## THE GENERAL ASSEMBLY OF PENNSYLVANIA

# HOUSE BILL No. 103 <br> <br> Session of <br> <br> Session of <br> <br> 1979 

 <br> <br> 1979}

INTRODUCED BY FISHER, RHODES, GAMBLE, POLITE, GLADECK, ZORD, SIEMINSKI, HOEFFEL, MICHLOVIC, BURNS, POTT, MILLER AND HELFRICK, FEBRUARY 6, 1979

REFERRED TO COMMITTEE ON LIQUOR CONTROL, FEBRUARY 6, 1979

## AN ACT

Amending the act of April 12, 1951 (P.L.90, No.21), entitled "An act relating to alcoholic liquors, alcohol and malt and brewed beverages; amending, revising, consolidating and changing the laws relating thereto; regulating and restricting the manufacture, purchase, sale, possession, consumption, importation, transportation, furnishing, holding in bond, holding in storage, traffic in and use of alcoholic liquors, alcohol and malt and brewed beverages and the persons engaged or employed therein; defining the powers and duties of the Pennsylvania Liquor Control Board; providing for the establishment and operation of State liquor stores, for the payment of certain license fees to the respective municipalities and townships, for the abatement of certain nuisances and, in certain cases, for search and seizure without warrant; prescribing penalties and forfeitures; providing for local option, and repealing existing laws," repealing the Pennsylvania State Store system, providing for a package store system for the sale of liquor and alcohol, and making certain other changes in connection therewith.

The General Assembly of the Commonwealth of Pennsylvania
hereby enacts as follows:
Section 1. Section 102, act of April 12, 1951 (P.L.90, No.21), known as the "Liquor Code," is amended by adding a definition to read:

Section 102. Definitions.--The following words or phrases, unless the context clearly indicates otherwise, shall have the
class, brand or otherwise, is, in the opinion of the board, required for the efficient operation of the State store system.] The board shall require each Pennsylvania manufacturer and each nonresident manufacturer of liquors, other than wine, selling such liquors [to the board] in the Commonwealth, which are not manufactured in this Commonwealth, to make application for and be granted a permit by the board before such liquors not manufactured in this Commonwealth shall be purchased from such manufacturer. Each such manufacturer shall pay for such permit a fee which, in the case of a manufacturer of this Commonwealth, shall be equal to that required to be paid, if any, by a manufacturer or wholesaler of the state, territory or country of origin of the liquors, for selling liquors manufactured in Pennsylvania, and in the case of a nonresident manufacturer, shall be equal to that required to be paid, if any, in such state, territory or country by Pennsylvania manufacturers doing business in such state, territory or country. In the event that any such manufacturer shall, in the opinion of the board, sell or attempt to sell liquors [to the board] in the Commonwealth through another person for the purpose of evading this provision relating to permits, the board shall require such person, [before purchasing liquors from him or it,] to take out a permit and pay the same fee as hereinbefore required to be paid by such manufacturer. All permit fees so collected shall be paid into the State [Stores] Liquor and Alcohol Fund. [The board shall not purchase] No package store shall purchase any alcohol or liquor fermented, distilled, rectified, compounded or bottled in any state, territory or country, the laws of which result in prohibiting the importation therein of alcohol or liquor, fermented, distilled, rectified, compounded or bottled in

Pennsylvania.
(c) To determine the municipalities within which [Pennsylvania Liquor Stores shall] package stores may be established and the locations of the stores within such municipalities.

*     *         * 

Section 3. Section 208 of the act, clause (d) amended July 22, 1970 (P.L.539, No.182) and clause (f) amended October 11, 1972 (P.L.906, No.215), is amended to read:

