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THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1462 Session of 1993

INTRODUCED BY SCRIMENTI, DONATUCCI, BEBKO-JONES, CAPPABIANCA, BOYES, MERRY, KUKOVICH, TRICH, DALEY, HERSHEY, BELFANTI, MILLER, HECKLER, VEON, STURLA, NICKOL, NYCE, WAUGH, SAYLOR, SEMMEL, BARLEY, STABACK, RUDY, WOGAN, MAITLAND, JAMES, STEIL, CLARK, NAILOR, PETRARCA AND KING, APRIL 27, 1993

AS AMENDED ON THIRD CONSIDERATION, IN SENATE, JUNE 23, 1993

AN ACT

- Amending the act of April 12, 1951 (P.L.90, No.21), entitled, as 1 2 reenacted, "An act relating to alcoholic liquors, alcohol and 3 malt and brewed beverages; amending, revising, consolidating 4 and changing the laws relating thereto; regulating and 5 restricting the manufacture, purchase, sale, possession, consumption, importation, transportation, furnishing, holding 6 7 in bond, holding in storage, traffic in and use of alcoholic 8 liquors, alcohol and malt and brewed beverages and the 9 persons engaged or employed therein; defining the powers and duties of the Pennsylvania Liquor Control Board; providing 10 for the establishment and operation of State liquor stores, 11 12 for the payment of certain license fees to the respective 13 municipalities and townships, for the abatement of certain 14 nuisances and, in certain cases, for search and seizure 15 without warrant; prescribing penalties and forfeitures; providing for local option, and repealing existing laws," 16 PERMITTING CERTAIN SALES ON SUPER BOWL SUNDAYS; AND providing 17 18 FOR CONTAINERS, for additional activities of limited wineries 19 AND FOR MONEY PAID INTO THE STATE STORES FUND.
- 20 The General Assembly of the Commonwealth of Pennsylvania
- 21 hereby enacts as follows:
- 22 Section 1. Section 505.2 of the act of April 12, 1951
- 23 (P.L.90, No.21), known as the Liquor Code, reenacted and amended
- 24 June 29, 1987 (P.L.32, No.14), is amended to read:

1 SECTION 1. SECTION 406(A) OF THE ACT OF APRIL 12, 1951

2 (P.L.90, NO.21), KNOWN AS THE LIQUOR CODE, REENACTED AND AMENDED

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3 JUNE 29, 1987 (P.L.32, NO.14), IS AMENDED BY ADDING A PARAGRAPH
4 TO READ:

SECTION 1. THE DEFINITIONS OF "CONTAINER," "DISTRIBUTOR" AND <-
"IMPORTING DISTRIBUTOR" IN SECTION 102 OF THE ACT OF APRIL 12,
1951 (P.L.90, NO.21), KNOWN AS THE LIQUOR CODE, REENACTED AND
AMENDED JUNE 29, 1987 (P.L.32, NO.14), ARE AMENDED AND THE
SECTION IS AMENDED BY ADDING DEFINITIONS TO READ:

SECTION 102. DEFINITIONS.--THE FOLLOWING WORDS OR PHRASES, UNLESS THE CONTEXT CLEARLY INDICATES OTHERWISE, SHALL HAVE THE MEANINGS ASCRIBED TO THEM IN THIS SECTION:

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14 <u>"CARRIER" SHALL MEAN AND INCLUDE ANY SEALED RECEPTACLE OR</u>
15 FORM OF PACKAGE AS PREPARED FOR THE MARKET BY THE MANUFACTURER
16 AT THE PLACE OF MANUFACTURE, WHICH IS CONTAINED WITHIN A CASE,
17 AND WHICH HOLDS ONE OR MORE ORIGINAL CONTAINERS.
18 <u>"CASE" SHALL MEAN AND INCLUDE ANY BOX, CRATE OR TRAY AS</u>

19 PREPARED FOR THE MARKET BY THE MANUFACTURER AT THE PLACE OF 20 MANUFACTURE, WHICH HOLDS TWO OR MORE ORIGINAL CONTAINERS, LOOSE 21 OR BOUND TOGETHER.

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23 "CONTAINER" SHALL MEAN AND INCLUDE ANY [RECEPTACLE,] VESSEL
24 [OR FORM OF PACKAGE], TANK, VAT, CASK, BARREL, DRUM, KEG, CAN,
25 BOTTLE OR CONDUIT USED OR CAPABLE OF USE FOR HOLDING, STORING,
26 TRANSFERRING OR SHIPMENT OF ALCOHOL, LIQUOR OR MALT OR BREWED
27 BEVERAGES.

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29 "DISTRIBUTOR" SHALL MEAN ANY PERSON LICENSED BY THE BOARD TO 30 ENGAGE IN THE PURCHASE ONLY FROM PENNSYLVANIA MANUFACTURERS AND 19930H1462B2291 – 2 –

