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THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 2267 Session of 2012

INTRODUCED BY GABLER, CAUSER, ELLIS, EVERETT, GEORGE, GRELL, HARHART, HORNAMAN, METZGAR, MILLER, READSHAW, ROAE, SAINATO, SONNEY AND VULAKOVICH, MARCH 19, 2012

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, JUNE 19, 2012

AN ACT

1 2	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
5	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
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
15	without warrant; prescribing penalties and forfeitures;
16	providing for local option, and repealing existing laws,"
17	further providing for definitions, for sales by Pennsylvania
18	Liquor Stores, for sales by liquor licensees and
19	restrictions, for sales by manufacturers of malt or brewed
20	beverages and minimum quantities, for retail dispensers'
21	restrictions on purchases and sales, for breweries, FOR LOCAL
22	OPTION, for unlawful acts relative to liquor, alcohol and
23	liquor licensees, for unlawful acts relative to liquor, malt
24	and brewed beverages and licensees, AND for rights of
25	municipalities preserved and for limited wineries.
26	The General Assembly of the Commonwealth of Pennsylvania

27 hereby enacts as follows:

28 Section 1. The definitions of "alcoholic cider," "catered

1 function" and "eligible entity" in section 102 of the act of 2 April 12, 1951 (P.L.90, No.21), known as the Liquor Code, 3 reenacted and amended June 29, 1987 (P.L.32, No.14), and amended 4 or added June 18, 1998 (P.L.664, No.86), June 28, 2011 (P.L.55, 5 No.11) and December 22, 2011 (P.L.530, No.113), are amended to 6 read:

7 Section 102. Definitions.--The following words or phrases,
8 unless the context clearly indicates otherwise, shall have the
9 meanings ascribed to them in this section:

10 * * *

"Alcoholic cider" shall mean a beverage which may contain 11 carbonation in an amount not to exceed three hundred ninety-two 12 13 one thousandths of a gram per one hundred milliliters and flavors, produced through alcoholic fermentation of [only 14 15 apples] any fruit or [apple] fruit juice, consisting of at least 16 one-half of one per centum, but not greater than five and onehalf per centum, alcohol by volume and sold or offered for sale 17 18 as alcoholic cider and not as a wine, a wine product or as a 19 substitute for wine, in bottles, cases, kegs, cans or other 20 suitable containers of the type used for the sale of malt or brewed beverages in this Commonwealth. 21

22 * * *

"Catered function" shall mean the furnishing of food prepared on the premises or brought onto the premises already prepared in conjunction with alcoholic beverages for the accommodation of a person or an identifiable group of people, not the general <u>public</u>, who made arrangements for the function at least [fortyeight hours] <u>thirty days</u> in advance.

29 * * *

30 "Eligible entity" shall mean a city of the third class, a

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hospital, a church, a synagogue, a volunteer fire company, a 1 2 volunteer ambulance company, a volunteer rescue squad, a unit of 3 a nationally chartered club which has been issued a club liquor license, a club [in a city of the third class] which has been 4 issued a club liquor license and which, as of December 31, 2002, 5 6 has been in existence for at least 100 years, a library, a nationally accredited Pennsylvania nonprofit zoological 7 8 institution licensed by the United States Department of Agriculture, a nonprofit agricultural association in existence 9 10 for at least ten years, a bona fide sportsmen's club in 11 existence for at least ten years, a nationally chartered 12 veterans' organization and any affiliated lodge or subdivision 13 of such organization, a fraternal benefit society that is 14 licensed to do business in this Commonwealth and any affiliated 15 lodge or subdivision of such fraternal benefit society, a museum 16 operated by a nonprofit corporation [in a city of the third 17 class or township of the first class], a nonprofit corporation 18 engaged in the performing arts [in a city of the third class, 19 borough or in an incorporated town], an arts council, a 20 nonprofit corporation that operates an arts facility or museum 21 [in a city of the third class in the county of the fourth 22 class], a nonprofit organization as defined under section 501(c) 23 (3) of the Internal Revenue Code of 1986 (Public Law 99-514, 26 24 U.S.C. § 501(c)(3)) whose purpose is to protect the 25 architectural heritage of boroughs or a township of the second 26 class and which has been recognized as such by a municipal 27 resolution, a nonprofit organization as defined under section 501(c)(3) of the Internal Revenue Code of 1986 (Public Law 28 29 99-514, 26 U.S.C. § 501(c)(3)) conducting a regatta in a city of 30 the second class with the permit to be used on State park