Section 208. Specific Subjects on Which Board May Adopt Regulations.--Subject to the provisions of this act and without limiting the general power conferred by the preceding section, the board may make regulations regarding:
(a) The [equipment and management of Pennsylvania Liquor Stores] stores and warehouses in which liquor and alcohol are kept or sold, and the books and records to be kept therein.
(b) The duties and conduct of the officers and employes of the board.
(c) The purchase, as provided in this act, of liquor and alcohol. [and its supply to Pennsylvania Liquor Stores.
(d) The classes, varieties and brands of liquor and alcohol to be kept and sold in Pennsylvania Liquor Stores. In making this determination the board shall meet not less than twice a year.
(e) The issuing and distribution of price lists for the various classes, varieties or brands of liquor and alcohol kept for sale by the board under this act.]
(f) The labeling of liquor and alcohol sold under this act and of liquor and alcohol lawfully acquired by any person prior to January first, one thousand nine hundred thirty-four.
(g) Forms to be used for the purposes of this act.
(h) The issuance of licenses and permits and the conduct, management, sanitation and equipment of places licensed or included in permits.
(i) [The place and manner of depositing the receipts of Pennsylvania Liquor Stores and the transmission of balances to the Treasury Department through the Department of Revenue.
(j) The solicitation by resident or nonresident vendors of liquor from Pennsylvania licensees and other persons of orders for liquor to be sold through the Pennsylvania Liquor Stores and, in the case of nonresident vendors, the collection therefrom of license fees for such privilege at the same rate as provided herein for importers' licenses.] Package store districts.

Section 4. Section 210 of the act is amended to read:
Section 210. Restrictions on Members of the Board and Employes of Commonwealth.--(a) A member or employe of the board shall not be directly or indirectly interested or engaged in any other business or undertaking dealing in liquor, alcohol, or malt or brewed beverages, whether as owner, part owner, partner, member of syndicate, shareholder, agent or employe, and whether for his own benefit or in a fiduciary capacity for some other person.
(b) No member or employe of the board nor any employe of the Commonwealth shall solicit or receive, directly or indirectly, any commission, remuneration or gift whatsoever, from any person having sold, selling or offering liquor or alcohol for sale [to the board for use in Pennsylvania Liquor Stores.] in the Commonwealth.

Section 5. Article III of the act is hereby repealed.

Section 6. The act is amended by adding an article to read:

> Article III-A.
> Package Stores

Section 301-A. Establishment of Package Stores.--(a)
Package stores for the sale of liquor and alcohol may be established throughout the Commonwealth in accordance with the provisions and regulations made under this act.
(b) Subject to the provisions of this act and regulations promulgated thereunder, the board shall have authority to issue a package store license to purchase liquor and alcohol and to keep on the premises such liquor and alcohol and to sell the same for consumption off the premises.
(c) The aforesaid license shall be issued only to reputable individuals, partnerships, and associations and for two years prior to the date of their application have been residents of the Commonwealth of Pennsylvania, or to reputable corporations duly organized or duly registered by the laws of the Commonwealth of Pennsylvania whose officers, directors and owners of fifty-one per centum of the corporate stock are residents of the Commonwealth of Pennsylvania at least two years prior to application.

Section 302-A. Application for Package Store License.-Application for package store license shall contain and have attached thereto the following information and statements:
(1) The name and residence of the applicant and how long he has resided there, and if an association, partnership or corporation, the residences of members, officers, and directors for the period of two years next preceding the date of such application.
(2) The particular place for which the license is desired
and a detailed description thereof.
(3) Place of birth of applicant, and if a naturalized citizen, where and when naturalized and if a corporation organized or registered under the laws of the commonwealth, when and where incorporated, with the names and addresses of each officer and director, all of whom shall be citizens of the United States.
(4) Name of the owner of the premises and his residence.
(5) That the applicant is not, or in the case of a partnership or association, that the partners or members are not, and in the case of a corporation, that the officers and directors are not in any way pecuniarily interested, either directly or indirectly, in the profits of any other class of business regulated under this act; except that a licensed distributor may apply for a package store license on premises contiguous to the premises where the distributor's business is operated.
(6) That the applicant is not, or in the case of a partnership or association, that the partners or members are not, and in the case of a corporation, that the officers and directors are not in any way pecuniarily interested, either directly or indirectly, in any existing package store or package store licensee, nor in any applicant for a package store license.
(7) That the applicant is the only person in any manner pecuniarily interested in the business asked to be licensed and that no other person shall be in any manner pecuniarily interested therein during the continuance of the license, except as hereinafter permitted.
(8) Whether the applicant, or in the case of a partnership
or association, any partner or member thereof, or in the case of a corporation, any officer or director thereof, has had a license issued by the board anytime in the past or has been convicted of any misdemeanor or felony, and if so a detailed history thereof.
(9) A full description of that portion of the premises for which the license is asked, and if any other business is to be conducted by the licensee concurrently with the package store within the same building, a full history of such business as may be required by the board.
(10) The application must be verified by affidavit of applicant, and if any false statement is intentionally made in any part of the application, the affiant shall be deemed guilty of a misdemeanor.