1 FROM IMPORTING DISTRIBUTORS AND THE RESALE OF MALT OR BREWED 2 BEVERAGES, EXCEPT TO IMPORTING DISTRIBUTORS AND DISTRIBUTORS, IN 3 THE ORIGINAL SEALED CONTAINERS AND CASE AS PREPARED FOR THE 4 MARKET BY THE MANUFACTURER AT THE PLACE OF MANUFACTURE, BUT NOT 5 FOR CONSUMPTION ON THE PREMISES WHERE SOLD, AND IN QUANTITIES OF NOT LESS THAN A CASE OF TWENTY-FOUR CONTAINERS, EACH CONTAINER 6 7 HOLDING SEVEN FLUID OUNCES OR MORE, OR A CASE OF TWENTY CONTAINERS, EACH CONTAINER HOLDING TWENTY-TWO FLUID OUNCES OR 8 9 MORE, OR A CASE OF TWELVE CONTAINERS, EACH CONTAINER HOLDING 10 TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT ORIGINAL CONTAINERS 11 CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES OR MORE WHICH MAY BE 12 SOLD SEPARATELY. A DISTRIBUTOR MAY SELL IDENTICAL CONTAINERS OF 13 THE SAME BRAND OF MALT OR BREWED BEVERAGES FROM A CASE TO ANY 14 PERSON NOT LICENSED UNDER THIS ACT, PROVIDED SUCH CONTAINERS ARE 15 IN THEIR ORIGINAL CARRIER, AND IF EACH ORIGINAL CARRIER HOLDS 16 EITHER TWELVE, FIFTEEN OR EIGHTEEN CONTAINERS, EACH CONTAINER 17 HOLDING SEVEN FLUID OUNCES OR MORE.

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"IMPORTING DISTRIBUTOR" SHALL MEAN ANY PERSON LICENSED BY THE 19 20 BOARD TO ENGAGE IN THE PURCHASE FROM MANUFACTURERS AND OTHER 21 PERSONS LOCATED OUTSIDE THIS COMMONWEALTH AND FROM PERSONS 22 LICENSED AS MANUFACTURERS OF MALT OR BREWED BEVERAGES AND 23 IMPORTING DISTRIBUTORS UNDER THIS ACT, AND THE RESALE OF MALT OR 24 BREWED BEVERAGES IN THE ORIGINAL SEALED CONTAINERS AND CASE AS 25 PREPARED FOR THE MARKET BY THE MANUFACTURER AT THE PLACE OF 26 MANUFACTURE, BUT NOT FOR CONSUMPTION ON THE PREMISES WHERE SOLD, 27 AND IN QUANTITIES OF NOT LESS THAN A CASE OF TWENTY-FOUR 28 CONTAINERS, EACH CONTAINER HOLDING SEVEN FLUID OUNCES OR MORE, OR A CASE OF TWENTY CONTAINERS, EACH CONTAINER HOLDING TWENTY-29 30 TWO FLUID OUNCES OR MORE, OR A CASE OF TWELVE CONTAINERS, EACH - 3 -19930H1462B2291

CONTAINER HOLDING TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT 1 2 ORIGINAL CONTAINERS CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES 3 OR MORE WHICH MAY BE SOLD SEPARATELY. AN IMPORTING DISTRIBUTOR 4 MAY SELL IDENTICAL CONTAINERS OF THE SAME BRAND OF MALT OR 5 BREWED BEVERAGES FROM A CASE TO ANY PERSON NOT LICENSED UNDER THIS ACT, PROVIDED SUCH CONTAINERS ARE IN THEIR ORIGINAL 6 7 CARRIER, AND IF EACH ORIGINAL CARRIER HOLDS EITHER TWELVE, 8 FIFTEEN OR EIGHTEEN CONTAINERS, EACH CONTAINER HOLDING SEVEN 9 FLUID OUNCES OR MORE. * * * 10 11 SECTION 2. SECTION 406(A) OF THE ACT IS AMENDED BY ADDING A 12 PARAGRAPH TO READ: 13 SECTION 406. SALES BY LIQUOR LICENSEES; RESTRICTIONS.--(A) 14 * * * 15 (7) NOTWITHSTANDING ANY PROVISIONS OF THIS ACT, ON THE 16 SUNDAY ON WHICH THE SPORTING EVENT COMMONLY REFERRED TO AS THE 17 "SUPER BOWL" IS CONDUCTED, LICENSEES WHO DO NOT POSSESS THE 18 SPECIAL ANNUAL PERMIT PROVIDED FOR IN PARAGRAPH (3), THEIR 19 SERVANTS, AGENTS OR EMPLOYES MAY SELL LIQUOR AND MALT OR BREWED 20 BEVERAGES ON SUCH SUNDAY AFTER ONE O'CLOCK POSTMERIDIAN AND 21 UNTIL TWO O'CLOCK ANTEMERIDIAN OF THE FOLLOWING DAY. * * * 22 23 SECTION 3. THE ACT IS AMENDED BY ADDING A SECTION TO READ: 24 SECTION 408.11. SEASONAL OUTDOOR CAFE.--(A) THE BOARD IS 25 AUTHORIZED TO ISSUE A RESTRICTED RESTAURANT LICENSE IN A CITY OF 26 THE FIRST CLASS FOR THE RETAIL SALE OF LIQUOR AND MALT OR BREWED 27 BEVERAGES BY THE GLASS, OPEN BOTTLE OR OTHER CONTAINER OR IN ANY 28 MIXTURE FOR CONSUMPTION IN A SEASONAL TEMPORARY OUTDOOR CAFE 29 LOCATED ON PREMISES OWNED BY A CITY OF THE FIRST CLASS. 30 (B) THE APPLICATION FOR A LICENSE UNDER THIS SECTION MAY BE

