By: Huffman, et al. (Leach, Thompson of Harris, Hunter) S.B. No. 766

A BILL TO BE ENTITLED

AN ACT relating to sexually oriented businesses, including a requirement to participate in the federal electronic verification of employment authorization program, or E-verify, and restricting the age of persons employed by or allowed on the premises; creating criminal offenses. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

8 SECTION 1. Section 51.016, Labor Code, is amended by 9 amending Subsections (a), (b), (c), (d), (e), (h), and (i) and 10 adding Subsection (j) to read as follows:

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(a) In this section:

12 (1) "E-verify program" has the meaning assigned by 13 Section 673.001, Government Code.

14 (2) "Sexually[, "sexually] oriented business" has the 15 meaning assigned by Section 243.002, Local Government Code.

(b) A sexually oriented business may not employ <u>or enter</u>
<u>into a contract, other than a contract described by Subsection (g),</u>
<u>for the performance of work or the provision of a service with</u> an
individual younger than <u>21</u> [18] years of age.

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(c) A sexually oriented business shall:

21 (1) maintain at the business a record that contains a 22 copy of a valid proof of identification of each employee <u>and</u> [or] 23 independent contractor working at the premises of the business; <u>and</u> 24 (2) register and participate in the E-verify program

S.B. No. 766 to verify information of all employees and independent contractors. 1 2 (d) A proof of identification satisfies the requirements of Subsection (c)(1) [(c)] if the identification: 3 4 (1)contains a physical description and photograph consistent with the person's appearance; 5 (2) contains the date of birth of the person; and 6 7 (3) was issued by a government agency. (e) The form of identification under Subsection (c)(1) 8 9 [(c)] may include: 10 (1) a driver's license issued by this state or another 11 state; 12 (2) a passport; or 13 (3) an identification card issued by this or another state or the federal government. 14 15 (h) The commission, the attorney general, or a [local] law 16 enforcement agency may inspect a record maintained under this section and request proof of E-verify program information 17 verification if there is good reason to believe that an individual 18 younger than 21 [18] years of age is employed or has been employed 19 20 by, or has entered into a contract, other than a contract described by Subsection (g), for the performance of work or the provision of a 21 service with, the sexually oriented business within the five [two] 22 years preceding the date of the inspection. 23 24 A person commits an offense if the person: (i) 25 (1)fails to maintain a record as required by this section; [or] 26 27 (2) knowingly or intentionally hinders an inspection

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1	authorized under Subsection (h) <u>; or</u>
2	(3) violates Subsection (b).
3	(j) A person commits an offense if the person fails to
4	register and participate in the E-verify program as required by
5	Subsection (c)(2).
6	SECTION 2. Chapter 106, Alcoholic Beverage Code, is amended
7	by adding Section 106.17 to read as follows:
8	Sec. 106.17. PRESENCE OF CERTAIN MINORS ON PERMITTED OR
9	LICENSED PREMISES OPERATING AS SEXUALLY ORIENTED BUSINESS. (a) An
10	individual younger than 18 years of age may not be on premises
11	covered by a permit or license issued under this code if a sexually
12	oriented business, as defined by Section 243.002, Local Government
13	Code, operates on the premises.
14	(b) The holder of a permit or license covering a premises
15	described by Subsection (a) may not knowingly or recklessly allow
16	an individual younger than 18 years of age to be on the premises.
17	(c) Notwithstanding any other provision of this code, if it
18	is found, after notice and hearing, that a permittee or licensee has
19	violated Subsection (b) the commission or administrator shall:
20	(1) suspend the permit or license for 30 days for the
21	first violation;
22	(2) suspend the permit or license for 60 days for the
23	second violation; and
24	(3) cancel the permit or license for the third
25	violation.
26	SECTION 3. Subchapter A, Chapter 102, Business & Commerce
27	Code, is amended by adding Section 102.0031 to read as follows:

