THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 2206 Session of 2008

INTRODUCED BY RAYMOND, DONATUCCI, BARRAR, BELFANTI, FABRIZIO, HALUSKA, HARKINS, KILLION, KOTIK, MAHONEY, MYERS, PETRONE, SEIP, SOLOBAY, YUDICHAK, PASHINSKI, KORTZ, CARROLL, SIPTROTH, SONNEY, THOMAS AND J. EVANS, JANUARY 28, 2008

AS REPORTED FROM COMMITTEE ON LIQUOR CONTROL, HOUSE OF REPRESENTATIVES, AS AMENDED, JUNE 10, 2008

AN ACT

Amending the act of April 12, 1951 (P.L.90, No.21), entitled, as 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 7 in bond, holding in storage, traffic in and use of alcoholic liquors, alcohol and malt and brewed beverages and the 8 persons engaged or employed therein; defining the powers and 9 10 duties of the Pennsylvania Liquor Control Board; providing 11 for the establishment and operation of State liquor stores, 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 without warrant; prescribing penalties and forfeitures; 15 16 providing for local option, and repealing existing laws," providing for expanded restaurant licenses, fees, privileges 17 and restrictions; PROVIDING FOR LIMITATION OF CERTAIN PRIZES; 18 19 and further providing for revocation and suspension of 20 licenses and fees and for premises to be vacated by patrons.

- 21 The General Assembly of the Commonwealth of Pennsylvania
- 22 hereby enacts as follows:
- 23 Section 1. The act of April 12, 1951 (P.L.90, No.21), known
- 24 as the Liquor Code, reenacted and amended June 29, 1987 (P.L.32,
- 25 No.14), is amended by adding a section SECTIONS to read:

- 1 <u>Section 415. Expanded Restaurant Licenses; Fees; Privileges;</u>
- 2 Restrictions. -- (a) Notwithstanding any other provision of this
- 3 article to the contrary, a holder of a restaurant license that
- 4 <u>is also approved to hold a slot machine license or conditional</u>
- 5 <u>slot machine license pursuant to 4 Pa.C.S. Pt. II (relating to</u>
- 6 gaming) or is an affiliate, intermediary, subsidiary, holding
- 7 company or otherwise under common ownership with a person
- 8 approved to hold a slot machine license or conditional slot
- 9 machine license, may, in its discretion, convert its restaurant
- 10 <u>license to an expanded restaurant license by registering with</u>
- 11 the board as an expanded restaurant licensee and upon payment to
- 12 the board of a conversion fee in the amount of one hundred
- 13 <u>twenty-five thousand dollars (\$125,000)</u>.
- 14 (b) Expanded restaurant licensees shall pay an annual
- 15 license fee to the board in the amount of fifteen thousand
- 16 dollars (\$15,000). If the annual fee is not timely paid, the
- 17 expanded restaurant license shall expire BE SUSPENDED until such <-
- 18 time as the annual fee is paid.
- 19 (c) Notwithstanding any other provision of this article to
- 20 the contrary, a holder of an expanded restaurant license may
- 21 sell or serve liquor and malt or brewed beverages after ten
- 22 o'clock antemeridian of any day until five o'clock antemeridian
- 23 of the following day.
- 24 (d) In addition to the provisions of section 493(24)(ii),
- 25 expanded restaurant licensees may give liquor and malt or brewed
- 26 beverage BEVERAGES free of charge to any person attending an
- 27 invitation only event held anywhere on the premises of the
- 28 licensed facility, as that term is defined in 4 Pa.C.S. § 1103
- 29 <u>(relating to definitions).</u>
- 30 (e) Notwithstanding the provisions of section 404, an