Section 303-A. Filing of Application for Package Store Licenses; Filing Fee.--Every person intending to apply for a package store license in any municipality in this Commonwealth, shall file with the board his or its application. All applications shall be filed at a time to be fixed by the board for the particular license district as set up by the board under the provisions of this act. The applicant shall, at the time of filing the application required, pay the board the filing fee of one thousand dollars $(\$ 1,000)$, the prescribed license fee and a surety bond in the amount of one hundred thousand dollars ( $\$ 100,000$ ).

Section 304-A. Posting Notice of Filing of Application.-Every applicant for new license or for the transfer of an existing license to another premises not then licensed shall post, for a period of at least fifteen days beginning with the day the application is filed with the board, in a conspicuous
place on the outside of the premises for which the license is applied, a notice of such application in such form and size approved by the board. Proof of posting of such notice shall be filed with the board.

Section 305-A. Issuance of Package Store License.--Upon receipt of the application, the proper fees and bond, and upon being satisfied of the truth of the statements in the application that the applicant is the only person in any name pecuniarily interested in the business so asked to be licensed and that no other person will be in any manner pecuniarily interested therein during the continuance of the license, except as hereinafter permitted, and that the applicant is a person of good repute, that the premises applied for meet all the requirements of this act and the regulations of the board, and that the issuance of such license is not prohibited by any of the provisions of this act, the board shall issue such license.

Section 306-A. Prohibitions on Issuance of Package Store License.--(a) The board may refuse to grant a new package store license or transfer any package store license to a new location if such place proposed to be licensed is within three hundred feet of any church, hospital, charitable institution, school or public playground.
(b) No person who holds, either by appointment or election, any public office which involves the duty to enforce any of the penal laws of the United States of America or any of the penal laws of this Commonwealth or any penal ordinance or resolution of any political subdivision shall be issued a package store license.

Section 307-A. Package Store License Fee.--The license fee for a package store license shall be three thousand dollars
$(\$ 3,000)$ and shall be paid to the board at the time application is made and prior to the issuance or renewal of said license.
(a) Said license fee shall be an annual fee paid at the time of each renewal application.
(b) All license fees authorized under this section shall be collected by the board and be for the use of the municipality in which the package store is located.

Section 308-A. Package Store Employes.--Any applicant granted a package store license shall be required to hire employes, other than officers, directors, managers or, if the applicant is an individual, himself or members of his immediate family, from the list of employes of the State Liquor Store Employes Union interested in employment in package stores.

Section 309-A. Sales by Package Stores.--(a) Every package store may keep in stock for sale such classes, varieties and brands of liquor it so desires if purchased from importers licensed from the board.
(b) All package stores shall purchase, receive and resell liquor in the original containers and labels as prepared for the market by the manufacturer at the place of manufacture.
(c) Every package store shall sell liquors at wholesale to licensees, airlines, railroad, pullman and steamship companies licensed under this act and to pharmacists, manufacturing pharmacists, reputable hospitals or chemists approved by the board.
(d) All sales to others may be at prices determined by the licensee.
(e) No liquor sold in a package store may be consumed on the premises, nor may the licensee allow any other liquor or alcohol to be consumed on the premises.
have authority to issue a retail liquor license for any premises kept or operated by a hotel, restaurant or club and specified in the license entitling the hotel, restaurant or club to purchase liquor from a [Pennsylvania Liquor Store] licensed package store at wholesale and to keep on the premises such liquor and, subject to the provisions of this act and the regulations made thereunder, to sell the same and also malt or brewed beverages to guests, patrons or members for consumption on the hotel, restaurant or club premises. Such licensees, other than clubs, shall be permitted to sell malt or brewed beverages for consumption off the premises where sold in quantities of not more than one hundred forty-four fluid ounces in a single sale to one person. Such licenses shall be known as hotel liquor licenses, restaurant liquor licenses and club liquor licenses, respectively. No person who holds, either by appointment or election, any public office which involves the duty to enforce any of the penal laws of the United States of America or the penal laws of the Commonwealth of Pennsylvania or any penal ordinance or resolution of any political subdivision of this Commonwealth shall be issued any hotel or restaurant liquor license, nor shall such a person have any interest, directly or indirectly, in any such license.

