. The administrative law judge shall hold the hearing after
- 4 the 10th day after the date the motion for a hearing is filed and
- 5 before the 21st day after the date the motion for a hearing is
- 6 filed.
- 7 (f) On application by the administrator or commission, the
- 8 administrative law judge may enter a temporary order without notice
- 9 to the license holder. A temporary order must expire not later than
- 10 the 10th day after the date the order is entered. Before the
- 11 temporary order expires, the administrative law judge shall hold a
- 12 hearing on the question of whether the temporary order should be
- 13 extended for the duration of the contested case or whether other
- 14 orders should be issued.
- 15 (g) The administrative law judge shall give priority to a
- 16 hearing for temporary relief over all other matters pending before
- 17 the administrative law judge.
- (h) At the close of the contested case, if the license
- 19 holder continues to operate, the administrative law judge may issue
- 20 <u>a permanent order imposing conditions on the license holder to</u>
- 21 prevent the reoccurrence of the criminal activity on the license
- 22 holder's premises.
- SECTION 3. The change in law made by this Act applies only
- 24 to a proceeding to suspend or cancel a permit or license commenced
- 25 on or after the effective date of this Act. A proceeding to suspend
- 26 or cancel a permit or license commenced before the effective date of
- 27 this Act is governed by the law in effect immediately before the

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- 1 effective date of this Act, and the former law is continued in
- 2 effect for that purpose.
- 3 SECTION 4. This Act takes effect September 1, 2009.