## THE GENERAL ASSEMBLY OF PENNSYLVANIA

# HOUSE BILL 



INTRODUCED BY PETRI, DeLUCA, EVERETT, GABLER, GINGRICH, HARHART, HARKINS, HENNESSEY, KNOWLES, KORTZ, O'NEILL, READSHAW, FARRY AND SNYDER, FEBRUARY 8, 2013

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, JUNE 11, 2014

## 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 number of retail licenses to be issued in each county, FOR UNLAWFUL ACTS RELATIVE TO <-LIQUOR, MALT AND BREWED BEVERAGES AND LICENSEES AND FOR LIMITED WINERIES.

The General Assembly of the Commonwealth of Pennsylvania
hereby enacts as follows:

(P.I.90, No.21), known as the Liquor Code, reenacted and amended

June 29, 1987 (D.I.32, No.14) and amended Oetober 24, 2012
(P.I.1203, No.149), is amended to read: LIQUOR CODE, REENACTED AND AMENDED JUNE 29, 1987 (P.L.32, NO.14), AMENDED FEBRUARY 21, 2002 (P.L.103, NO.10), NOVEMBER 29, 2006 (P.L.1421, NO.155) AND OCTOBER 24, 2012 (P.L.1203, NO.149), ARE AMENDED TO READ:

Section 461. Limiting Number of Retail Licenses To Be Issued In Each County.--(a) No additional restaurant, eating place retail dispenser or club licenses shall be issued within a county if the total number of restaurant and eating place retail dispenser licenses is greater than one license for each three thousand inhabitants in the county, except the board may issue licenses to public venues, performing arts facilities, continuing care retirement communities, airport restaurants, municipal golf courses, hotels, privately-owned private golf courses, privately-owned public golf courses, racetracks, automobile racetracks, nonprimary pari-mutuel wagering locations, privately-owned ski resorts and to any other entity which this act specifically exempts from the limitations provided in this section, and the board may issue a license to a club situated in a borough having a population less than eight thousand inhabitants which is located in a county of the second class A whose application is filed on or before February 28, 2001. Furthermore, the board may issue a club license to a volunteer fire company regardless of the number of restaurant and eating place retail dispenser licenses already issued in that county; provided that these new club licenses may not be transferred from person to person, place to place or both. In addition, the board may issue an eating place retail dispenser license for on-premises sales only to the owner or operator of a
facility having a minimum of a one-half mile asphalt track and having a permanent seating capacity of at least six thousand people used principally for holding automobile races, regardless of the number of restaurant and eating place retail dispenser licenses already issued in that county. When determining the number of restaurant and eating place retail dispenser licenses issued in a county for the purposes of this section, licenses exempted from this limitation and club licenses shall not be considered. Inhabitants of dry municipalities shall be considered when determining the population in a county. Licenses shall not be issued or transferred into municipalities where such licenses are prohibited pursuant to local referendum in accordance with section 472. Licenses approved for intermunicipal transfer may not be transferred from the receiving municipality for a period of five years after the date that the licensed premises are operational in the receiving municipality.

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(B.1) THE BOARD MAY ISSUE RESTAURANT AND EATING PLACE RETAIL <-DISPENSER LICENSES AND RENEW LICENSES ISSUED UNDER THIS SUBSECTION WITHOUT REGARD TO THE QUOTA RESTRICTIONS SET FORTH IN SUBSECTION (A) FOR THE PURPOSE OF ECONOMIC DEVELOPMENT IN A MUNICIPALITY UNDER THE FOLLOWING CONDITIONS:

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(4) AN APPLICANT UNDER THIS SUBSECTION SHALL BE REQUIRED TO SELL FOOD AND NONALCOHOLIC BEVERAGES EQUAL TO [SEVENTY PER CENTUM (70\%)] FIFTY PER CENTUM (50\%) OR MORE OF ITS COMBINED GROSS SALES OF FOOD AND ALCOHOLIC BEVERAGES.
(7) AN APPEAL OF THE BOARD'S DECISION REFUSING TO GRANT OR