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grounds or conducting a family-oriented celebration as part of 1 2 Welcome America in a city of the first class on property leased 3 from that city for more than fifty years, a nonprofit organization as defined under section 501(c)(3) of the Internal 4 Revenue Code of 1986 (26 U.S.C. § 501(c)(3)) whose purpose is to 5 raise funds for the research and treatment of cystic fibrosis, a 6 nonprofit organization as defined under section 501(c)(3) of the 7 8 Internal Revenue Code of 1986 (26 U.S.C. § 501(c)(3)) whose purpose is to educate the public on issues dealing with 9 10 watershed conservation, a nonprofit organization as defined under section 501(c)(3) of the Internal Revenue Code of 1986 11 12 (Public Law 99-514, 26 U.S.C. § 501(c)(3)) whose purpose is to 13 provide equine assisted activities for children and adults with 14 special needs, a nonprofit economic development agency in a city 15 of the second class with the primary function to serve as an 16 economic generator for the greater southwestern Pennsylvania 17 region by attracting and supporting film, television and related 18 media industry projects and coordinating government and business 19 offices in support of a production, a county tourist promotion 20 agency as defined in section 3(1) of the act of April 28, 1961 21 (P.L.111, No.50), known as the "Tourist Promotion Law," [and located in a city of the third class in a county of the fourth 22 23 class or located in a township of the second class in a county 24 of the fifth class,] a junior league [in a third class county] 25 that is a nonprofit organization as defined under section 501(c) 26 (3) of the Internal Revenue Code of 1986 (26 U.S.C. § 501(c) (3)) that is comprised of women whose purpose is exclusively 27 28 educational and charitable in promoting the volunteerism of 29 women and developing and participating in community projects and that has been in existence for over seventy years, a nonprofit 30

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organization as defined under section 501(c)(3) of the Internal 1 2 Revenue Code of 1986 [which is located in counties of the second ← 3 class A or of the third class] and whose purpose is the 4 education and promotion of American history, a nonprofit 4 organization as defined under section 501(c)(6) of the Internal 5 6 Revenue Code of 1986 whose purpose is to support business and industry, a brewery which has been issued a license to 7 manufacture malt or brewed beverages and has been in existence 8 for at least 100 years or a club recognized by Rotary 9 10 International [which is located in a county of the fourth class] ← 11 and whose purpose is to provide service to others, to promote 12 high ethical standards and to advance world understanding, 13 goodwill and peace through its fellowship of business, 14 professional and community leaders or a nonprofit organization as defined under section 501(c)(3) of the Internal Revenue Code 15 16 of 1986 (Public Law 99-514, 26 U.S.C. § 501(c)(3)) [which is 17 located in a borough in a county of the third class and] whose 18 purpose is to promote mushrooms while supporting local and 19 regional charities, a museum operated by a not-for-profit 20 corporation in a city of the second class A, a nonprofit 21 organization as defined under section 501(c)(3) of the Internal Revenue Code of 1986 which is located in a city of the second 22 23 class A and has as its purpose economic and community 24 development, a nonprofit organization as defined under section 25 501(c)(3) or (6) of the Internal Revenue Code of 1986 that is 26 located in a city of the third class in a county of the fifth class, a nonprofit social service organization defined under 27 28 section 501(c)(3) of the Internal Revenue Code of 1986 located 29 in a county of the third class whose purpose is to serve 30 individuals and families in that county of the third class, a

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nonprofit organization as defined under section 501(c)(3) of the 1 2 Internal Revenue Code of 1986 whose main purpose is to 3 temporarily foster stray and unwanted animals and match them to suitable permanent homes or a nonprofit organization as defined 4 under section 501(c)(3) of the Internal Revenue Code of 1986 who 5 6 operates either a Main Street Program or Elm Street Program 7 recognized by the Commonwealth, the National Trust for Historic 8 Preservation or both, a nonprofit radio station that is a member of the National Public Radio network, a nonprofit public 9 10 television station that is a member of the Pennsylvania Public 11 Television Network for_{fr} a nonprofit organization as defined 12 under section 501(c)(3) of the Internal Revenue Code of 1986 whose purpose is to promote awareness, education and research 13 14 and to provide a support system for patients with neutropenia 15 and their families through a national resource network or a 16 nonprofit organization as defined under section 501(c)(3) of the Internal Revenue Code of 1986 whose purpose is to foster open 17

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18 space conservation and historic preservation.

19 * * *

20 Section 2. Section 305(i) of the act, added December 8, 2004 21 (P.L.1810, No.239), is amended to read:

22 Section 305. Sales by Pennsylvania Liquor Stores.--* * * 23 (i) Notwithstanding any other provision of law to the 24 contrary, the board may sell wine in containers having a 25 capacity of [six] sixty liters or less.

Section 3. Section 406(f) of the act, added June 28, 2011 (P.L.55, No.11), is amended to read:

Section 406. Sales by Liquor Licensees; Restrictions.--* * *
(f) The holder of a hotel or restaurant liquor license may
obtain an off-premises catering permit subject to section

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1 493(33) to hold a catered function off the licensed premises and 2 on otherwise unlicensed premises where the licensee may sell 3 wine, liquor and malt or brewed beverages by the glass, open 4 bottle or other container, and in any mixture <u>together with</u> 5 <u>food</u>, for consumption on those premises. Functions conducted 6 under the authority of the permit shall be subject to the 7 following:

8 (1) alcohol may be provided only during the days and hours9 that the license holder may otherwise sell alcohol;

10 (2) all servers at the off premises catered function shall 11 be in compliance with the responsible alcohol management 12 provisions under section 471.1;