*     *         * 

Section 410. Liquor Importers' Licenses; Fees; Privileges; Restrictions.--* * *
(e) Importers' licenses shall permit the holders thereof to bring or import liquor from other states, foreign countries, or insular possessions of the United States, and purchase liquor from manufacturers located within this Commonwealth, to be sold outside of this Commonwealth or to [Pennsylvania Liquor Stores]
any other malt or brewed beverage, package store or liquor license. The provisions of this subsection shall not apply to distributor and package store licensees otherwise allowed interlocking businesses under this act.

*     *         * 

Section 9. The act is amended by adding a section to read:
Section 443.1. Interlocking package store business prohibited.--(a) No package store licensee and no officer, director, stockholder, agent or employee of such licensee shall, either directly or indirectly, own any stock of, or have any financial interest in, or be the owner, proprietor or lessor of any other package store or of any other package store licensee.
(b) No package store licensee and no officer, director, stockholder, agent or employee of such licensee shall in any wise be interested, either directly or indirectly, in the ownership or leasehold of any property or the equipment of any property or any mortgage lien against the same, of any other package store or of any other package store licensee.
(c) No package store licensee and no officer, director, stockholder, agent or employee of such licensee shall in any wise, either directly or indirectly, lend any moneys, credit, or give anything of value or the equivalent thereof, or guarantee the payment of any bond mortgage note or other obligation of any other package store or of any other package store licensee.

Section 10. Section 461 of the act is amended by adding a subsection to read:

Section 461. Limiting Number of Retail Licenses To Be Issued In Each Municipality.--* * *
(a.1) Package store licenses shall be granted by the board on a basis of one per each five thousand inhabitants in each

```
municipality, but at least one such license in each
municipality, except in municipalities where the electors have
voted against granting of any retail licenses.
    * * *
```

Section 11. Section 464 of the act, repealed in part June 3, 1971 (P.L.118, No.6), is amended to read:

Section 464. Hearings Upon Refusal of Licenses, Renewals or Transfers; Appeals.--The board may of its own motion, and shall upon the written request of any applicant for any package store, club, hotel or restaurant liquor license, or any applicant for any malt or brewed beverage license other than a public service license, or for renewal or transfer thereof, whose application for such license, renewal or transfer has been refused, fix a time and place for hearing of such application for license or for renewal or transfer thereof, notice of which hearing shall be mailed to the applicant at the address given in his application. Such hearing shall be before the board, a member thereof, or an examiner designated by the board. At such hearing, the board shall present its reasons for its refusal or withholding of license, renewal or transfer thereof. The applicant may appear in person or by counsel, may cross-examine the witnesses for the board and may present evidence which shall likewise be subject to cross-examination by the board. Such hearing shall be stenographically recorded. The examiner shall thereafter report to the board upon such hearing. The board shall thereupon grant or refuse the license, renewal or transfer thereof. In considering the renewal of a license, the board shall not refuse any such renewal on the basis of the propriety of the original issuance or any prior renewal of such license. If the board shall refuse such license, renewal or transfer
following such hearing, notice in writing of such refusal shall be mailed to the applicant at the address given in his application. In all such cases, the board shall file of record at least a brief statement in the form of an opinion of the reasons for the ruling or order and furnish a copy thereof to the applicant. Any applicant who has appeared before the board or any agent thereof at any hearing, as above provided, who is aggrieved by the refusal of the board to issue any such license or to renew or transfer any such license may appeal, or any church, hospital, charitable institution, school or public playground located within three hundred feet of the premises applied for, aggrieved by the action of the board in granting the issuance of any such license or the transfer of any such license, may take an appeal limited to the question of such grievance, within twenty days from date of refusal or grant, to the court of [quarter sessions] common pleas of the county in which the premises applied for is located or the county court of Allegheny County. Such appeal shall be upon petition of the aggrieved party, who shall serve a copy thereof upon the board, whereupon a hearing shall be held upon the petition by the court upon ten days' notice to the board, which shall be represented in the proceeding by the Department of Justice. The said appeal shall act as a supersedeas unless upon sufficient cause shown the court shall determine otherwise. The court shall hear the application de novo on questions of fact, administrative discretion and such other matters as are involved, at such time as it shall fix, of which notice shall be given to the board. The court shall either sustain or over-rule the action of the board and either order or deny the issuance of a new license or the renewal or transfer of the license to the applicant.

