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THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1000 Session of 1987

INTRODUCED BY SALOOM, BELARDI, JAROLIN, MANMILLER, MANDERINO, LAUGHLIN, IRVIS, O'DONNELL, FEE, DOMBROWSKI, ITKIN, PETRARCA, COY, D. R. WRIGHT, ACOSTA, PETRONE, YANDRISEVITS, HALUSKA, DUFFY, WAMBACH, LaGROTTA, VAN HORNE, GAMBLE, LETTERMAN, COLAFELLA, VEON AND CALTAGIRONE, APRIL 7, 1987

AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, APRIL 29, 1987

AN ACT

- Reenacting and amending the act of April 12, 1951 (P.L.90, 1 No.21), entitled "An act relating to alcoholic liquors, 2 3 alcohol and malt and brewed beverages; amending, revising, 4 consolidating and changing the laws relating thereto; 5 regulating and restricting the manufacture, purchase, sale, 6 possession, consumption, importation, transportation, 7 furnishing, holding in bond, holding in storage, traffic in 8 and use of alcoholic liquors, alcohol and malt and brewed 9 beverages and the persons engaged or employed therein; 10 defining the powers and duties of the Pennsylvania Liquor Control Board; providing for the establishment and operation 11 of State liquor stores, for the payment of certain license 12 fees to the respective municipalities and townships, for the 13 abatement of certain nuisances and, in certain cases, for search and seizure without warrant; prescribing penalties and 14 15 forfeitures; providing for local option, and repealing 16 17 existing laws," providing for the creation, powers and duties of the Alcoholic Beverages Commission; PROVIDING ETHICAL 18 19 STANDARDS FOR THE COMMISSION AND ITS MEMBERS AND EMPLOYEES; 20 establishing administrative officers and units for the 21 administration and enforcement of the act; providing for the 22 powers and duties of the Auditor General, State Treasurer, 23 Attorney General and Pennsylvania State Police; regulating 24 advertising; further providing for licenses, for penalties, 25 for funding and for disposition of moneys; and transferring 26 personnel, property and appropriations.
- 27 TABLE OF CONTENTS
- 28 ARTICLE I. PRELIMINARY PROVISIONS.

1	Section 101	. Short Title.	
2	Section 102	. Definitions.	
3	Section 103	. Saving Clause.	
4	Section 104	. Interpretation of Act.	
5	ARTICLE II. A	LCOHOLIC BEVERAGES COMMISSION.	
б	Section 201	. Appointment of Members; Terms; Salaries.	
7	Section 202	. Qualifications of Members.	
8	Section 203	. Chairman of Commission.	
9	Section 204	. Executive Director.	
10	Section 205	. Bonds Required of Members and Executive	
11		Director.	
12	Section 206	. Commission Subject to Administrative Code.	
13	SECTION 206	.1.COMMISSION SUBJECT TO STATE ETHICS AND	<
14		ADVERSE INTEREST ACTS.	
15	Section 207	. General Powers of Commission.	
16	Section 208	. Specific Subjects on Which Commission May Adopt	
17		Regulations.	
18	Section 209	. Officers and Investigators of the Board to be	
19		Peace Officers; Powers (Repealed).	
20	Section 210	. Restrictions on Members of the Commission and	
21		Employes of Commonwealth.	
22	Section 211	. Enforcement.	
23	Section 212	. Office of Administrative Law Judge.	
24	Section 213	. Office of Chief Counsel.	
25	Section 214	. Bureau of Consumer Relations.	
26	Section 215	. Prohibitions.	
27	Section 216	. Management of Fees.	<
28	SECTION 216	. WINE MARKETING.	<
29	ARTICLE III.	PENNSYLVANIA LIQUOR STORES.	
30	Section 301	. Commission to Establish State Liquor Stores.	
198	70H1000B1366	- 2 -	