13 (3) each catered function shall last no longer than one day 14 and not more than fifty catered functions may be held each 15 calendar year by each license holder for use with a particular 16 license;

17 (4) a catered function shall not be held at a location that 18 is already subject to the applicant's or another licensee's 19 license;

(5) a permit shall not be issued to an applicant whose21 license is in safekeeping;

(6) a permit shall not be issued to a location that is
subject to a pending objection by the director of the Bureau of
Licensing or the board under section 470(a.1);

(7) a permit shall not be issued to a location that is subject to a pending license suspension under section 471 or the one-year prohibition on the issuance or transfer of a license under section 471(b);

29 (8) no alcohol may be taken from the permitted location by
30 <u>any patron</u>, but the applicant may transport alcohol to and from

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its licensed premises to the proposed premises; [and] 1 2 written notice [of the date, time and location] of the (9) 3 catered function as enumerated in paragraph (10) shall be provided to the local police [or if there is no local police 4 force to the enforcement bureau] and the enforcement bureau at 5 least [forty-eight hours] seven days in advance of the event[.]; 6 7 (10) written notice shall be provided to the board at least thirty days prior to a catered function. Written notice must 8 include the location of the function, time of the function, host 9 10 of the function, general information regarding the guests expected at the function as well as any information the board 11 shall from time to time prescribe. The board may, in its 12 13 discretion, accept notice in an electronic format. The board 14 may, in its discretion, waive the thirty-day notice period for a 15 catered function if: 16 (i) the applicant has previously conducted functions that meet the requirements of this act; 17 18 (ii) the applicant is a licensee in good standing with the 19 board; (iii) notification was received at least fourteen days prior 20 21 to the catered function; and (iv) the applicant pays a late fee of one hundred dollars 22 23 (\$100); 24 (11) the board shall, in its discretion, approve or disapprove a catered function if the applicant fails to provide 25 timely notice of the catered function, does not intend to 26 conduct a function that meets the requirements of this act or 27 has previously conducted a function that did not meet the 28 29 requirements of this act; (12) if a catered function is scheduled to occur on private 30

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1	property, the owner of that property is deemed to have submitted
2	to the jurisdiction of the enforcement bureau and the warrant
3	required by section 211(a)(2) of this act shall not be necessary
4	for the enforcement bureau to enter and search the premises
5	during the function or any activities related to the function;
6	(13) no catered function may be held for more than five
7	hours per day and must end by midnight;
8	(14) neither the owner of the property nor the applicant may
9	sell tickets to a catered function unless one of the following
10	<u>conditions is met:</u>
11	(i) the applicant has contracted with an eligible entity for
12	the function and the function is being used to raise money for
13	the eligible entity's organization;
14	(ii) the applicant has contracted with a nonprofit
15	organization as defined under section 501(c)(3) of the Internal
16	Revenue Code of 1986 (Public Law 99-114, 26 U.S.C. § 501(c)(3)),
17	for an event which has the sole purpose of raising funds for
18	that nonprofit organization; or
19	(iii) the applicant has contracted with an organization that
20	holds tax exempt status under section 527 of the Internal
21	Revenue Code of 1986;
22	(15) the catered function location shall be subject to
23	<pre>section 493(34) of this act;</pre>
24	(16) catered functions may not be held in locations that are
25	subject to a pending, protested transfer application;
26	(17) a permit may not be issued to a license holder whose
27	license is subject to a pending objection by the director of the
28	Bureau of Licensing or the board under section 470(a.1);
29	(18) a permit shall not be issued to a licensee for use in
30	any location that is mobile; and

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1 (19) a permit shall not be issued for use on any location

2 used for parking at a sports event or concert event.

3 * * *

4 Section 4. Section 440 of the act, amended December 22, 2011
5 (P.L.530, No.113), is amended to read:

Section 440. Sales by Manufacturers of Malt or Brewed 6 7 Beverages; Minimum Quantities. -- A manufacturer may sell malt or 8 brewed beverages produced and owned by the manufacturer to individuals on the licensed premises for consumption on the 9 10 licensed premises where sold only if it complies with the conditions and regulations placed upon holders of brewery 11 licenses under section [446(1)] 446(a)(1). A manufacturer also 12 13 may sell any malt or brewed beverages produced and owned by the 14 manufacturer to individuals on the licensed premises for 15 consumption off the licensed premises in containers or packages 16 of unlimited quantity and of any volume. No manufacturer may 17 maintain or operate within the Commonwealth any place or places 18 other than the place or places covered by his or its license 19 where malt or brewed beverages are sold or where orders are 20 taken.

