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THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. $1525 \sum_{2005}^{Session of}$

INTRODUCED BY HARHART, SCAVELLO, CAPPELLI, CALTAGIRONE, CRAHALLA, DALLY, FREEMAN, GEIST, GERGELY, GODSHALL, KILLION, MANN, MUSTIO, PHILLIPS, B. SMITH, R. STEVENSON, YOUNGBLOOD, WANSACZ AND HARPER, MAY 3, 2005

SENATOR RAFFERTY, LAW AND JUSTICE, IN SENATE, AS AMENDED, SEPTEMBER 27, 2005

AN ACT

Amending the act of April 12, 1951 (P.L.90, No.21), entitled, as
reenacted, "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,"
further providing for limiting the number of retail licenses
to be issued in each county. , for unlawful acts and for
unlawful advertising.
The General Assembly of the Commonwealth of Pennsylvania
hereby enacts as follows:
Section 1. Section 461(c) of the act of April 12, 1951
(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:

Section 461. Limiting Number of Retail Licenses To Be Issued
 In Each County.--* * *

3 (c) The word "hotel" as used in this section shall mean any 4 reputable place operated by a responsible person of good 5 reputation where the public may, for a consideration, obtain sleeping accommodations, and which shall have the following 6 number of bedrooms and requirements in each case--at least one-7 half of the required number of bedrooms shall be regularly 8 9 available to transient guests seven days weekly, except in resort areas; at least one-third of such bedrooms shall be 10 11 equipped with hot and cold water, a lavatory, commode, bathtub or shower and a clothes closet; and an additional one-third of 12 13 the total of such required rooms shall be equipped with lavatory and commode: 14

15 (1) In municipalities having a population of less than three 16 thousand, at least twelve permanent bedrooms for the use of 17 guests.

18 (2) In municipalities having a population of three thousand
19 and more but less than ten thousand inhabitants, at least
20 sixteen permanent bedrooms for the use of guests.

(3) In municipalities having a population of ten thousand
and more but less than twenty-five thousand inhabitants, at
least thirty permanent bedrooms for the use of guests.

(4) In municipalities having a population of twenty-five
thousand and more but less than one hundred thousand
inhabitants, at least forty permanent bedrooms for the use of
guests.

(5) In municipalities having a population of one hundred
thousand and more inhabitants, at least fifty permanent bedrooms
for the use of guests.

20050H1525B2743

- 2 -

1 (6) A public dining room or rooms operated by the same 2 management accommodating at least thirty persons at one time and 3 a kitchen, apart from the dining room or rooms, in which food is 4 regularly prepared for the public.

5 (7) Each room to be considered a bedroom under the
6 requirements of this section shall have an area of not less than
7 eighty square feet and an outside window.

8 (8) The provisions of this subsection (c) shall not apply to hotel licenses granted prior to the first day of September, one 9 10 thousand nine hundred forty-nine, or that have been granted on 11 any application made and pending prior to said date, nor to any renewal or transfer thereof, or hotels under construction or for 12 13 which a bona fide contract had been entered into for construction prior to said date. In such cases, the provisions 14 15 of section one of the act, approved the twenty-fourth day of 16 June, one thousand nine hundred thirty-nine (Pamphlet Laws 806), 17 shall continue to apply.

18 (9) Upon application to and subject to inspection by the

19 board, hotel licensees under clause (8) of this subsection shall

20 <u>no longer be required to maintain bedrooms for public</u>

21 accommodation. However, areas required and designated as

22 bedrooms for public accommodation prior to the effective date of

23 this clause may not subsequently be used as licensed serving

24 area. Such area may be used as licensed storage area consistent

25 with this code and existing regulations.

26 * * *

27 Section 2. Section 493(2) of the act, amended December 8,

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28 2004 (P.L.1810, No.239), is amended to read:

29 Section 493. Unlawful Acts Relative to Liquor, Malt and

30 Brewed Beverages and Licensees. The term "licensee," when used

20050H1525B2743

- 3 -

1 in this section, shall mean those persons licensed under the 2 provisions of Article IV, unless the context clearly indicates 3 otherwise.