19870H1000B1366

- 2 -

1 Section 302. Selection of Personnel. Section 303. Management of Pennsylvania Liquor Stores. 2 3 Section 304. When Sales May Be Made at Pennsylvania Liquor 4 Stores. 5 Section 305. Sales by Pennsylvania Liquor Stores. 6 Section 306. Audits by Auditor General. ARTICLE IV. LICENSES AND REGULATIONS; LIQUOR, ALCOHOL AND 7 8 MALT AND BREWED BEVERAGES. 9 Liquor and Alcohol (Not Including Manufacturers). (A) Section 401. Authority to Issue Liquor Licenses to Hotels, 10 Restaurants and Clubs. 11 12 Section 402. License Districts; License Year; Hearings. 13 Section 403. Applications for Hotel, Restaurant and Club Liquor Licenses. 14 15 Section 404. Issuance of Hotel, Restaurant and Club Liquor 16 Licenses. 17 Section 405. License Fees. 18 Section 406. Sales by Liquor Licensees; Restrictions. 19 Section 406.1. Secondary Service Area. 20 Section 407. Sale of Malt or Brewed Beverages by Liquor Licensees. 21 22 Section 408. Public Service Liquor Licenses. 23 Section 408.1. Trade Show and Convention Licenses. Section 408.2.City-Owned Stadia. 24 Section 408.3. Performing Arts Facilities. 25 26 Section 408.4. Special Occasion Permits. 27 Section 408.5. Licenses for City-owned Art Museums, Cities 28 First Class and Art Museums Maintained by 29 Certain Non-profit Corporations in Cities of 30 the Second Class.

19870H1000B1366

- 3 -

1 Section 408.6.Performing Arts Facilities in Third Class Cities. 2 3 Section 408.7. Performing Arts Facilities in First and Second Class Cities. 4 5 Section 408.8.Trade Shows and Convention Licenses; Cities of the Third Class. 6 Section 408.9. Stadium and Restaurant Licenses in Third Class 7 8 Cities. 9 Section 409. Sacramental Wine Licenses; Fees; Privileges; Restrictions. 10 11 Section 410. Liquor Importers' Licenses; Fees; Privileges; 12 Restrictions. 13 Section 411. Interlocking Business Prohibited. (B) Malt and Brewed Beverages (Including Manufacturers). 14 15 Section 431. Malt and Brewed Beverages Manufacturers', 16 Distributors' and Importing Distributors' 17 Licenses. 18 Section 432. Malt and Brewed Beverages Retail Licenses. Section 433. Public Service Licenses. 19 Section 433.1.Stadium or Arena Permits. 20 Section 434. License Year. 21 Section 435. Filing of Applications for Distributors', 22 23 Importing Distributors' and Retail Dispensers' Licenses; Filing Fee. 24 Section 436. Application for Distributors', Importing 25 Distributors' and Retail Dispensers' 26 27 Licenses. 28 Section 437. Prohibitions Against the Grant of Licenses. Section 438. Number and Kinds of Licenses Allowed Same 29 30 Licensee. 19870H1000B1366 - 4 -

1	Section	439.	Malt or Brewed Beverage License Fees.	
2	Section	440.	Sales by Manufacturers of Malt or Brewed	
3			Beverages; Minimum Quantities.	
4	Section	441.	Distributors' and Importing Distributors'	
5			Restrictions on Sales, Storage, Etc.	
6	Section	442.	Retail Dispensers' Restrictions on Purchases	
7			and Sales.	
8	Section	443.	Interlocking Business Prohibited.	
9	Section	444.	Malt or Brewed Beverages Manufactured Outside	
10			This Commonwealth.	
11	SECTION	445.	LIMITED BREWERIES.	<—
12	(C)	Gene	ral Provisions Applying to Both Liquor and Malt	
13		a	nd Brewed Beverages.	
14	Section	461.	Limiting Number of Retail Licenses To Be Issued	
15			In Each Municipality.	
16	Section	461.1	.Incorporated Units of National Veterans'	
17			Organizations.	
18	Section	462.	Licensed Places May Be Closed During Period of	
19			Emergency.	
20	Section	463.	Places of Amusement Not To Be Licensed;	
21			Penalty.	
22	Section	464.	Hearings Upon Refusal of Licenses, Renewals or	
23			Transfers; Appeals.	
24	Section	465.	All Licensees to Furnish Bond.	
25	Section	466.	Disposition of Cash and Securities Upon	
26			Forfeiture of Bond.	
27	Section	467.	Display of License.	
28	Section	468.	Licenses Not Assignable; Transfers.	
29	Section	469.	Applications for Transfers; Fees.	
30	Section	470.	Renewal of Licenses; Temporary Provisions for	
19870H	1000B1360	5	- 5 -	