Section 5. Section 442(f) of the act, added June 28, 2011
(P.L.55, No.11), is amended to read:

23 Section 442. Retail Dispensers' Restrictions on Purchases 24 and Sales.--* * *

(f) The holder of an eating place retail dispenser license may obtain an off-premises catering permit under section 493(33) to hold a catered function off of the licensed premises and on otherwise unlicensed premises where the licensee may sell malt or brewed beverages by the glass, open bottle or any other container together with food, for consumption on those premises

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solely used for catering premises. Functions conducted under the
 authority of the permit shall be subject to the following:

3 (1) malt or brewed beverages may only be provided during the
4 days and hours that the license holder may otherwise sell malt
5 or brewed beverages;

6 (2) each catered function shall last no longer than one day
7 and not more than fifty catered functions may be held each
8 calendar year by each license holder for use with a particular
9 license;

10 (3) a catered function shall not be held at a location that 11 is already subject to the applicant's or another licensee's 12 license;

13 (4) a permit shall not be issued to an applicant whose14 license is in safekeeping;

15 (5) a permit shall not be issued to a location that is 16 subject to a pending objection by the director of the Bureau of 17 Licensing or the board under section 470(a.1);

18 (6) a permit shall not be issued to a location that is 19 subject to a pending license suspension under section 471 or the 20 one-year prohibition on the issuance or transfer of a license 21 under section 471(b);

(7) no malt or brewed beverages may be taken from the permitted location <u>by a patron</u>, but the applicant may transport malt or brewed beverages to and from its licensed premises to the proposed premises; [and]

(8) written notice [of the date, time and location] of the
catered function <u>as enumerated in paragraph (9)</u> shall be
provided to the local police[, or if there is no local police
force to the enforcement bureau,] <u>and the enforcement bureau</u> at
least [forty-eight hours] <u>seven days</u> in advance of the event[.];

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1	(9) written notice shall be provided to the board at least
2	thirty days prior to a catered function. Written notice must
3	include the location of the function, time of the function, host
4	of the function, general information regarding the guests
5	expected at the function as well as any information the board
6	shall from time to time prescribe. The board may, in its
7	discretion, accept notice in an electronic format. The board
8	may, in its discretion, waive the thirty-day notice period for a
9	catered function if:
10	(i) the applicant has previously conducted functions that
11	meet the requirements of this act;
12	(ii) the applicant is a licensee in good standing with the
13	board;
14	(iii) notification was received at least fourteen days prior
15	to the catered function; and
16	(iv) the applicant pays a late fee of one hundred dollars
17	<u>(\$100);</u>
18	(10) the board shall, in its discretion, approve or
19	disapprove a catered function if the applicant fails to provide
20	timely notice of the catered function, does not intend to
21	conduct a function that meets the requirements of this act or
22	has previously conducted a function that did not meet the
23	requirements of this act;
24	(11) if a catered function is scheduled to occur on private
25	property, the owner of that property is deemed to have submitted
26	to the jurisdiction of the enforcement bureau and the warrant
27	required by section 211(a)(2) of this act shall not be necessary
28	for the enforcement bureau to enter and search the premises
29	during the function or any activities related to the function;
30	(12) all servers at the off-premises catered function shall

1	be in compliance with the responsible alcohol management
2	provisions under section 471.1 of this act;
3	(13) no catered function may be held for more than five
4	hours per day and must end by midnight;
5	(14) neither the owner of the property nor the applicant may
6	sell tickets to a catered function unless one of the following
7	conditions is met:
8	(i) the applicant has contracted with an eligible entity for
9	the function and the function is being used to raise money for
10	the eligible entity's organization;
11	(ii) the applicant has contracted with a nonprofit
12	organization as defined under section 501(c)(3) of the Internal
13	Revenue Code of 1986 (Public Law 99-114, 26 U.S.C. § 501(c)(3)),
14	for an event which has the sole purpose of raising funds for
15	that nonprofit organization;
16	(iii) the applicant has contracted with an organization that
17	holds tax exempt status under section 527 of the Internal
18	<u>Revenue Code of 1986;</u>
19	(15) catered functions held on unlicensed premises shall be
20	subject to section 493(34) of this act;
21	(16) catered functions may not be held in locations that are
22	subject to a pending, protested transfer application;
23	(17) a permit may not be issued to a licensee who is subject
24	to objection under the board's nuisance bar program;
25	(18) a permit shall not be issued to a licensee for use in
26	any location that is mobile; and
27	(19) a permit shall not be issued for use on any location
28	used for parking at a sports event or concert event.
29	* * *
30	Section 6. Section 446(b) of the act, amended December 22,

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1 2011 (P.L.530, No.113), is amended to read:

2 Section 446. Breweries.--* * *

3 (b) The holder of a brew pub license may obtain an offpremises catering permit subject to section 493(33) to hold a 4 catered function off the licensed premises and on otherwise 5 unlicensed premises where the licensee may sell wine produced by 6 a licensed limited winery and malt or brewed beverages produced 7 8 by the brewery by the glass, open bottle or other container together with food, and in any mixture, for consumption on those 9 10 premises. Functions conducted under the authority of the permit 11 shall be subject to the following:

12 (1) alcohol may be provided only during the days and hours13 that the license holder may otherwise sell alcohol;

14 (2) all servers at the off premises catered function shall 15 be in compliance with the responsible alcohol management 16 provisions under section 471.1;

17 (3) each catered function shall last no longer than one day 18 and not more than fifty catered functions may be held each 19 calendar year by each license holder for use with a particular 20 license;

(4) a catered function shall not be held at a location that is already subject to the applicant's or another licensee's license;