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1 FILED AT ANY TIME BY A CONCESSIONAIRE SELECTED AND CERTIFIED BY 2 THE CITY OF THE FIRST CLASS AND SHALL CONFORM WITH ALL 3 REQUIREMENTS FOR RESTAURANT LIQUOR LICENSES AND APPLICATIONS, 4 EXCEPT AS MAY OTHERWISE BE PROVIDED HEREIN. THE APPLICANT SHALL 5 SUBMIT SUCH OTHER INFORMATION AS THE BOARD MAY REQUIRE. AN APPLICATION SHALL BE IN WRITING ON FORMS PRESCRIBED BY THE BOARD 6 7 AND SHALL BE SIGNED AND SUBMITTED TO THE BOARD BY THE APPLICANT. 8 THE FILING FEE SHALL BE AS PRESCRIBED BY LAW FOR RESTAURANT 9 LICENSES. 10 (C) UPON RECEIPT OF THE APPLICATION IN PROPER FORM AND THE 11 APPLICATION FEE AND UPON BEING SATISFIED THAT THE APPLICANT IS 12 OF GOOD REPUTE AND FINANCIALLY RESPONSIBLE, THE BOARD SHALL 13 ISSUE A LICENSE TO THE APPLICANT. 14 (D) THE LICENSE SHALL BE ISSUED FOR THE SAME PERIOD OF TIME 15 AS PROVIDED FOR RESTAURANT LICENSES AND SHALL BE RENEWED AS 16 PROVIDED IN SECTION 402. THE LICENSE SHALL TERMINATE UPON 17 REVOCATION BY THE BOARD OR UPON TERMINATION OF THE CONTRACT 18 BETWEEN THE CONCESSIONAIRE AND THE CITY OF THE FIRST CLASS. 19 (E) THE CHARACTERISTICS OF A RESTAURANT SET FORTH IN SECTION 20 102 SHALL NOT APPLY TO THE SEASONAL TEMPORARY OUTDOOR CAFE 21 LICENSED UNDER THIS SECTION. THE SEASONAL TEMPORARY OUTDOOR CAFE 22 SHALL BE AN OPEN-AIR FACILITY WITH TABLES AND CHAIRS SUFFICIENT 23 TO SEAT AT LEAST THIRTY PERSONS. THE SEASONAL TEMPORARY OUTDOOR 24 CAFE WILL CONSIST OF A TEMPORARY STRUCTURE MEASURING NOT LESS 25 THAN FOURTEEN FEET BY TEN FEET BY TEN FEET WITH A TWENTY FEET BY 26 TWENTY FEET TENT ADJACENT TO OR CONNECTED TO THIS STRUCTURE OVER 27 A TWENTY-FOUR FEET BY TWENTY-FOUR FEET DECK AND LOCATED ON 28 PROPERTY OWNED BY A CITY OF THE FIRST CLASS. 29 (F) THE PENAL SUM OF THE BOND WHICH SHALL BE FILED BY AN 30 APPLICANT FOR A LICENSE ISSUED UNDER THIS SECTION, PURSUANT TO

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1 <u>SECTION 465, SHALL BE TWO THOUSAND DOLLARS (\$2,000).</u>

2 (G) SALES BY THE HOLDER OF A LICENSE ISSUED UNDER THIS 3 SECTION MAY BE MADE, EXCEPT TO THOSE PERSONS PROHIBITED UNDER 4 CLAUSE (1) OF SECTION 493, ON PREMISES OWNED BY THE CITY OF THE 5 FIRST CLASS AND AVAILABLE FOR USE DURING THE HOURS IN WHICH THE SEASONAL TEMPORARY CAFE IS OPERATED AND UP TO ONE HOUR AFTER THE 6 SCHEDULED CLOSING, AND AT FUNCTIONS WHICH ARE INCIDENTAL TO THE 7 8 SEASONAL TEMPORARY CAFE, BUT SUCH SALES MAY NOT BE MADE BEYOND 9 THE HOURS EXPRESSED IN THE "LIQUOR CODE" FOR THE SALE OF LIQUOR 10 BY RESTAURANT LICENSEES: PROVIDED, HOWEVER, THAT SUCH SALES MAY 11 BE MADE ON SUNDAY BETWEEN THE HOURS OF TWELVE O'CLOCK NOON AND 12 EIGHT O'CLOCK POSTMERIDIAN. 13 (H) WHENEVER A CONTRACT IS TERMINATED PRIOR TO THE 14 EXPIRATION DATE PROVIDED IN THE CONTRACT BETWEEN THE CITY OF THE 15 FIRST CLASS AND THE CONCESSIONAIRE, THE CITY OF THE FIRST CLASS 16 MAY SELECT AND CERTIFY TO THE BOARD A DIFFERENT CONCESSIONAIRE 17 AND THE BOARD SHALL TRANSFER THAT LICENSE TO THE NEW 18 CONCESSIONAIRE. A LICENSE ISSUED UNDER THIS SECTION SHALL NOT BE 19 TRANSFERRED TO ANY OTHER LOCATION. IF THE LICENSE ISSUED UNDER 20 THIS SECTION IS REVOKED, THE BOARD SHALL ISSUE A NEW LICENSE TO 21 A QUALIFIED APPLICANT WITHOUT REGARD TO THE PROHIBITION IN 22 SECTION 471 AGAINST THE GRANT OF A LICENSE AT THE SAME PREMISES 23 FOR A PERIOD OF AT LEAST ONE YEAR. 24 SECTION 2. SECTION 505.2 OF THE ACT IS AMENDED TO READ: <----25 SECTION 4. SECTIONS 431(A) AND (B), 440, 441(A) AND (B) AND <----26 505.2 OF THE ACT ARE AMENDED TO READ: 27 SECTION 431. MALT AND BREWED BEVERAGES MANUFACTURERS', 28 DISTRIBUTORS' AND IMPORTING DISTRIBUTORS' LICENSES.--(A) THE 29 BOARD SHALL ISSUE TO ANY PERSON A RESIDENT OF THIS COMMONWEALTH 30 OF GOOD REPUTE WHO APPLIES THEREFOR, PAYS THE LICENSE FEE