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1 Sec. 102.0031. PROHIBITION ON CERTAIN ACTIVITIES BY BUSINESS IN RELATION TO A CHILD. A sexually oriented business may 2 not allow an individual younger than 18 years of age to enter the 3 4 premises of the business. 5 SECTION 4. Section 102.004(a), Business & Commerce Code, is amended to read as follows: 6 7 (a) The attorney general or appropriate district or county attorney, in the name of the state, may bring an action for an 8 9 injunction or other process against a person who violates or threatens to violate Section 102.002, [or] 102.003, or 102.0031. 10 SECTION 5. Section 102.005(b), Business & Commerce Code, is 11 amended to read as follows: 12 13 (b) A sexually oriented business commits an offense if the business violates Section 102.003 or 102.0031. 14 15 SECTION 6. Section 125.0015(a), Civil Practice and Remedies 16 Code, is amended to read as follows: (a) A person who maintains a place to which persons 17 habitually go for the following purposes and who knowingly 18 tolerates the activity and furthermore fails to make reasonable 19 20 attempts to abate the activity maintains a common nuisance: 21 (1) discharge of a firearm in a public place as prohibited by the Penal Code; 22 (2) reckless discharge of a firearm as prohibited by 23 24 the Penal Code; 25 (3) engaging in organized criminal activity as a member of a combination as prohibited by the Penal Code; 26 27 (4) delivery, possession, manufacture, or use of a 4

S.B. No. 766 substance or other item in violation of Chapter 481, Health and 1 2 Safety Code; (5) gambling, gambling promotion, or communicating 3 4 gambling information as prohibited by the Penal Code; 5 (6) prostitution, promotion of prostitution, or aggravated promotion of prostitution as prohibited by the Penal 6 7 Code; (7) compelling prostitution as prohibited by the Penal 8 9 Code; 10 (8) commercial manufacture, commercial distribution, 11 or commercial exhibition of obscene material as prohibited by the Penal Code; 12 13 (9) aggravated assault as described by Section 22.02, Penal Code; 14 15 (10)sexual assault as described by Section 22.011, 16 Penal Code; 17 aggravated sexual assault as described by Section (11)22.021, Penal Code; 18 robbery as described by Section 29.02, Penal 19 (12) Code; 20 aggravated robbery as described by Section 29.03, 21 (13)22 Penal Code; (14) unlawfully carrying a weapon as described by 23 Section 46.02, Penal Code; 24 25 (15)murder as described by Section 19.02, Penal Code; 26 (16)capital murder as described by Section 19.03, 27 Penal Code;

1 (17) continuous sexual abuse of young child or 2 children as described by Section 21.02, Penal Code; (18) massage therapy or other massage services 3 in 4 violation of Chapter 455, Occupations Code; 5 (19) employing or entering into a contract for the performance of work or the provision of a service with an individual 6 7 younger than 21 years of age for work or services performed [a minor] at a sexually oriented business as defined by Section 8 243.002, Local Government Code; 9 10 (20) trafficking of persons as described by Section 20A.02, Penal Code; 11 (21) sexual conduct or performance by a child as 12 13 described by Section 43.25, Penal Code; employment harmful to a child as described by 14 (22) 15 Section 43.251, Penal Code; 16 (23) criminal trespass as described by Section 30.05, 17 Penal Code; (24) disorderly conduct as described by Section 42.01, 18 Penal Code; 19 arson as described by Section 28.02, Penal Code; 20 (25) criminal mischief as described by Section 28.03, 21 (26) Penal Code, that causes a pecuniary loss of \$500 or more; [or] 22 a graffiti offense in violation of Section 28.08, 23 (27) Penal Code; or 24 25 (28) permitting an individual younger than 18 years of age to enter the premises of a sexually oriented business as defined 26 27 by Section 243.002, Local Government Code.

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1 SECTION 7. Section 51.031(b), Labor Code, is amended to
2 read as follows:

3 (b) An offense under Section 51.014(d), [or Section]
4 51.0145, or 51.016(i)(3) is a Class A misdemeanor.

5 SECTION 8. Section 43.251(a)(1), Penal Code, is amended to 6 read as follows:

7 (1) "Child" means a person younger than <u>21</u> [18] years
8 of age.

9 SECTION 9. The changes in law made by this Act apply only to an offense committed on or after the effective date of this Act. An 10 offense committed before the effective date of this Act is governed 11 by the law in effect on the date the offense was committed, and the 12 former law is continued in effect for that purpose. For purposes of 13 this section, an offense was committed before the effective date of 14 15 this Act if any element of the offense was committed before that 16 date.

17 SECTION 10. Section 51.016(c)(2), Labor Code, as added by 18 this Act, applies only to an employee of a sexually oriented 19 business who commences employment with the business on or after the 20 effective date of this Act.

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SECTION 11. This Act takes effect September 1, 2021.