The jurisdiction of the county court of Allegheny County conferred hereby shall be exclusive within the territorial limits of its jurisdiction.

Section 12. Subsection (d) of section 465 and section 467 of the act are amended to read:

Section 465. All Licensees to Furnish Bond.--* * *
(d) The penal sum of the respective bonds filed under the provisions of this section shall be as follows:
(1) Manufacturers of malt or brewed beverages, ten thousand dollars (\$10,000.00) for each place at which the licensee is authorized to manufacture.
(2) Liquor importers, ten thousand dollars (\$10,000.00) for each license.
(3) Sacramental wine licensees, ten thousand dollars (\$10,000.00) .
(4) Importing distributors of malt or brewed beverages, two thousand dollars (\$2,000.00).
(5) Hotel, restaurant, club and public service liquor licensees, two thousand dollars $(\$ 2,000.00)$, but in the case of a railroad or pullman company, such penal sum shall cover every dining, club or buffet car of such company operated under such license.
(6) Distributors of malt or brewed beverages, one thousand dollars (\$1,000.00).
(7) Retail dispensers and public service malt or brewed beverage licensees, one thousand dollars (\$1,000.00) for each place at which the licensee is authorized to sell malt or brewed beverages, except that in the case of railroad or pullman companies, said penal sum shall be one thousand dollars (\$1,000.00), irrespective of the number of licensed cars
distributor licenses, the board may transfer any such license from its place in a municipality to a place in any other municipality within the same county, or from one place to another place within the same municipality, or exchange a distributor license for an importing distributor license or an importing distributor license for a distributor license, if the building for which the license is to be issued has, in the case of an importing distributor license, an area under one roof of two thousand five hundred square feet and, in the case of a distributor license, an area under one roof of one thousand square feet: And provided, That, in the case of all transfers of distributor or importing distributor licenses, whether from a place within the same municipality to another place within the same municipality or from a place in a municipality to a place in any other municipality within the same county, and, in the case of an exchange of a distributor license for an importing distributor license or an importing distributor license for a distributor license, the premises to be affected by the transfer or exchange shall contain an office separate and apart from the remainder of the premises to be licensed for the purpose of keeping records, required by the board, adequate toilet facilities for employes of the licensee and an entrance on a public thoroughfare: Provided, however, That in the event that the majority of the voting electors of a municipality, at an election held under the provisions of any law so empowering them to do, shall vote against the issuance of distributor or importing distributor licenses in such municipality, the board is hereby authorized to transfer any such distributor or importing distributor license from its place in such municipality to a place in any other municipality within the
however, That the board, in its discretion, may accept a renewal application filed less than sixty days before the expiration date of the license with the required bond and fees, upon reasonable cause shown and the payment of an additional filing fee of one hundred dollars (\$100.00) for late filing: And provided further, That except where the failure to file a renewal application on or before the expiration date has created a license quota vacancy after said expiration date which has been filled by the issuance of a new license, after such expiration date, but before the board has received a renewal application within the time prescribed herein the board, in its discretion, may, after hearing, accept a renewal application filed within ten months after the expiration date of the license with the required bond and fees upon the payment of an additional filing fee of two hundred fifty dollars (\$250.00) for late filing. Where any such renewal application is filed less than sixty days before the expiration date, or subsequent to the expiration date, no license shall issue upon the filing of the renewal application until the matter is finally determined by the board and if an appeal is taken from the board's action the courts shall not order the issuance of the renewal license until final determination of the matter by the courts. A renewal application will not be considered filed unless accompanied by a new bond and the requisite filing and license fees and any additional filing fee required by this section. Unless the board shall have given ten days' previous notice to the applicant of objections to the renewal of his license, based upon violation by the licensee or his servants, agents or employes of any of the laws of the Commonwealth or regulations of the board relating to the manufacture, transportation, use, storage,
granting licenses to package stores; and that an election on the question of granting wholesale distributor and importing distributor licenses shall be initiated only in those municipalities that shall have at a previous election voted against the granting of dispenser's licenses. Whenever electors equal to at least twenty-five per centum of the highest vote cast for any office in the municipality at the last preceding general election shall file a petition with the county board of elections of the county for a referendum on the question of granting any of said classes of licenses [or the establishment of Pennsylvania liquor stores], the said county board of elections shall cause a question to be placed on the ballots or on the voting machine board and submitted at the primary immediately preceding the municipal election. Separate petitions must be filed for each question to be voted on. Said proceedings shall be in the manner and subject to the provisions of the election laws which relate to the signing, filing and adjudication of nomination petitions, insofar as such provisions are applicable.