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HEREINAFTER PRESCRIBED, AND FILES THE BOND HEREINAFTER REQUIRED, 1 2 A MANUFACTURER'S LICENSE TO PRODUCE AND MANUFACTURE MALT OR 3 BREWED BEVERAGES, AND TO TRANSPORT, SELL AND DELIVER MALT OR 4 BREWED BEVERAGES AT OR FROM ONE OR MORE PLACES OF MANUFACTURE OR 5 STORAGE, ONLY IN [ORIGINAL CONTAINERS,] THE ORIGINAL SEALED CONTAINERS AND CASE AS PREPARED FOR THE MARKET BY THE 6 7 MANUFACTURER AT THE PLACE OF MANUFACTURE AND IN QUANTITIES OF 8 NOT LESS THAN A CASE OF TWENTY-FOUR CONTAINERS, EACH CONTAINER 9 HOLDING SEVEN FLUID OUNCES OR MORE, OR A CASE OF TWENTY 10 CONTAINERS, EACH CONTAINER HOLDING TWENTY-TWO FLUID OUNCES OR 11 MORE, OR A CASE OF TWELVE CONTAINERS, EACH CONTAINER HOLDING TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT ORIGINAL CONTAINERS 12 13 CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES OR MORE WHICH MAY BE 14 SOLD SEPARATELY ANYWHERE WITHIN THE COMMONWEALTH. LICENSES FOR 15 PLACES OF STORAGE SHALL BE LIMITED TO THOSE MAINTAINED BY 16 MANUFACTURERS ON JULY EIGHTEENTH, ONE THOUSAND NINE HUNDRED 17 THIRTY-FIVE, AND THE BOARD SHALL ISSUE NO LICENSES FOR PLACES OF 18 STORAGE IN ADDITION TO THOSE MAINTAINED ON JULY EIGHTEENTH, ONE 19 THOUSAND NINE HUNDRED THIRTY-FIVE. THE APPLICATION FOR SUCH 20 LICENSE SHALL BE IN SUCH FORM AND CONTAIN SUCH INFORMATION AS 21 THE BOARD SHALL REQUIRE. ALL SUCH LICENSES SHALL BE GRANTED FOR 22 THE CALENDAR YEAR. EVERY MANUFACTURER SHALL KEEP AT HIS OR ITS 23 PRINCIPAL PLACE OF BUSINESS, WITHIN THE COMMONWEALTH DAILY 24 PERMANENT RECORDS WHICH SHALL SHOW, (1) THE QUANTITIES OF RAW 25 MATERIALS RECEIVED AND USED IN THE MANUFACTURE OF MALT OR BREWED 26 BEVERAGES AND THE QUANTITIES OF MALT OR BREWED BEVERAGES 27 MANUFACTURED AND STORED, (2) THE SALES OF MALT OR BREWED 28 BEVERAGES, (3) THE QUANTITIES OF MALT OR BREWED BEVERAGES STORED 29 FOR HIRE OR TRANSPORTED FOR HIRE BY OR FOR THE LICENSEE, AND (4) 30 THE NAMES AND ADDRESSES OF THE PURCHASERS OR OTHER RECIPIENTS 19930H1462B2291 - 7 -

THEREOF. EVERY PLACE LICENSED AS A MANUFACTURER SHALL BE SUBJECT 1 2 TO INSPECTION BY MEMBERS OF THE BOARD OR BY PERSONS DULY 3 AUTHORIZED AND DESIGNATED BY THE BOARD, AT ANY AND ALL TIMES OF 4 THE DAY OR NIGHT, AS THEY MAY DEEM NECESSARY, FOR THE DETECTION 5 OF VIOLATIONS OF THIS ACT OR OF THE RULES AND REGULATIONS OF THE BOARD, OR FOR THE PURPOSE OF ASCERTAINING THE CORRECTNESS OF THE 6 7 RECORDS REQUIRED TO BE KEPT BY LICENSEES. THE BOOKS AND RECORDS 8 OF SUCH LICENSEES SHALL AT ALL TIMES BE OPEN TO INSPECTION BY 9 MEMBERS OF THE BOARD OR BY PERSONS DULY AUTHORIZED AND 10 DESIGNATED BY THE BOARD. MEMBERS OF THE BOARD AND ITS DULY 11 AUTHORIZED AGENTS SHALL HAVE THE RIGHT, WITHOUT HINDRANCE, TO ENTER ANY PLACE WHICH IS SUBJECT TO INSPECTION HEREUNDER OR ANY 12 13 PLACE WHERE SUCH RECORDS ARE KEPT FOR THE PURPOSE OF MAKING SUCH 14 INSPECTIONS AND MAKING TRANSCRIPTS THEREOF.