- 1 expanded restaurant license may not be transferred to a new
- 2 <u>location</u>. Provided, however, that nothing in this subsection
- 3 <u>shall preclude a transfer of ownership of an expanded restaurant</u>
- 4 <u>license to another person eligible for an expanded restaurant</u>
- 5 license under subsection (a) to be used at the same licensed
- 6 premises.
- 7 (f) If the holder of an expanded restaurant license has been
- 8 <u>cited and found to have violated section 493(1) insofar as it</u>
- 9 relates to sales to minors or sales to a visibly intoxicated
- 10 person, section 493(10) insofar as it relates to lewd, immoral
- 11 or improper entertainment or section 493(14), (16) or (21), or
- 12 <u>has been found to be a public nuisance pursuant to section 611,</u>
- 13 or if the owner or operator of the licensed premises or any
- 14 authorized agent of the owner or operator has been convicted of
- 15 any violation of the act of April 14, 1972 (P.L.233, No.64),
- 16 known as "The Controlled Substance, Drug, Device and Cosmetic
- 17 Act, or of 18 Pa.C.S. § 5902 (relating to prostitution and
- 18 related offenses) or 6301 (relating to corruption of minors), at
- 19 or relating to the licensed premises, the administrative law
- 20 judge may either suspend or revoke the license, or impose a fine
- 21 of not less than two thousand dollars (\$2,000) FIVE THOUSAND
- 22 DOLLARS (\$5,000) nor more than ten thousand dollars (\$10,000)

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- 23 TWENTY THOUSAND DOLLARS (\$20,000), but not both. As to other
- 24 violations by the holder of an expanded restaurant license, the
- 25 administrative law judge may either suspend or revoke the
- 26 <u>license</u>, or impose a fine of not less than one hundred dollars
- 27 (\$100) nor more than five thousand dollars (\$5,000), but not
- 28 both. For the violations referenced in this subsection for
- 29 holders of expanded restaurant licenses, the penalties provided
- 30 for in this subsection supersede the penalties provided for in

- 1 <u>section 471(b)</u>.
- 2 (g) Except as otherwise specifically provided, the
- 3 provisions of this article relating to restaurant licenses shall
- 4 be applicable to expanded restaurant licenses and the sales of
- 5 liquor and malt or brewed beverages by expanded restaurant
- 6 licensees shall be made in accordance with and subject to the
- 7 provisions of this article relating to the sale of liquors by
- 8 restaurant licensees.
- 9 SECTION 415.1. LIMITATION OF PRIZES.--NOTHING IN THIS ACT OR <--
- 10 IN ANY REGULATION RELATING TO THE LIMITATION OF PRIZES FOR ANY
- 11 GIVEN EVENT, TOURNAMENT OR CONTEST SPONSORED OR HELD ON THE
- 12 PREMISES OF A LICENSEE SHALL APPLY TO A LICENSEE THAT IS ALSO
- 13 <u>LICENSED UNDER 4 PA.C.S. PT. II (RELATING TO GAMING).</u>
- 14 Section 2. Section 471(c) of the act, amended February 21,
- 15 2002 (P.L.103, No.10) and December 9, 2002 (P.L.1653, No.212),
- 16 is amended to read:
- 17 Section 471. Revocation and Suspension of Licenses; Fines.--
- 18 * * *
- 19 (c) The administrative law judge may consider the licensee's
- 20 prior citation history when imposing a penalty. [If] Except
- 21 where the licensee is an expanded restaurant licensee, if the
- 22 violation in question is a third or subsequent violation of any
- 23 offense referred to in subsection (b) or Title 18 of the
- 24 Pennsylvania Consolidated Statutes (relating to crimes and
- 25 offenses), occurring within a period of four years, the
- 26 administrative law judge shall impose a suspension or
- 27 revocation.
- 28 * * *
- Section 3. Section 499(d) of the act, amended February 21,
- 30 2002 (P.L.103, No.10), is amended to read:

- 1 Section 499. Premises to be Vacated by Patrons.--* * *
- 2 (d) This section shall not apply to holders of public
- 3 service licenses and expanded restaurant licenses.
- * * * 4
- Section 4. This act shall take effect in 60 days. 5