(5) a permit shall not be issued to an applicant whoselicense is in safekeeping;

(6) a permit shall not be issued to a location that is
subject to a pending objection by the director of the Bureau of
Licensing or the board under section 470(a.1);

29 (7) a permit shall not be issued to a location that is30 subject to a pending license suspension under section 471 or the

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1 one-year prohibition on the issuance or transfer of a license
2 under section 471(b);

3 (8) no alcohol may be taken from the permitted location by any patron, but the applicant may transport alcohol to and from 4 its licensed premises to the proposed premises; [and] 5 6 (9) written notice [of the date, time and location] of the 7 catered function as enumerated in paragraph (10) shall be 8 provided to the local police [or if there is no local police 9 force to the enforcement bureau] and the enforcement bureau at 10 least [forty-eight hours] seven days in advance of the event[.]; 11 (10) written notice shall be provided to the board at least thirty days prior to a catered function. Written notice must 12 13 include the location of the function, time of the function, host 14 of the function, general information regarding the guests expected at the function as well as any information the board 15 16 shall from time to time prescribe. The board may, in its discretion, waive the thirty-day notice period for a catered 17 18 function if: 19 (i) the applicant has previously conducted functions that meet the requirements of this act; 20 21 (ii) the applicant is a licensee in good standing with the 22 board; 23 (iii) notification was received at least fourteen days prior 24 to the catered function; and 25 (iv) the applicant pays a late fee of one hundred dollars 26 (\$100); 27 (11) the board shall, in its discretion, approve or 28 disapprove a catered function if the applicant fails to provide 29 timely notice of the catered function, does not intend to conduct a function that meets the requirements of this act or 30

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1	has previously conducted a function that did not meet the
2	requirements of this act;
3	(12) if a catered function is scheduled to occur on private
4	property, the owner of that property is deemed to have submitted
5	to the jurisdiction of the enforcement bureau and the warrant
6	required by section 211(a)(2) of this act shall not be necessary
7	for the enforcement bureau to enter and search the premises
8	during the function or any activities related to the function;
9	(13) no catered function may be held for more than five
10	hours per day and must end by midnight;
11	(14) neither the owner of the property nor the applicant may
12	sell tickets to a catered function unless one of the following
13	<u>conditions is met:</u>
14	(i) the applicant has contracted with an eligible entity for
15	the function and the function is being used to raise money for
16	the eligible entity's organization;
17	(ii) the applicant has contracted with a nonprofit
18	organization as defined under section 501(c)(3) of the Internal
19	Revenue Code of 1986 (Public Law 99-114, 26 U.S.C. § 501(c)(3)),
20	for an event which has the sole purpose of raising funds for
21	that nonprofit organization; or
22	(iii) the applicant has contracted with an organization that
23	holds tax exempt status under section 527 of the Internal
24	<u>Revenue Code of 1986;</u>
25	(15) the catered function location shall be subject to
26	<pre>section 493(34) of this act;</pre>
27	(16) catered functions may not be held in locations that are
28	subject to a pending, protested transfer application;
29	(17) a permit may not be issued to a license holder whose
30	license is subject to a pending objection by the director of the

Bureau of Licensing or the board under section 470(a.1); 1 2 (18) a permit shall not be issued to a licensee for use in 3 any location that is mobile; and (19) a permit shall not be issued for use on any location 4 used for parking at a sports event or concert event. 5 SECTION 6.1. SECTION 472(D) OF THE ACT IS AMENDED BY ADDING 6 7 A PARAGRAPH TO READ: SECTION 472. LOCAL OPTION. --* * * 8 9 (D) NOTHING IN THIS SECTION SHALL PROHIBIT THE BOARD FROM 10 APPROVING: * * * 11 12 (3) THE RENEWAL OR TRANSFER OF A RESTAURANT LIQUOR LICENSE, 13 AN EATING PLACE RETAIL DISPENSER LICENSE, A HOTEL LICENSE, A 14 CLUB LICENSE OR A DISTRIBUTOR LICENSE IN A LOCATION IN WHICH TWO 15 OR MORE MUNICIPALITIES HAVE MERGED AND THE RESULTING 16 MUNICIPALITY PROHIBITS THE ISSUANCE OF SUCH LICENSES. * * * 17 18 Section 7. Section 491(2), (8) and (11) of the act, amended ← February 21, 2002 (P.L.103, No.10), December 9, 2002 (P.L.1653, 19 ← 20 No.212) and July 7, 2006 (P.L.584, No.84), are IS amended to ← 21 read: 22 Section 491. Unlawful Acts Relative to Liquor, Alcohol and 23 Liquor Licensees.--24 It shall be unlawful--25 * * * 26 (2) Possession or Transportation of Liquor or Alcohol. For 27 any person, except a manufacturer or the board or the holder of 28 a sacramental wine license or of an importer's license, to 29 possess or transport any liquor or alcohol within this 30 Commonwealth which was not lawfully acquired prior to January

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first, one thousand nine hundred and thirty-four, or has not 1 2 been purchased from a Pennsylvania Liquor Store or a licensed 3 limited winery in Pennsylvania, except in accordance with section 488 or the board's regulations. In addition, it shall be 4 5 lawful for anyone to possess miniatures totaling less than one gallon purchased in another state or a foreign country. The 6 burden shall be upon the person possessing or transporting such 7 8 liquor or alcohol to prove that it was so acquired. 9 Notwithstanding this section or any other provision of the law, 10 wine may be produced by any person without a license if the wine 11 is not produced for sale and total production does not exceed 12 two hundred gallons per calendar year. Wine produced in accordance with this clause may be used at organized affairs, 13 14 exhibitions, competitions, contests, tastings or judgings if it 15 is not sold or offered for sale.