15 (B) THE BOARD SHALL ISSUE TO ANY REPUTABLE PERSON WHO APPLIES THEREFOR, PAYS THE LICENSE FEE HEREINAFTER PRESCRIBED, 16 17 AND FILES THE BOND HEREINAFTER REQUIRED, A DISTRIBUTOR'S OR 18 IMPORTING DISTRIBUTOR'S LICENSE FOR THE PLACE WHICH SUCH PERSON 19 DESIRES TO MAINTAIN FOR THE SALE OF MALT OR BREWED BEVERAGES, 20 NOT FOR CONSUMPTION ON THE PREMISES WHERE SOLD, ONLY IN THE 21 ORIGINAL SEALED CONTAINERS AND CASE AS PREPARED FOR THE MARKET 22 BY THE MANUFACTURER AT THE PLACE OF MANUFACTURE, AND IN 23 QUANTITIES OF NOT LESS THAN A CASE OF TWENTY-FOUR CONTAINERS, 24 EACH CONTAINER HOLDING SEVEN FLUID OUNCES OR MORE, OR A CASE OF 25 TWENTY CONTAINERS, EACH CONTAINER HOLDING TWENTY-TWO FLUID 26 OUNCES OR MORE, OR A CASE OF TWELVE CONTAINERS, EACH CONTAINER 27 HOLDING TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT ORIGINAL 28 CONTAINERS CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES OR MORE 29 WHICH MAY BE SOLD SEPARATELY AND SUCH CONTAINERS TO BE THE 30 ORIGINAL CONTAINERS AS PREPARED FOR THE MARKET BY THE 19930H1462B2291 - 8 -

MANUFACTURER AT THE PLACE OF MANUFACTURE. A DISTRIBUTOR OR 1 2 IMPORTING DISTRIBUTOR MAY SELL IDENTICAL CONTAINERS OF THE SAME 3 BRAND OF MALT OR BREWED BEVERAGES FROM A CASE TO ANY PERSON NOT 4 LICENSED UNDER THIS ACT, PROVIDED SUCH CONTAINERS ARE IN THEIR 5 ORIGINAL CARRIER, AND IF EACH ORIGINAL CARRIER HOLDS EITHER TWELVE, FIFTEEN OR EIGHTEEN CONTAINERS, EACH CONTAINER HOLDING 6 7 SEVEN FLUID OUNCES OR MORE. THE BOARD SHALL HAVE THE DISCRETION 8 TO REFUSE A LICENSE TO ANY PERSON OR TO ANY CORPORATION, 9 PARTNERSHIP OR ASSOCIATION IF SUCH PERSON, OR ANY OFFICER OR 10 DIRECTOR OF SUCH CORPORATION, OR ANY MEMBER OR PARTNER OF SUCH 11 PARTNERSHIP OR ASSOCIATION SHALL HAVE BEEN CONVICTED OR FOUND GUILTY OF A FELONY WITHIN A PERIOD OF FIVE YEARS IMMEDIATELY 12 13 PRECEDING THE DATE OF APPLICATION FOR THE SAID LICENSE: AND 14 PROVIDED FURTHER, THAT, IN THE CASE OF ANY NEW LICENSE OR THE 15 TRANSFER OF ANY LICENSE TO A NEW LOCATION, THE BOARD MAY, IN ITS 16 DISCRETION, GRANT OR REFUSE SUCH NEW LICENSE OR TRANSFER IF SUCH 17 PLACE PROPOSED TO BE LICENSED IS WITHIN THREE HUNDRED FEET OF 18 ANY CHURCH, HOSPITAL, CHARITABLE INSTITUTION, SCHOOL OR PUBLIC 19 PLAYGROUND, OR IF SUCH NEW LICENSE OR TRANSFER IS APPLIED FOR A 20 PLACE WHICH IS WITHIN TWO HUNDRED FEET OF ANY OTHER PREMISES 21 WHICH IS LICENSED BY THE BOARD: AND PROVIDED FURTHER, THAT THE 22 BOARD SHALL REFUSE ANY APPLICATION FOR A NEW LICENSE OR THE 23 TRANSFER OF ANY LICENSE TO A NEW LOCATION IF, IN THE BOARD'S 24 OPINION, SUCH NEW LICENSE OR TRANSFER WOULD BE DETRIMENTAL TO 25 THE WELFARE, HEALTH, PEACE AND MORALS OF THE INHABITANTS OF THE 26 NEIGHBORHOOD WITHIN A RADIUS OF FIVE HUNDRED FEET OF THE PLACE 27 PROPOSED TO BE LICENSED. THE BOARD SHALL REFUSE ANY APPLICATION 28 FOR A NEW LICENSE OR THE TRANSFER OF ANY LICENSE TO A LOCATION 29 WHERE THE SALE OF LIQUID FUELS OR OIL IS CONDUCTED. THE BOARD 30 SHALL REQUIRE NOTICE TO BE POSTED ON THE PROPERTY OR PREMISES - 9 -19930H1462B2291

UPON WHICH THE LICENSEE OR PROPOSED LICENSEE WILL ENGAGE IN
 SALES OF MALT OR BREWED BEVERAGES. THIS NOTICE SHALL BE SIMILAR
 TO THE NOTICE REQUIRED OF HOTEL, RESTAURANT AND CLUB LIQUOR
 LICENSEES.