4 It shall be unlawful-

5 <u>* * *</u>

(2) Purchase or Sale of Liquor or Malt or Brewed Beverages 6 on Credit; Importing Distributors or Distributors Accepting 7 Cash. For any licensee, his agent, servant or employe, to sell 8 or offer to sell or purchase or receive any liquor or malt or 9 10 brewed beverages except for cash, excepting credit extended by a 11 hotel or club to a bona fide guest or member, or by railroad or pullman companies in dining, club or buffet cars to passengers, 12 for consumption while enroute, holding authorized credit cards 13 14 issued by railroad or railroad credit bureaus or by hotel, 15 restaurant, retail dispenser eating place, club and public service licensees, importing distributors or distributors to 16 17 customers not possessing a license under this article and 18 holding credit cards issued in accordance with regulations of 19 the board or credit cards issued by banking institutions subject 20 to State or Federal regulation: Provided further, That nothing 21 herein contained shall be construed to prohibit the use of 22 checks or drafts drawn on a bank, banking institution, trust 23 company or similar depository, organized and existing under the laws of the United States of America or the laws of any state, 24 25 territory or possession thereof, in payment for any liquor or 26 malt or brewed beverages if the purchaser is the payor of the check or draft and the licensee is the payee: Provided further, 27 That notwithstanding any other provision of this act to the 28 contrary, it shall be unlawful in a city of the first or second 29 30 class for an importing distributor or distributor to accept cash 20050H1525B2743 - 4 -

for payment of any malt or brewed beverages from anyone 1 possessing a license issued under this article. No right of 2 3 action shall exist to collect any claim for credit extended 4 contrary to the provisions of this clause. Nothing herein 5 contained shall prohibit a licensee from crediting to a purchaser the actual price charged for original containers 6 7 returned by the original purchaser as a credit on any sale, or from refunding to any purchaser the amount paid by such 8 purchaser for such containers or as a deposit on containers when 9 title is retained by the vendor, if such original containers 10 11 have been returned to the licensee. Nothing herein contained shall prohibit a manufacturer from extending usual and customary 12 13 credit for liquor or malt or brewed beverages sold to customers 14 or purchasers who live or maintain places of business outside of 15 the Commonwealth of Pennsylvania, when the liquor or malt or 16 brewed beverages so sold are actually transported and delivered 17 to points outside of the Commonwealth: Provided, however, That 18 as to all transactions affecting malt or brewed beverages to be 19 resold or consumed within this Commonwealth, every licensee 20 shall pay and shall require cash deposits on all returnable 21 original containers and all such cash deposits shall be refunded 22 upon return of the original containers. * * * 23 Section 3. Section 498(e)(3) of the act, amended February 24 25 21, 2002 (P.L.103, No.10), is amended to read: 26 Section 498. Unlawful Advertising. * * *

27 (e) The following shall apply to all alcoholic beverage and 28 malt beverage advertising:

29 <u>* * *</u>

30 (3) [No] (i) Except as provided in subclause (ii), no print 20050H1525B2743 - 5 -

1	advertisement of alcoholic beverages of any type shall be	
2	permitted within [three] <u>five</u> hundred feet of any church, school	
3	or public playground. This prohibition shall not preclude any	
4	point of sale advertisement, menus or other print advertisement	
5	regarding alcoholic beverages inside the licensed premises.	
6	(ii) For premises licensed prior to January 1, 2006, no	
7	print advertisement of alcoholic beverages of any type shall be	
8	<u>permitted within three hundred feet of any church, school or</u>	
9	public playground. This prohibition shall not preclude any point	
10	of sale advertisement, menus or other print advertisement	
11	regarding alcoholic beverages inside the licensed premises.	
12	<u>* * *</u>	
13	Section 4 2. All applications filed under section 461(c)(9) <	—
14	must be filed within one year of the effective date of this	
15	section.	
16	Section 5 3. This act shall take effect in 60 days. <	_