When the question is in respect to the granting of liquor licenses, it shall be in the following form:

Do you favor the granting of liquor licenses
for the sale of liquor in .................... Yes
of ................................................. ? No
When the question is in respect to the granting of licenses to retail dispensers of malt and brewed beverages, it shall be in the following form:

Do you favor the granting of malt and
brewed beverage retail dispenser licenses
for consumption on premises where sold
question vote "no," then the board shall have no power to grant or to renew upon their expiration any licenses of the class so voted upon in such municipality; [or if the negative vote is on the question in respect to the establishment, operation and maintenance of Pennsylvania liquor stores, the board shall not open and operate a Pennsylvania liquor store in such municipality, nor continue to operate a then existing Pennsylvania liquor store in the municipality for more than two years thereafter or after the expiration of the term of the lease on the premises occupied by such store, whichever period is less,] unless and until at a later election a majority of the voting electors vote "yes" on such question.

Section 17. The section heading and clauses (2), (3), (7), (13) and (14) of section 491 of the act, (2) amended October 2, 1974 (P.L.665, No.220) and October 10, 1974 (P.L.692, No.231), are amended to read:

Section 491. Unlawful Acts Relative to Liquor, Alcohol and Liquor or Package Store Licensees.--

It shall be unlawful--

*     *         * 

(2) Possession or Transportation of Liquor or Alcohol. For any person, except a manufacturer or the board or the holder of a package store license or the holder of a sacramental wine license or of an importer's license, to possess or transport any liquor or alcohol within this Commonwealth which was not lawfully acquired prior to January first, one thousand nine hundred and thirty-four, or has not been purchased from a Pennsylvania Liquor Store or a licensed limited winery in Pennsylvania, except miniatures totalling less than one gallon purchased by a collector of the same in another state or foreign
country, or a package store, or in accordance with the board's regulations. The burden shall be upon the person possessing or transporting such liquor or alcohol to prove that it was so acquired. But nothing herein contained shall prohibit the manufacture or possession of wine by any person in his home for consumption of himself, his family and guests and not for sale, not exceeding, during any one calendar year, two hundred gallons, any other law to the contrary notwithstanding. Such wine shall not be manufactured, possessed, offered for sale or sold on any licensed premises.

