THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2068 Session of 2024

INTRODUCED BY BIZZARRO, McNEILL, McANDREW, BERNSTINE, SCHLOSSBERG, SANCHEZ, PROBST, STAATS, HILL-EVANS, MENTZER, HADDOCK AND MALAGARI, FEBRUARY 27, 2024

REFERRED TO COMMITTEE ON LIQUOR CONTROL, FEBRUARY 27, 2024

AN ACT

- Amending the act of April 12, 1951 (P.L.90, No.21), entitled "An 1 act relating to alcoholic liquors, alcohol and malt and 2 brewed beverages; amending, revising, consolidating and 3 changing the laws relating thereto; regulating and restricting the manufacture, purchase, sale, possession, 5 consumption, importation, transportation, furnishing, holding 6 in bond, holding in storage, traffic in and use of alcoholic 7 liquors, alcohol and malt and brewed beverages and the 8 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 for the payment of certain license fees to the respective 12 municipalities and townships, for the abatement of certain 13 nuisances and, in certain cases, for search and seizure 14 without warrant; prescribing penalties and forfeitures; 15 providing for local option, and repealing existing laws," in 16 licenses and regulations and liquor, alcohol and malt and 17 brewed beverages, repealing provisions relating to surrender 18 19 of club licenses for benefit of licensees and further providing for surrender of restaurant, eating place retail 20 dispenser, hotel, importing distributor and distributor license for benefit of licensee. 21 22 The General Assembly of the Commonwealth of Pennsylvania 23 24 hereby enacts as follows: 25 Section 1. Section 474 of the act of April 12, 1951 (P.L.90, 26 No.21), known as the Liquor Code, is repealed:
- 27 [Section 474. Surrender of Club Licenses for Benefit of

- 1 Licensees. -- Whenever a club license has been returned to the
- 2 board for the benefit of the licensee due to the licensed
- 3 establishment not having been in operation for any reason
- 4 whatsoever for a period of time not exceeding fifteen days, the
- 5 license shall be held by the board for the benefit of the
- 6 licensee for a period of time not exceeding one year, or, upon
- 7 proper application to the board, for an additional year, and the
- 8 license shall be revoked at the termination of the period, and
- 9 transfer of the license shall not be permitted after the
- 10 termination of the period.]
- 11 Section 2. Section 474.1 heading, (a) and (g) of the act are
- 12 amended to read:
- 13 Section 474.1. Surrender of Restaurant, Eating Place Retail
- 14 Dispenser, Hotel, <u>Club</u>, <u>Catering Club</u>, <u>Importing Distributor and</u>
- 15 Distributor License for Benefit of Licensee. -- (a) A restaurant,
- 16 eating place retail dispenser, hotel, <u>club</u>, <u>catering club</u>,
- 17 importing distributor and distributor licensee whose licensed
- 18 establishment is not in operation for fifteen consecutive days
- 19 shall return its license for safekeeping with the board no later
- 20 than at the expiration of the fifteen-day period. The license
- 21 may only be reissued from safekeeping in the manner set forth by
- 22 the board through regulation.
- 23 * * *
- 24 (g) (1) A licensee whose license is subject to this section
- 25 may, upon written request, apply to the board to allow the
- 26 license to remain in safekeeping for an additional one year. The
- 27 written request must be accompanied by a ten thousand dollar
- 28 (\$10,000) fee for licenses placed in safekeeping from counties
- 29 of the first class, second class, second class A, third class
- 30 and fourth class and a fee of five thousand dollars (\$5,000) for

- 1 licenses placed in safekeeping from counties of the fifth
- 2 through eighth classes[.], except that the fees for clubs and
- 3 catering clubs shall be five thousand dollars (\$5,000) for
- 4 <u>licenses placed in safekeeping from counties of the first class</u>,
- 5 second class, second class A, third class and fourth class and
- 6 one thousand dollars (\$1,000) for licenses placed in safekeeping
- 7 from counties of the fifth through eighth classes. For each
- 8 subsequent year in safekeeping, the fees set forth in this
- 9 paragraph shall be doubled over the amount charged for the
- 10 previous year's fee. No fee shall be required if the licensee
- 11 can prove that he or she is unable to use the license through no
- 12 fault of his or her own, including a fire, flood or other event,
- 13 which includes the inability to obtain an occupancy permit for
- 14 the licensed premises from a municipality, that renders the
- 15 licensed premises unusable. Factors such as another business
- 16 operating at the licensed premises, the licensed business being
- 17 no longer viable or other similar circumstances shall not
- 18 justify a fee waiver. The board shall approve the request unless
- 19 the license or licensee no longer meets the requirements of this
- 20 act or the board's regulations. The fee collected shall be paid
- 21 into the State Treasury through the Department of Revenue into
- 22 the State Store Fund.
- 23 (2) (Reserved).
- 24 Section 3. This act shall take effect in 60 days.