LEGISLATURE OF NEBRASKA

ONE HUNDRED SECOND LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 693

Introduced by Carlson, 38.

Read first time January 19, 2011

Committee: Judiciary

A BILL

- 1 FOR AN ACT relating to alcoholic liquor; to adopt the Alcoholic
- 2 Liquor Liability Act; and to provide an operative date.
- 3 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 9 of this act shall be known and

- 2 <u>may be cited as the Alcoholic Liquor Liability Act.</u>
- 3 Sec. 2. The purposes of the Alcoholic Liquor Liability
- 4 Act are to prevent intoxication-related traumatic injuries, deaths,
- 5 and other damages and to establish a legal basis for obtaining
- 6 compensation for persons suffering damages as a result of provision
- 7 or service of alcoholic liquor under circumstances described in the
- 8 act.
- 9 Sec. 3. For purposes of the Alcoholic Liquor Liability
- 10 <u>Act:</u>
- 11 (1) Alcoholic liquor has the definition found in section
- 12 <u>53-103.02;</u>
- 13 (2) Intoxication means an impairment of a person's mental
- 14 or physical faculties as a result of his or her use of alcoholic
- 15 liquor so as to diminish the person's ability to think and act in the
- 16 manner of a reasonably prudent person in full possession of his or
- 17 her faculties using reasonable care under the same or similar
- 18 <u>circumstances;</u>
- 19 (3) Licensee means a person holding a license issued
- 20 under the Nebraska Liquor Control Act to sell alcoholic liquor at
- 21 <u>retail;</u>
- 22 (4) Retailer means a licensee, any agent or employee of
- 23 the licensee, or any person who at the time of the events leading to
- 24 an action under the Alcoholic Liquor Liability Act was required to
- 25 have a license issued under the Nebraska Liquor Control Act in order

- 1 to sell alcoholic liquor at retail; and
- 2 (5) Service of alcoholic liquor means any sale, gift, or
- 3 <u>other manner of conveying possession of alcoholic liquor.</u>
- 4 Sec. 4. (1) Any person who sustains injury or property
- 5 damage as a proximate result of the negligence of an intoxicated
- 6 person or the estate of any person killed as a proximate result of
- 7 the negligence of an intoxicated person shall have, in addition to
- 8 any other cause of action available in tort, a cause of action
- 9 against a licensee who served alcoholic liquor by the drink to the
- 10 intoxicated person when the licensee knew or should have known that
- 11 the person was intoxicated or when the licensee knew or should have
- 12 known that the person would become intoxicated.
- 13 (2) The following complete defenses shall be available in
- 14 any action brought under this section:
- 15 (a) The intoxication did not contribute to the negligent
- 16 <u>conduct; or</u>
- 17 (b) The injured person or the decedent encouraged,
- 18 contributed to, or participated in the drinking activities of the
- 19 <u>intoxicated person</u>.
- 20 Sec. 5. No cause of action under the Alcoholic Liquor
- 21 Liability Act shall be available to the intoxicated person, his or
- 22 her estate, or anyone whose claim is based upon injury to or death of
- 23 <u>the intoxicated person.</u>
- Sec. 6. <u>In an action under the Alcoholic Liquor Liability</u>
- 25 Act, damages may be awarded for all actual damages, including damages

- 1 for wrongful death, as in other tort actions.
- Sec. 7. Notwithstanding any other provision of law, any
- 3 action under the Alcoholic Liquor Liability Act shall be brought
- 4 within four years after the occurrence causing the injury, property
- 5 damage, or death.
- 6 Sec. 8. (1) A plaintiff's settlement and release of one
- 7 <u>defendant in an action under the Alcoholic Liquor Liability Act does</u>
- 8 <u>not bar claims against any other defendant.</u>
- 9 (2) The amount paid to a plaintiff in consideration for
- 10 the settlement and release of a defendant in an action under the act
- 11 <u>shall be offset against all other subsequent judgments awarded to the</u>
- 12 plaintiff.
- 13 <u>(3) The retailer, the licensee, and the intoxicated</u>
- 14 person who are defendants in an action brought under the act are
- 15 jointly and severally liable in such action as provided in section
- 16 25-21,185.10 for those who act in concert to cause harm.
- 17 (4) In an action based on the Alcoholic Liquor Liability
- 18 Act, the retailer, the licensee, and the intoxicated person shall
- 19 have a right of contribution and not a right of subrogation from one
- another.
- 21 Sec. 9. Every retailer shall furnish proof of financial
- 22 responsibility for the provisions of the Alcoholic Liquor Liability
- 23 Act by the existence of a liability insurance policy in an amount
- 24 <u>determined by the Nebraska Liquor Control Commission.</u>
- 25 Sec. 10. This act becomes operative on January 1, 2012.