16 None of the provisions herein contained shall prohibit nor 17 shall it be unlawful for any person to import into Pennsylvania, 18 transport or have in his possession, an amount of liquor not 19 exceeding one gallon in volume upon which a State tax has not 20 been paid, if it can be shown to the satisfaction of the board that such person purchased the liquor in a foreign country or 21 United States territory and was allowed to bring it into the 22 23 United States. Neither shall the provisions contained herein 24 prohibit nor make it unlawful for (i) any member of the armed 25 forces on active duty, or (ii) any retired member of the armed 26 forces, or (iii) any totally disabled veteran, or (iv) the spouse of any person included in the foregoing classes of 27 28 persons to import into Pennsylvania, transport or have in his 29 possession an amount of liquor not exceeding one gallon per 30 month in volume upon which the State tax has not been paid, so

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long as such liquor has been lawfully purchased from a package 1 2 store established and maintained under the authority of the 3 United States and is in containers identified in accordance with regulations issued by the Department of Defense. Such liquor 4 5 shall not be possessed, offered for sale or sold on any licensed premises. The term "package store" as used in this clause shall_ 6 7 mean those retail operations located on any of the United States 8 military installations, including an installation of the Army, Navy, Air Force, Marine Corps or Coast Guard. 9

None of the provisions herein contained shall prohibit nor 10 shall it be unlawful for any consul general, consul or other 11 diplomatic officer of a foreign government to import into 12 13 Pennsylvania, transport or have in his possession liquor upon 14 which a State tax has not been paid, if it can be shown to the 15 satisfaction of the board that such person acquired the liquor 16 in a foreign country and was allowed to bring it into the United States. Such liquor shall not be possessed, offered for sale or 17 18 sold on any licensed premises.

19 <u>Notwithstanding this section or any other provision of law</u>,

20 wine may be imported into and transported within this

21 <u>Commonwealth by out-of-State wineries which hold a permit as</u>

22 provided in section 505.2(a)(4).

23 Any person violating the provisions of this clause for a 24 first offense involving the possession or transportation in 25 Pennsylvania of any liquor in a package (bottle or other 26 receptacle) or wine not purchased from a Pennsylvania Liquor Store or from a licensed limited winery in Pennsylvania, with 27 28 respect to which satisfactory proof is produced that the 29 required Federal tax has been paid and which was purchased, 30 procured or acquired legally outside of Pennsylvania shall upon

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conviction thereof in a summary proceeding be sentenced to pay a 1 2 fine of twenty-five dollars (\$25) for each such package, plus 3 costs of prosecution, or undergo imprisonment for a term not exceeding ninety (90) days. Each full quart or major fraction 4 thereof shall be considered a separate package (bottle or other 5 receptacle) for the purposes of this clause. Such packages of 6 7 liquor shall be forfeited to the Commonwealth in the manner 8 prescribed in Article VI of this act but the vehicle, boat, vessel, animal or aircraft used in the illegal transportation of 9 10 such packages shall not be subject to forfeiture: Provided, 11 however, That if it is a second or subsequent offense or if it is established that the illegal possession or transportation was 12 13 in connection with a commercial transaction, then the other 14 provisions of this act providing for prosecution as a 15 misdemeanor and for the forfeiture of the vehicle, boat, vessel, 16 animal or aircraft shall apply.

17 * * *

18 (8) Importation and Sales of Alcohol. For any person, to-

19 import alcohol into this Commonwealth, or to sell alcohol to any-

20 person, except in accordance with section 488 and the-

21 regulations of the board. Notwithstanding this section or any

22 <u>other provision of law, wine may be imported into and</u>

23 transported within this Commonwealth by out-of-State wineries

24 <u>which hold a permit as provided in section 505.2(a)(4).</u>

25 ***

26 (11) Importation of Liquor. For any person, other than the

27 board or the holder of a sacramental wine license, an importer's

28 license or a direct shipper's license, to import any liquor-

29 whatsoever into this Commonwealth, but this section shall not be-

30 construed to prohibit railroad and pullman companies from-

1 purchasing and selling liquors purchased outside the-

2 Commonwealth in their dining, club and buffet cars which are

3 covered by public service liquor licenses and which are operated

4 in this Commonwealth. Notwithstanding this section or any other-

5 provision of law, wine may be imported into and transported_

6 within the Commonwealth by out of State wineries which hold a

7 permit as provided in section 505.2(a)(4).