1		Licensees in Armed Service.
2	Section	470.1.Renewal of Hotel Liquor Licenses; Special
3		Provisions (Repealed).
4	Section	470.2.Exchange of Hotel Liquor License; Special
5		Provisions (Repealed).
6	Section	471. Revocation and Suspension of Licenses; Fines.
7	Section	472. Local Option.
8	Section	472.1.Clubs.
9	Section	472.2.Granting of Liquor Licenses in Certain
10		Municipalities.
11	Section	472.3.Exchange of Certain Licenses.
12	Section	473. Public Record.
13	Section	474. Surrender of Club Licenses for Benefit of
14		Licensees.
15	Section	475. Establishments Proximate to Interstate Highways
16		Not To Be Licensed.
17	(D)	Unlawful Acts; Penalties.
18	Section	491. Unlawful Acts Relative to Liquor, Alcohol and
19		Liquor Licensees.
20	Section	492. Unlawful Acts Relative to Malt or Brewed
21		Beverages and Licensees.
22	Section	493. Unlawful Acts Relative to Liquor, Malt and
23		Brewed Beverages and Licensees.
24	Section	494. Penalties.
25	Section	495. Identification Cards; Licensees and State
26		Liquor Store Employes Saved From Prosecution.
27	Section	496. Reporting of Worthless Checks.
28	Section	497. Liability of Licensees.
29	Section	498. Unlawful Advertising.
30	ARTICLE V.	DISTILLERIES, WINERIES, BONDED WAREHOUSES, BAILEES
198	70H1000B1360	5 - 6 -

1		F	OR HIRE AND TRANSPORTERS FOR HIRE.
2	Section	501.	License Required.
3	Section	502.	Exemptions.
4	Section	502.1	.Production of Denatured Ethyl Alcohol.
5	Section	503.	Qualifications for License.
6	Section	504.	Applications; Filing Fees.
7	Section	505.	Licenses Issued.
8	Section	505.1	.Bonded Warehouse License Privilege
9			Restrictions.
10	Section	505.2	Limited Wineries.
11	Section	505.3	.Distilleries.
12	Section	506.	Bonds Required.
13	Section	507.	Hearings on Licenses and Refusals.
14	Section	508.	License Fees.
15	Section	509.	License Must Be Posted; Business Hours.
16	Section	510.	Containers To Be Labeled.
17	Section	511.	License To Specify Each Place Authorized For
18			Use.
19	Section	512.	Records To Be Kept.
20	Section	513.	Premises and Records Subject To Inspection.
21	Section	514.	Suspension and Revocation of Licenses.
22	Section	515.	Appeals.
23	Section	516.	Compromise Penalty In Lieu of Suspension.
24	Section	517.	Expiration of Licenses; Renewals.
25	Section	518.	Unlawful Acts.
26	Section	519.	Penalties.
27	ARTICLE VI	. PRO	PERTY ILLEGALLY POSSESSED OR USED; FORFEITURES;
28		N	UISANCES.
29	(A)	Forf	eitures.
30	Section	601.	Forfeiture of Property Illegally Possessed or
198	70H1000B136	5	- 7 -

1			Used.
2	Section	602.	Forfeiture Proceedings.
3	Section	603.	Disposition of Forfeited Property.
4	Section	604.	Motor Vehicle Licenses To Be Revoked.
5	Section	605.	Application of Subdivision.
6	(B)	Nuis	ances.
7	Section	611.	Nuisances; Actions To Enjoin.
8	ARTICLE VI	I. DE	ALING IN DISTILLERY BONDED WAREHOUSE
9			CERTIFICATES.
10	(A)	Prel	iminary Provisions.
11	Section	701.	Definitions and Interpretation.
12	(B)	Perm	its.
13	Section	702.	Unlawful to Act as a Distillery Certificate
14			Broker or to Buy or Sell Distillery Bonded
15			Warehouse Certificate Without a Permit.
16	Section	703.	Authority to Issue Permits to Distillery
17			Certificate Brokers.
18	Section	704.	Application for Permit; Filing Fee.
19	Section	705.	Issuance of Permits.
20	Section	706.	Office or Place of Business to be Maintained.
21	Section	707.	Permit Fee; Permits Not Assignable or
22			Transferable; Display of Permit; Term of
23			Permit.
24	Section	708.	Records to be Kept.
25	Section	709.	Renewal of Permits.
26	Section	710.	Permit Hearings; Appeals From Refusal of the
27			Commission to Issue or Renew Permits.
28	Section	712.	Revocation and Suspension of Permit.
29	(C)	Perm	ittees' Registered Agents.
30	Section	721.	Unlawful to Act as Agent or to Employ Agents
198	70H1000B1360	5	- 8 -