None of the provisions herein contained shall prohibit nor shall it be unlawful for any person to import into Pennsylvania, transport or have in his possession, an amount of liquor not exceeding one gallon in volume upon which a State tax has not been paid, if it can be shown to the satisfaction of the board that such person purchased the liquor in a foreign country or United States territory and was allowed to bring it into the United States. Neither shall the provisions contained herein prohibit nor make it unlawful for (i) any member of the armed forces on active duty, or (ii) any retired member of the armed forces, or (iii) any totally disabled veteran, or (iv) the spouse of any person included in the foregoing classes of persons to import into Pennsylvania, transport or have in his possession an amount of liquor not exceeding one gallon per month in volume upon which the State tax has not been paid, so long as such liquor has been lawfully purchased from a package store established and maintained under the authority of the United States and is in containers identified in accordance with regulations issued by the Department of Defense. Such liquor shall not be possessed, offered for sale or sold on any licensed
possession or transportation was in connection with a commercial transaction, then the other provisions of this act providing for prosecution as a misdemeanor and for the forfeiture of the vehicle, boat, vessel, animal or aircraft shall apply.
(3) Purchase of Liquor or Alcohol. For any person within this Commonwealth, by himself or by an employe or agent, to attempt to purchase, or directly or indirectly, or upon any pretense or device whatsoever, to purchase any liquor or alcohol from any person or source other than a [Pennsylvania Liquor Store] package store, except in accordance with the provisions of this act or the regulations of the board.

*     *         * 

(7) Sales of Liquor by Manufacturers and Licensed Importers. For any manufacturer or licensed importer of liquor in this Commonwealth, his agents, servants or employes, to sell or offer to sell any liquor in this Commonwealth except to the board [for use in Pennsylvania Liquor Stores] or to licensed package stores, and in the case of a manufacturer, to the holder of a sacramental wine license or an importer's license, but a manufacturer or licensed importer may sell or offer to sell liquor to persons outside of this Commonwealth.

*     *         * 

(13) Violation of Certain Rules and Regulations of Board. For any person, to violate any rules and regulations adopted by the board to insure the equitable wholesale and retail sale and distribution of liquor and alcohol [through the Pennsylvania Liquor Stores].
(14) Offering Commission or Gift to Members of Board or State Employe. For any person selling or offering to sell liquor or alcohol [to, or purchasing at wholesale liquor or alcohol
application therefor by said person, filed no earlier than fifteen days prior to attaining the age of twenty-one. Such cards shall be numbered and a record thereof maintained by the board for a period of five years. The board may, in its discretion, impose a charge for such cards in an amount to be determined by it, and it may, upon proof of loss of such identification card by and upon application of anyone to whom such card may have been issued, issue a duplicate thereof and impose a charge therefor in an amount as it may by regulation prescribe. The board shall have the power to make such regulations as it shall, from time to time, deem proper regarding the size, style and additional content of the identification card, the form and content of any application therefor, the type, style and quantity of proof required to verify the applicant's age, the procedure for receiving and processing such application, the distribution of said card, the charge to be imposed for any card more than one that it shall issue to the same applicant, and all other matters the board shall deem necessary or advisable for the purpose of carrying into effect the provisions of this section.
(b) Such identification card shall be presented by the holder thereof upon request of [any State Liquor Store or] any licensee, or the servant, agent or employe thereof, for the purpose of aiding such store, licensee or the servant, agent or employe to determine whether or not such person is twenty-one years of age and upwards, when such person desires alcoholic beverage at a [State Liquor Store or] licensed establishment.
(c) In addition to the presentation of such identification card, [the agent of the State Liquor Store or] the licensee or his servant, agent or employe, shall require the person whose

```
age may be in question to fill in and sign a card in the
following form:
```

I, ......................................... hereby represent to ................................., a [State Store or] licensee of the Pennsylvania Liquor Control Board, that I am of full age and discretion and over the age of 21 years, having been born
on
19..., at
This statement is made to induce said [store or] licensee
above named to sell or otherwise furnish alcoholic beverages to
the undersigned.
Serial Number of Identification Card:
I understand that I am subject to a fine of $\$ 300.00$ and sixty
days imprisonment for any misrepresentation herein.