5 EXCEPT AS HEREINAFTER PROVIDED, SUCH LICENSE SHALL AUTHORIZE 6 THE HOLDER THEREOF TO SELL OR DELIVER MALT OR BREWED BEVERAGES 7 IN QUANTITIES ABOVE SPECIFIED ANYWHERE WITHIN THE COMMONWEALTH OF PENNSYLVANIA, WHICH, IN THE CASE OF DISTRIBUTORS, HAVE BEEN 8 9 PURCHASED ONLY FROM PERSONS LICENSED UNDER THIS ACT AS 10 MANUFACTURERS OR IMPORTING DISTRIBUTORS, AND IN THE CASE OF 11 IMPORTING DISTRIBUTORS, HAVE BEEN PURCHASED FROM MANUFACTURERS OR PERSONS OUTSIDE THIS COMMONWEALTH ENGAGED IN THE LEGAL SALE 12 13 OF MALT OR BREWED BEVERAGES OR FROM MANUFACTURERS OR IMPORTING 14 DISTRIBUTORS LICENSED UNDER THIS ARTICLE.

15 EACH OUT OF STATE MANUFACTURER OF MALT OR BREWED BEVERAGES 16 WHOSE PRODUCTS ARE SOLD AND DELIVERED IN THIS COMMONWEALTH SHALL 17 GIVE DISTRIBUTING RIGHTS FOR SUCH PRODUCTS IN DESIGNATED 18 GEOGRAPHICAL AREAS TO SPECIFIC IMPORTING DISTRIBUTORS, AND SUCH 19 IMPORTING DISTRIBUTOR SHALL NOT SELL OR DELIVER MALT OR BREWED 20 BEVERAGES MANUFACTURED BY THE OUT OF STATE MANUFACTURER TO ANY 21 PERSON ISSUED A LICENSE UNDER THE PROVISIONS OF THIS ACT WHOSE 22 LICENSED PREMISES ARE NOT LOCATED WITHIN THE GEOGRAPHICAL AREA 23 FOR WHICH HE HAS BEEN GIVEN DISTRIBUTING RIGHTS BY SUCH 24 MANUFACTURER. SHOULD A LICENSEE ACCEPT THE DELIVERY OF SUCH MALT 25 OR BREWED BEVERAGES IN VIOLATION OF THIS SECTION, SAID LICENSEE 26 SHALL BE SUBJECT TO A SUSPENSION OF HIS LICENSE FOR AT LEAST 27 THIRTY DAYS: PROVIDED, THAT THE IMPORTING DISTRIBUTOR HOLDING 28 SUCH DISTRIBUTING RIGHTS FOR SUCH PRODUCT SHALL NOT SELL OR 29 DELIVER THE SAME TO ANOTHER IMPORTING DISTRIBUTOR WITHOUT FIRST 30 HAVING ENTERED INTO A WRITTEN AGREEMENT WITH THE SAID SECONDARY 19930H1462B2291 - 10 -

IMPORTING DISTRIBUTOR SETTING FORTH THE TERMS AND CONDITIONS
 UNDER WHICH SUCH PRODUCTS ARE TO BE RESOLD WITHIN THE TERRITORY
 GRANTED TO THE PRIMARY IMPORTING DISTRIBUTOR BY THE
 MANUFACTURER.

5 WHEN A PENNSYLVANIA MANUFACTURER OF MALT OR BREWED BEVERAGES LICENSED UNDER THIS ARTICLE NAMES OR CONSTITUTES A DISTRIBUTOR 6 7 OR IMPORTING DISTRIBUTOR AS THE PRIMARY OR ORIGINAL SUPPLIER OF HIS PRODUCT, HE SHALL ALSO DESIGNATE THE SPECIFIC GEOGRAPHICAL 8 9 AREA FOR WHICH THE SAID DISTRIBUTOR OR IMPORTING DISTRIBUTOR IS 10 GIVEN DISTRIBUTING RIGHTS, AND SUCH DISTRIBUTOR OR IMPORTING 11 DISTRIBUTOR SHALL NOT SELL OR DELIVER THE PRODUCTS OF SUCH 12 MANUFACTURER TO ANY PERSON ISSUED A LICENSE UNDER THE PROVISIONS 13 OF THIS ACT WHOSE LICENSED PREMISES ARE NOT LOCATED WITHIN THE 14 GEOGRAPHICAL AREA FOR WHICH DISTRIBUTING RIGHTS HAVE BEEN GIVEN 15 TO THE DISTRIBUTOR AND IMPORTING DISTRIBUTOR BY THE SAID 16 MANUFACTURER: PROVIDED, THAT THE IMPORTING DISTRIBUTOR HOLDING 17 SUCH DISTRIBUTING RIGHTS FOR SUCH PRODUCT SHALL NOT SELL OR 18 DELIVER THE SAME TO ANOTHER IMPORTING DISTRIBUTOR WITHOUT FIRST 19 HAVING ENTERED INTO A WRITTEN AGREEMENT WITH THE SAID SECONDARY 20 IMPORTING DISTRIBUTOR SETTING FORTH THE TERMS AND CONDITIONS 21 UNDER WHICH SUCH PRODUCTS ARE TO BE RESOLD WITHIN THE TERRITORY 22 GRANTED TO THE PRIMARY IMPORTING DISTRIBUTOR BY THE 23 MANUFACTURER. NOTHING HEREIN CONTAINED SHALL BE CONSTRUED TO 24 PREVENT ANY MANUFACTURER FROM AUTHORIZING THE IMPORTING 25 DISTRIBUTOR HOLDING THE DISTRIBUTING RIGHTS FOR A DESIGNATED 26 GEOGRAPHICAL AREA FROM SELLING THE PRODUCTS OF SUCH MANUFACTURER 27 TO ANOTHER IMPORTING DISTRIBUTOR ALSO HOLDING DISTRIBUTING 28 RIGHTS FROM THE SAME MANUFACTURER FOR ANOTHER GEOGRAPHICAL AREA, 29 PROVIDING SUCH AUTHORITY BE CONTAINED IN WRITING AND A COPY 30 THEREOF BE GIVEN TO EACH OF THE IMPORTING DISTRIBUTORS SO 19930H1462B2291 - 11 -