8 * * *

9 Section 8. Section 493(33) and (34) of the act, added June 10 28, 2011 (P.L.55, No.11) and December 22, 2011 (P.L.530, 11 No.113), are amended to read:

12 Section 493. Unlawful Acts Relative to Liquor, Malt and 13 Brewed Beverages and Licensees.--The term "licensee," when used 14 in this section, shall mean those persons licensed under the 15 provisions of Article IV, unless the context clearly indicates 16 otherwise.

17 It shall be unlawful--

18 * * *

19 (33) Off-premises Catering Permit; Fees. For any licensee, 20 his servants, agents or employes to sell alcohol at a location other than its licensed premises, unless the sale is 21 specifically authorized under this act, or unless the licensee 22 23 receives a special permit from the board to do so. Only those 24 licensees holding a current and valid restaurant, hotel, brew 25 pub or eating place license shall be allowed to apply for such a 26 permit. Any licensee that wishes to obtain an off-premises catering permit must notify the board and pay the permitting fee_ 27 28 by March of each calendar year regardless of whether the licensee has scheduled catered events. Any licensee that fails 29 to notify the board and pay the permit fee by March 1 shall be 30

precluded from obtaining the permit for that calendar year. If a 1 2 licensee notifies the board and pays the permitting fee by March 3 1 and does not then use the permit throughout the calendar year, the licensee shall not be entitled to a return of the permitting 4 fee. Any licensee not granted a license until after March 1 of 5 the calendar year shall have sixty days from the date of the 6 7 license transfer to notify the board of the licensee's intention 8 to use an off-premises catering permit and pay the permitting fee. All servers at the off-premises catered function shall be 9 certified under the board's responsible alcohol management 10 program as required under section 471.1. The board may charge a 11 12 fee of five hundred dollars (\$500) each calendar year, to each 13 applicant for the initial permit associated with a particular 14 license, but no further fee shall be charged for any subsequent 15 permits issued to the applicant for the license during the same 16 calendar year. The applicant shall submit written notice to the 17 board thirty days prior to each catered event, unless this time_ 18 frame has been waived by the board and the board may approve or 19 disapprove each event if the applicant fails to provide timely 20 notice of the catered function, does not intend to conduct a 21 function that meets the requirements of this act or has previously conducted a function that did not meet the 22 23 requirements of this act. The fees shall be paid into the State 24 Stores Fund. Any violation of this act or the board's 25 regulations for governing activity occurring under the authority 26 of this permit may be the basis for the issuance of a citation under section 471, the nonrenewal of the license under section 27 28 470 or the refusal by the board to issue subsequent permits or 29 honor subsequent dates on the existing permit. This penalty shall be in addition to any other remedies available to the 30

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1 enforcement bureau or the board.

2 Noise. Notwithstanding any law or regulation to the (34) 3 contrary, a licensee may not use or permit to be used inside or outside of the licensed premises a loudspeaker or similar device 4 whereby the sound of music or other entertainment, or the 5 advertisement thereof, can be heard beyond the licensee's 6 7 property line[.]; however, any licensee that is located in an area which is subject to an exemption from the board's 8 regulation regarding amplified music being heard off the 9 10 licensed premises shall be exempt from compliance with this paragraph until the expiration of the board's order granting the 11 12 exemption. The board's regulation regarding amplified music 13 being heard off the licensed premises is otherwise superseded by 14 this paragraph.

Section 9. Section 493.1 of the act, amended December 9, 2002 (P.L.1653, No.212), July 17, 2003 (P.L.63, No.15) and December 22, 2011 (P.L.530, No.113), is amended to read: Section 493.1. Rights of Municipalities Preserved.--(a) Nothing in this act shall be construed to preempt the right of any municipality to regulate zoning and enforce any other local ordinances and codes dealing with health and welfare issues.

22 (b) A municipality may file a petition with the board for an 23 exemption [from the board's regulations regarding amplified 24 music being heard off the licensed premises] section 493(34) of 25 this act for all the licensees within an identifiable area in 26 the municipality. Prior to submitting a petition, the municipality shall adopt a local noise ordinance and a 27 28 resolution adopted by its governing body confirming support of 29 the petition, citing the noise ordinance and its intention to enforce the ordinance in place of [the board's regulations] 30

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section 493(34) of this act. Upon receipt of a petition, 1 2 including a copy of the noise ordinance, a map of the area to be 3 exempted and resolution, the board shall hold at least one (1) public hearing on the petition. The hearing may be held before a 4 hearing examiner. The hearing shall take place within the 5 identified area and must comply with the notice, recording and 6 public participation requirements of 65 Pa.C.S. Ch. 7 (relating 7 8 to open meetings). Within sixty (60) days after receipt of the petition, the board shall disapprove the petition for an 9 10 exemption in its entirety or may approve an area more limited 11 for which the exemption will be granted if the board finds that 12 granting the petition shall have an adverse effect on the 13 welfare, health, peace and morals of the residents living in the 14 vicinity of the identified area; otherwise, the board shall 15 approve the petition. The board may place additional conditions 16 on its approval such as limiting the duration of the approval 17 and any other condition the board deems appropriate. There shall be a right to appeal to the court of common pleas in the same 18 19 manner as provided by this act for appeals from refusals to 20 grant licenses.