RENEW A LICENSE UNDER THIS SUBSECTION SHALL NOT ACT AS A SUPERSEDEAS OF THE DECISION OF THE BOARD IF THE DECISION IS BASED, IN WHOLE OR IN PART, ON THE LICENSEE'S FAILURE TO DEMONSTRATE THAT ITS FOOD AND NONALCOHOLIC BEVERAGES WERE AT LEAST [SEVENTY PER CENTUM (70\%)] FIFTY PER CENTUM (50\%) OF ITS COMBINED GROSS SALES OF FOOD AND ALCOHOLIC BEVERAGES.
(8) A LICENSE ISSUED UNDER THIS SUBSECTION MAY NOT BE VALIDATED OR RENEWED UNLESS THE LICENSEE CAN ESTABLISH THAT ITS SALE OF FOOD AND NONALCOHOLIC BEVERAGES DURING THE LICENSE YEAR IMMEDIATELY PRECEDING APPLICATION FOR VALIDATION OR RENEWAL IS EQUAL TO [SEVENTY PER CENTUM (70\%)] FIFTY PER CENTUM (50\%) OR MORE OF ITS FOOD AND ALCOHOLIC BEVERAGE SALES.
(B.2) QUALIFIED APPLICANTS UNDER SUBSECTION (B.1) SHALL RECEIVE A PROVISIONAL LICENSE FOR ONE HUNDRED TWENTY DAYS, EXCLUSIVE OF PERIODS OF SAFEKEEPING. AFTER NINETY DAYS FROM THE DATE OF ISSUANCE, THE LICENSEE MAY FILE AN APPLICATION FOR A PERMANENT LICENSE. A LICENSE SHALL BE ISSUED IF THE LICENSEE ESTABLISHES THAT FOR NINETY CONSECUTIVE DAYS FROM THE DATE OF INITIAL ISSUE ITS SALES OF FOOD AND NONALCOHOLIC BEVERAGES IS EQUAL TO AT LEAST [SEVENTY PER CENTUM (70\%)] FIFTY PER CENTUM (50\%) OF ITS COMBINED GROSS SALES OF FOOD AND ALCOHOLIC BEVERAGES. LICENSEES SHALL NOT BE SUBJECT TO CITATION BY THE ENFORCEMENT BUREAU FOR A VIOLATION OF THE REQUIREMENT THAT FOOD AND NONALCOHOLIC BEVERAGES EQUAL AT LEAST [SEVENTY PER CENTUM (70\%)] FIFTY PER CENTUM (50\%) OF THE COMBINED GROSS SALES OF FOOD AND ALCOHOLIC BEVERAGES DURING THE PROVISIONAL LICENSING PERIOD.

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SECTION 2. SECTION 493(34) OF THE ACT, AMENDED JULY 5, 2012 (P.L.1007, NO.116), IS AMENDED TO READ:

SECTION 493. UNLAWFUL ACTS RELATIVE TO LIQUOR, MALT AND BREWED BEVERAGES AND LICENSEES.--THE TERM "LICENSEE," WHEN USED IN THIS SECTION, SHALL MEAN THOSE PERSONS LICENSED UNDER THE PROVISIONS OF ARTICLE IV, UNLESS THE CONTEXT CLEARLY INDICATES OTHERWISE.

IT SHALL BE UNLAWFUL--

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(34) NOISE. NOTWITHSTANDING ANY LAW OR REGULATION TO THE CONTRARY, A LICENSEE, OTHER THAN A LIMITED WINERY LICENSED PURSUANT TO SECTION 505.2, MAY NOT USE OR PERMIT TO BE USED INSIDE OR OUTSIDE OF THE LICENSED PREMISES A LOUDSPEAKER OR SIMILAR DEVICE WHEREBY THE SOUND OF MUSIC OR OTHER ENTERTAINMENT, OR THE ADVERTISEMENT THEREOF, CAN BE HEARD BEYOND THE LICENSEE'S PROPERTY LINE; HOWEVER, ANY LICENSEE THAT IS LOCATED IN AN AREA WHICH IS SUBJECT TO AN EXEMPTION FROM THE BOARD'S REGULATION REGARDING AMPLIFIED MUSIC BEING HEARD OFF THE LICENSED PREMISES SHALL BE EXEMPT FROM COMPLIANCE WITH THIS PARAGRAPH UNTIL THE EXPIRATION OF THE BOARD'S ORDER GRANTING THE EXEMPTION. THE BOARD'S REGULATION REGARDING AMPLIFIED MUSIC BEING HEARD OFF THE LICENSED PREMISES IS OTHERWISE SUPERSEDED BY THIS PARAGRAPH.

SECTION 3. SECTION 505.2(A) OF THE ACT IS AMENDED BY ADDING A PARAGRAPH TO READ:

SECTION 505.2. LIMITED WINERIES.--(A) IN THE INTEREST OF PROMOTING TOURISM AND RECREATIONAL DEVELOPMENT IN PENNSYLVANIA, HOLDERS OF A LIMITED WINERY LICENSE MAY:

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(7) USE, OR PERMIT TO BE USED, INSIDE OR OUTSIDE THE LICENSED PREMISES, A LOUDSPEAKER OR SIMILAR DEVICE WHEREBY THE SOUND OF MUSIC OR OTHER ENTERTAINMENT, OR THE ADVERTISEMENT

2 AREA THAT IS SUBJECT TO A MUNICIPAL ORDINANCE REGARDING
3 AMPLIFIED MUSIC, THE MUNICIPALITY MAY SUBJECT THE LICENSEE TO
4 THAT ORDINANCE.
5 * * *
6 Section z 4. This act shall take effect in 60 days. <--