1 AFFECTED.

2 * * *

3 SECTION 440. SALES BY MANUFACTURERS OF MALT OR BREWED 4 BEVERAGES; MINIMUM QUANTITIES. -- NO MANUFACTURER SHALL SELL ANY 5 MALT OR BREWED BEVERAGES FOR CONSUMPTION ON THE PREMISES WHERE 6 SOLD, NOR SELL OR DELIVER ANY SUCH MALT OR BREWED BEVERAGES IN 7 OTHER THAN ORIGINAL CONTAINERS APPROVED AS TO CAPACITY BY THE BOARD, NOR IN QUANTITIES OF LESS THAN A CASE OF TWENTY-FOUR 8 9 CONTAINERS, EACH CONTAINER HOLDING SEVEN FLUID OUNCES OR MORE, 10 OR A CASE OF TWENTY CONTAINERS, EACH CONTAINER HOLDING TWENTY-11 TWO FLUID OUNCES OR MORE, OR A CASE OF TWELVE CONTAINERS, EACH 12 CONTAINER HOLDING TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT 13 ORIGINAL CONTAINERS CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES 14 OR MORE WHICH MAY BE SOLD SEPARATELY; NOR SHALL ANY MANUFACTURER 15 MAINTAIN OR OPERATE WITHIN THE COMMONWEALTH ANY PLACE OR PLACES 16 OTHER THAN THE PLACE OR PLACES COVERED BY HIS OR ITS LICENSE 17 WHERE MALT OR BREWED BEVERAGES ARE SOLD OR WHERE ORDERS ARE 18 TAKEN. 19 SECTION 441. DISTRIBUTORS' AND IMPORTING DISTRIBUTORS' 20 RESTRICTIONS ON SALES, STORAGE, ETC.--(A) <u>NO DISTRIBUTOR OR</u> 21 IMPORTING DISTRIBUTOR SHALL SELL OR DELIVER ANY MALT OR BREWED 22 BEVERAGES IN QUANTITIES OTHER THAN A CASE OF TWENTY-FOUR OR MORE 23 CONTAINERS, EACH CONTAINER HOLDING SEVEN FLUID OUNCES OR MORE, 24 AS PREPARED FOR THE MARKET BY THE MANUFACTURER AT THE PLACE OF 25 MANUFACTURE, OR A CASE OF TWENTY CONTAINERS, EACH CONTAINER 26 HOLDING TWENTY-TWO FLUID OUNCES OR MORE, OR A CASE OF TWELVE 27 CONTAINERS, EACH CONTAINER HOLDING TWENTY-FOUR FLUID OUNCES OR

28 MORE, EXCEPT ORIGINAL CONTAINERS CONTAINING ONE HUNDRED TWENTY-

29 EIGHT OUNCES OR MORE WHICH MAY BE SOLD SEPARATELY. HOWEVER, A

30 DISTRIBUTOR OR IMPORTING DISTRIBUTOR MAY SELL IDENTICAL

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1 CONTAINERS OF THE SAME BRAND OF MALT OR BREWED BEVERAGES FROM A CASE TO ANY PERSON NOT LICENSED UNDER THIS ACT, PROVIDING SUCH 2 3 CONTAINERS ARE IN THEIR ORIGINAL CARRIER, AND IF EACH ORIGINAL 4 CARRIER HOLDS EITHER TWELVE, FIFTEEN OR EIGHTEEN CONTAINERS, 5 EACH CONTAINER HOLDING SEVEN FLUID OUNCES OR MORE. NO DISTRIBUTOR OR IMPORTING DISTRIBUTOR SHALL PURCHASE, RECEIVE OR 6 7 RESELL TO OR FROM ANY PERSON LICENSED UNDER THIS ACT ANY MALT OR 8 BREWED BEVERAGES EXCEPT IN THE ORIGINAL CASE AS PREPARED FOR THE 9 MARKET BY THE MANUFACTURER AT THE PLACE OF MANUFACTURE. NO 10 DISTRIBUTOR OR IMPORTING DISTRIBUTOR SHALL PURCHASE, RECEIVE OR 11 RESELL ANY MALT OR BREWED BEVERAGES EXCEPT IN THE ORIGINAL 12 CONTAINERS AS PREPARED FOR THE MARKET BY THE MANUFACTURER AT THE 13 PLACE OF MANUFACTURE.

14 (B) [NO DISTRIBUTOR OR IMPORTING DISTRIBUTOR SHALL SELL ANY 15 MALT OR BREWED BEVERAGES IN QUANTITIES OF LESS THAN A CASE OF 16 TWENTY-FOUR CONTAINERS, EACH CONTAINER HOLDING SEVEN FLUID 17 OUNCES OR MORE, OR A CASE OF TWELVE CONTAINERS, EACH CONTAINER 18 HOLDING TWENTY-FOUR FLUID OUNCES OR MORE, EXCEPT ORIGINAL 19 CONTAINERS CONTAINING ONE HUNDRED TWENTY-EIGHT OUNCES OR MORE 20 WHICH MAY BE SOLD SEPARATELY: PROVIDED, THAT NO] NO MALT OR BREWED BEVERAGES SOLD OR DELIVERED SHALL BE CONSUMED UPON THE 21 22 PREMISES OF THE DISTRIBUTOR OR IMPORTING DISTRIBUTOR, OR IN ANY 23 PLACE PROVIDED FOR SUCH PURPOSE BY SUCH DISTRIBUTOR OR IMPORTING 24 DISTRIBUTOR.