21 (c) A municipality may rescind any existing exemption from [the board's regulations regarding amplified music] section_ 22 23 493(34) of this act by notifying the board of its intent to do 24 so in writing, fifteen (15) days prior to the rescission date. 25 Such notice must be accompanied by an ordinance or resolution 26 authorizing the rescission. A rescission of an existing exemption which does not rescind the entire exempted area shall 27 28 be treated as a new petition for exemption with the board and 29 shall follow the procedures set forth in subsection (b). 30 (1) Notwithstanding any other provision of law to the (d)

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1 contrary, a restaurant liquor license located on premises owned 2 by a city of the first class, listed on the National Register of 3 Historic Places and which contains a structure that is at least 4 one hundred (100) years old shall not be subject to [the board's 5 regulations regarding amplified music] <u>section 493(34) of this</u> 6 <u>act</u>.

7 Notwithstanding any other provision of law to the (2) 8 contrary, a limited winery license that is located in a second class township in a class 2A county that has a State historic 9 10 site owned and operated by the Commonwealth under the direction of the Pennsylvania Historical and Museum Commission and is 11 located on property that also contains a building that is listed 12 13 on the registry of historic places of a class 2A county shall 14 not be subject to [the board's regulations regarding amplified music] section 493(34) of this act. 15

Section 10. Section 505.2(a)(4) of the act, amended December 22, 2011 (P.L.530, No.113), is amended and the subsection is amended by adding a paragraph to read:

19 Section 505.2. Limited Wineries.--(a) In the interest of 20 promoting tourism and recreational development in Pennsylvania,-

21 holders of a limited winery license may:

22 ***

23 (4) (i) At the discretion of the board, obtain a special
24 permit to participate in alcoholic cider, wine and food

25 expositions off the licensed premises. A special permit shall be-

26 issued upon proper application and payment of a fee of thirty

- 27 dollars (\$30) per day for each day of permitted use, not to-
- 28 exceed thirty (30) consecutive days. The total number of days
- 29 for all the special permits may not exceed one hundred (100)
- 30 days in any calendar year. A special permit shall entitle the

holder to engage in the sale by the glass, by the bottle or in-1 2 case lots of alcoholic cider or wine produced by the permittee-3 under the authority of a limited winery license. Holders ofspecial permits may provide tasting samples of wines in-4 individual portions not to exceed one fluid ounce. Samples at 5 alcoholic cider, wine and food expositions may be sold or-6 7 offered free of charge. Except as provided herein, limited 8 wineries utilizing special permits shall be governed by allapplicable provisions of this act as well as by all applicable-9 10 regulations or conditions adopted by the board. For the purposes of this clause, "alcoholic cider, wine and 11 12 food expositions" are defined as affairs held indoors or 13 outdoors with the intent of [promoting Pennsylvania products by] educating those in attendance of the availability, nature and 14 15 quality of [Pennsylvania produced] alcoholic ciders and wines in-16 conjunction with suitable food displays, demonstrations and sales. Alcoholic cider, wine and food expositions may also-17 18 include activities other than alcoholic cider, wine and food 19 displays, including arts and crafts, musical activities, 20 cultural exhibits, agricultural exhibits and farmers markets. 21 (ii) At the discretion of the board, wineries located outside of Pennsylvania holding a valid winery or wine_ 22 23 manufacturing license issued by another state and producing no-24 more than two hundred thousand (200,000) gallons of wine per-25 vear may obtain a special permit to participate in alcoholic 26 cider, wine and food expositions within this Commonwealth. A special permit shall be issued upon proper application and 27 28 payment of a fee of thirty dollars (\$30) per day for each day of 29 permitted use, not to exceed thirty (30) consecutive days. The total number of days for all special permits shall not exceed 30

1	<u>one hundred (100) days in any calendar year. A special permit</u>
2	shall entitle the holder to engage in the sale by the glass, by
3	the bottle or in case lots of alcoholic cider or wine produced
4	by the permittee. Holders of special permits may provide tasting
5	samples of wine in individual portions not to exceed one fluid
6	ounce. Samples of alcoholic cider, wine and food expositions may
7	be sold or offered free of charge. Except as provided herein,
8	any out-of-State winery utilizing special permits issued by this
9	subsection shall be governed by all applicable provisions of
10	this act as well as by all applicable regulations or conditions
11	adopted by the board.
12	For the purpose of this clause, alcoholic cider, wine and
13	food expositions are defined as affairs held indoors or outdoors
14	with the intent of educating those in attendance of the
15	availability, nature and quality of alcoholic ciders and wines
16	in conjunction with suitable food displays, including arts and
17	crafts, musical activities, cultural exhibits, agricultural
18	exhibits and farmers markets.
19	* * *
20	Section 11 10. This act shall take effect as follows:
21	(1) The amendment of sections 493(34) and 493.1 of the
22	act shall take effect immediately.
23	(2) This section shall take effect immediately.
24	(3) The remainder of this act shall take effect in 60
25	days.

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