Witness:
Name
Address
Such statement shall be printed upon a 3 inch by 5 inch or 4 inch by 5 inch file card, which card shall be filed alphabetically by the [State Liquor Store or] licensee, at or before the close of business on the day of which said certificate is executed, in a file box containing a suitable alphabetical index, and which card shall be subject to examination by any officer, agent or employe of the Liquor Control Board at any and all times.
(d) It shall be unlawful for the owner of an identification 19790н0103B0114 - 32 -
card, as defined by this act, to transfer said card to any other person for the purpose of aiding such person to secure alcoholic beverage. Any person who shall transfer such identification card for the purpose of aiding such transferee to obtain alcoholic beverage shall be guilty of a misdemeanor and, upon conviction thereof, shall be sentenced to pay a fine of not more than three hundred dollars (\$300), or undergo imprisonment for not more than sixty (60) days. Any person not entitled thereto who shall have unlawfully procured or have issued or transferred to him, as aforesaid, identification card or any person who shall make any false statement on any card required by subsection (c) hereof to be signed by him shall be guilty of a misdemeanor and, upon conviction thereof, shall be sentenced to pay a fine of not more than three hundred dollars (\$300), or undergo imprisonment for not more than sixty (60) days.
(e) The signed statement in the possession of a licensee [or an employe of a State Liquor Store] may be offered as a defense in all civil and criminal prosecutions for serving a minor, and no penalty shall be imposed if the Liquor Control Board or the courts are satisfied that the licensee [or State Liquor Store employe] acted in good faith.

Section 20. Section 496 of the act, added June 15, 1961 (P.L.423, No.211), is amended to read:

Section 496. Reporting of Worthless Checks.--Any person who is a licensee under the provisions of this [article] act, who shall receive in payment for malt or brewed beverages or liquor or alcohol sold by him any check, draft or similar order, for the payment of money, which is subsequently dishonored by the bank, banking institution, trust company or other depository, upon which drawn, for any reason whatsoever, shall, within
preceding section, collected, received or recovered under the provisions of this act for license fees, permit fees, filing fees and registration fees, from forfeitures, sales of forfeited property, and compromise penalties [and sales of liquor and alcohol at the Pennsylvania Liquor Stores], shall be paid into the State Treasury through the Department of Revenue into a special fund to be known as "The State [Stores] Liquor and Alcohol Fund."

One-half of all application filing and transfer fees shall be credited to a special account designated as the Enforcement Officers' Retirement Account. The moneys credited to this account shall be paid, annually, by the board to the State [Employes'] Employees' Retirement Board to be paid into the State [Employes'] Employees' Retirement Fund and credited to the Enforcement Officers' Benefit Account. All other moneys in such fund shall be available for the purposes for which they are appropriated by law.

Section 24. All acts or parts of acts inconsistent with the provisions of this act are hereby repealed.

Section 25. The Liquor Control Board shall dispose of its inventory of liquor and alcohol within six months of the effective date of this act, either through sales by the Pennsylvania State Stores prior to the effective date, or by sales to package store licensees.

Section 26. After its date of enactment but prior to its effective date, the Liquor Control Board shall begin to issue package store licenses as provided for in this act. These licenses shall not become effective until the effective date of this act, but shall authorize said licensees to purchase liquor and alcohol prior to the effective date for the purpose of
establishing an inventory.
Section 27. For a period of three years following the date of final enactment, the board shall give preference in issuing package store licenses to persons holding a valid restaurant liquor license at the time the application is made. Upon issuance of a package store license the restaurant liquor license of such person shall be cancelled. The board may adopt regulations to carry out the intent of this section.

Section 28. Any municipality that has authorized by referendum the establishment of Pennsylvania State Liquor Stores shall be deemed to have authorized the operation of licensed package stores until otherwise determined by referendum as provided by this act.

Section 29. All references in this or other acts to "The State Stores Fund" shall henceforth be construed to mean "The State Liquor and Alcohol Fund."

Section 30. This act shall take effect in one year, except as heretofore provided.