25 * * *

Section 505.2. Limited Wineries.--[Holders] <u>In the interest</u> of promoting tourism and recreational development in <u>Pennsylvania, holders</u> of a limited winery license may:

29 (1) Produce wines and wine coolers only from fruits grown in 30 Pennsylvania in an amount not to exceed two hundred thousand 19930H1462B2291 - 13 - 1 (200,000) gallons per year.

(2) Sell wine and wine coolers produced by the limited 2 3 winery or purchased in bulk in bond from another Pennsylvania 4 limited winery on the licensed premises, under such conditions 5 and regulations as the board may enforce, to the board, to individuals and to hotel, restaurant, club and public service 6 liquor licensees, and to Pennsylvania winery licensees: 7 Provided, That a limited winery shall not, in any calendar year, 8 purchase wine produced by other limited wineries in an amount in 9 10 excess of fifty per centum of the wine produced by the 11 purchasing limited winery in the preceding calendar year. 12 (3) Separately or in conjunction with other limited 13 wineries, sell wine and wine coolers produced by the limited 14 winery on no more than five board-approved locations other than 15 the licensed premises, with no bottling or production 16 requirement at those additional board-approved locations and 17 under such conditions and regulations as the board may enforce, 18 to the board, to individuals and to hotel, restaurant, club and

19 public service liquor licensees.

20 (4) At the discretion of the board, obtain a special wine 21 permit to participate in wine and food expositions off the 22 licensed premises. A special wine permit shall be issued upon 23 proper application and payment of a fee of thirty dollars (\$30) 24 per day for each day of permitted use, not to exceed five (5) 25 consecutive days. A limited winery may not obtain more than five 26 special wine permits in any calendar year. The total number of 27 days for all the permits may not exceed ten (10) days in any 28 calendar year. A special wine permit shall entitle the holder to engage in the sale of wine produced by the bottle or in case 29 lots by the permittee under the authority of a limited winery 30 19930H1462B2291 - 14 -

1	license. Holders of special wine permits may provide tasting		
2	samples of wines in individual portions not to exceed one fluid		
3	ounce. Samples at wine and food expositions may be sold or		
4	offered free of charge. Except as provided herein, limited		
5	wineries utilizing special wine permits shall be governed by all		
б	applicable provisions of this act as well as by all applicable		
7	regulations or conditions adopted by the board.		
8	For the purposes of this clause, wine and food expositions		
9	are defined as affairs held indoors or outdoors with the primary		
10	intent of educating those in attendance of the availability,		
11	nature and quality of Pennsylvania-produced wines in conjunction		
12	with suitable food displays, demonstrations and sales. Wine and		
13	food expositions may also include activities other than wine and		
14	food displays, including arts and crafts, musical activities,		
15	cultural exhibits, agricultural exhibits and similar activities.		
16	Section 2 3. This act shall take effect immediately.	<—	
17	SECTION $\frac{3}{5}$. SECTION 802 OF THE ACT IS AMENDED BY ADDING A	<	
18	SUBSECTION TO READ:		
19	SECTION 802. MONEYS PAID INTO THE STATE STORES FUND FOR USE		
20	OF THE COMMONWEALTH* * *		
21	(F) ANY MONEYS IN THE STATE STORES FUND, FROM TIME TO TIME,		
22	WHICH MAY NOT BE REQUIRED FOR ANY OF THE PURPOSES SPECIFIED IN		
23	THIS ACT OR IN THE ACT OF DECEMBER 20, 1933 (SP.SESS., P.L.89,		
24	NO.15), ENTITLED "AN ACT APPROPRIATING THE MONEYS IN THE STATE		
25	STORES FUND, " SHALL BE PAID OVER INTO THE GENERAL FUND, AND		
26	SHALL BE AVAILABLE FOR THE PAYMENT OF APPROPRIATIONS MADE FROM		
27	THE GENERAL FUND. THE PENNSYLVANIA LIQUOR CONTROL BOARD, WITH		
28	THE APPROVAL OF THE GOVERNOR, SHALL, FROM TIME TO TIME, FIX THE		
29	AMOUNT OF MONEY WHICH MAY BE SO PAID OVER INTO THE GENERAL FUND,		
30	AND, BY ITS REQUISITION, SHALL DIRECT THE DEPARTMENT OF THE		
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1	AUDITOR GENERAL AND THE TREASURY DEPARTMENT TO TRANSFER SUCH
2	MONEYS FROM THE STATE STORES FUND TO THE GENERAL FUND. THE
3	PENNSYLVANIA LIQUOR CONTROL BOARD, SHALL, IMMEDIATELY UPON
4	VOTING TO PAY OVER ANY MONEYS FROM THE STATE STORES FUND TO THE
5	GENERAL FUND, NOTIFY THE CHAIRMAN AND MINORITY CHAIRMAN OF THE
6	APPROPRIATIONS COMMITTEE OF THE SENATE AND THE CHAIRMAN AND
7	MINORITY CHAIRMAN OF THE APPROPRIATIONS COMMITTEE OF THE HOUSE
8	OF REPRESENTATIVES OF SUCH TRANSFER OF MONEYS.
9	SECTION 4 6. THIS ACT SHALL TAKE EFFECT IMMEDIATELY.

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