THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 462

Session of 2005

INTRODUCED BY D. WHITE, THOMPSON, M. WHITE, BOSCOLA, LAVALLE, STOUT, COSTA, KITCHEN, EARLL, RHOADES, C. WILLIAMS AND WAUGH, MARCH 28, 2005

REFERRED TO LAW AND JUSTICE, MARCH 28, 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 3 malt and brewed beverages; amending, revising, consolidating 4 and changing the laws relating thereto; regulating and restricting the manufacture, purchase, sale, possession, 6 consumption, importation, transportation, furnishing, holding 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 10 duties of the Pennsylvania Liquor Control Board; providing 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 nuisances and, in certain cases, for search and seizure 14 15 without warrant; prescribing penalties and forfeitures; 16 providing for local option, and repealing existing laws," 17 further providing for unlawful acts relative to liquor, malt 18 and brewed beverages and licensees.
- 19 The General Assembly of the Commonwealth of Pennsylvania
- 20 hereby enacts as follows:
- 21 Section 1. Section 493(2) of the act of April 12, 1951
- 22 (P.L.90, No.21), known as the Liquor Code, reenacted and amended
- 23 June 29, 1987 (P.L.32, No.14), and amended December 8, 2004
- 24 (P.L.1810, No.239), is amended to read:
- 25 Section 493. Unlawful Acts Relative to Liquor, Malt and

- 1 Brewed Beverages and Licensees. -- The term "licensee, " when used
- 2 in this section, shall mean those persons licensed under the
- 3 provisions of Article IV, unless the context clearly indicates
- 4 otherwise.
- 5 It shall be unlawful--
- 6 * * *
- 7 (2) Purchase or Sale of Liquor or Malt or Brewed Beverages
- 8 on Credit; Importing Distributors or Distributors Accepting Cash
- 9 <u>in Counties of First Class and Second Class A</u>. For any licensee,
- 10 his agent, servant or employe, to sell or offer to sell or
- 11 purchase or receive any liquor or malt or brewed beverages
- 12 except for cash, excepting credit extended by a hotel or club to
- 13 a bona fide guest or member, or by railroad or pullman companies
- 14 in dining, club or buffet cars to passengers, for consumption
- 15 while enroute, holding authorized credit cards issued by
- 16 railroad or railroad credit bureaus or by hotel, restaurant,
- 17 retail dispenser eating place, club and public service
- 18 licensees, importing distributors or distributors to customers
- 19 not possessing a license under this article and holding credit
- 20 cards issued in accordance with regulations of the board or
- 21 credit cards issued by banking institutions subject to State or
- 22 Federal regulation: Provided further, That nothing herein
- 23 contained shall be construed to prohibit the use of checks or
- 24 drafts drawn on a bank, banking institution, trust company or
- 25 similar depository, organized and existing under the laws of the
- 26 United States of America or the laws of any state, territory or
- 27 possession thereof, in payment for any liquor or malt or brewed
- 28 beverages if the purchaser is the payor of the check or draft
- 29 and the licensee is the payee: Provided further, That
- 30 notwithstanding any other provision of this act to the contrary,

- 1 it shall be unlawful for an importing distributor or distributor
- 2 <u>in a county of the first class or second class A</u> to accept cash
- 3 for payment of any malt or brewed beverages from anyone
- 4 possessing a license issued under this article. No right of
- 5 action shall exist to collect any claim for credit extended
- 6 contrary to the provisions of this clause. Nothing herein
- 7 contained shall prohibit a licensee from crediting to a
- 8 purchaser the actual price charged for original containers
- 9 returned by the original purchaser as a credit on any sale, or
- 10 from refunding to any purchaser the amount paid by such
- 11 purchaser for such containers or as a deposit on containers when
- 12 title is retained by the vendor, if such original containers
- 13 have been returned to the licensee. Nothing herein contained
- 14 shall prohibit a manufacturer from extending usual and customary
- 15 credit for liquor or malt or brewed beverages sold to customers
- 16 or purchasers who live or maintain places of business outside of
- 17 the Commonwealth of Pennsylvania, when the liquor or malt or
- 18 brewed beverages so sold are actually transported and delivered
- 19 to points outside of the Commonwealth: Provided, however, That
- 20 as to all transactions affecting malt or brewed beverages to be
- 21 resold or consumed within this Commonwealth, every licensee
- 22 shall pay and shall require cash deposits on all returnable
- 23 original containers and all such cash deposits shall be refunded
- 24 upon return of the original containers.
- 25 * * *
- 26 Section 2. This act shall take effect in 60 days.