1	Without Registration.
2	Section 722. Registered Agents.
3	Section 723. Registration Fee.
4	Section 724. Registration and Issuance of Identification
5	Card.
б	Section 725. Hearings Upon Refusal of the Commission;
7	Appeals.
8	Section 726. Revocation and Suspension of Agents'
9	Registrations.
10	Section 727. Identification Cards.
11	(D) Exemptions.
12	Section 731. Bank and Trust Companies and Other Persons.
13	Section 732. Distillers, Rectifiers and Importers.
14	Section 733. Certificates Owned Since July 24, 1939.
15	(E) Administration and Enforcement.
16	Section 741. Duties of the Commission.
17	(F) Fines and Penalties.
18	Section 751. Penalties.
19	ARTICLE VIII. DISPOSITION OF MONEYS COLLECTED UNDER PROVISIONS
20	OF ACT.
21	Section 801. Moneys Paid Into Liquor License Fund and
22	Returned to Municipalities.
23	Section 802. Moneys Paid Into The State Stores Fund for Use
24	of the Commonwealth.
25	Section 803. Alcohol Tax Moneys Paid Into General Fund.
26	ARTICLE IX. REPEALS.
27	Section 901. Acts and Parts of Acts Repealed.
28	Section 902. General Repeal Clause.
29	The General Assembly of the Commonwealth of Pennsylvania
30	hereby enacts as follows:
198	70Н1000В1366 - 9 -

19870H1000B1366

- 9 -

Section 1. The title of the act of April 12, 1951 (P.L.90,
 No.21), known as the Liquor Code, is reenacted and amended to
 read:

4

AN ACT

5 Relating to alcoholic liquors, alcohol and malt and brewed 6 beverages; amending, revising, consolidating and changing the 7 laws relating thereto; regulating and restricting the 8 manufacture, purchase, sale, possession, consumption, importation, transportation, furnishing, holding in bond, 9 10 holding in storage, traffic in and use of alcoholic liquors, 11 alcohol and malt and brewed beverages and the persons engaged or employed therein; defining the powers and duties of the 12 13 [Pennsylvania Liquor Control Board] Alcoholic Beverages 14 Commission; providing for the establishment and operation of 15 State liquor stores, for the payment of certain license fees 16 to the respective municipalities and townships, for the 17 abatement of certain nuisances and, in certain cases, for 18 search and seizure without warrant; prescribing penalties and 19 forfeitures; providing for local option, and repealing 20 existing laws.

21 Section 2. The heading of Article I of the act is reenacted 22 to read:

23

ARTICLE I.

24

PRELIMINARY PROVISIONS.

25 Section 3. Section 101 of the act is reenacted to read: 26 Section 101. Short Title.--This act shall be known and may 27 be cited as the "Liquor Code."

Section 4. Section 102 of the act, amended July 10,1957
(P.L.638, No.346), August 17, 1965 (P.L.346, No.182), December
30 2, 1970 (P.L.825, No.271), October 11, 1972 (P.L.906, No.215),
19870H1000B1366 - 10 -

December 12, 1980 (P.L.1195, No.221) and May 2, 1986 (P.L.141,
 No.44), is reenacted and amended to read:

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

6 "Alcohol" shall mean ethyl alcohol of any degree of proof 7 originally produced by the distillation of any fermented liquid, 8 whether rectified or diluted with or without water, whatever may 9 be the origin thereof, and shall include synthetic ethyl 10 alcohol, but shall not mean or include ethyl alcohol, whether or 11 not diluted, that has been denatured or otherwise rendered unfit 12 for beverage purposes.

13 "Association" shall mean a partnership, limited partnership
14 or any form of unincorporated enterprise owned by two or more
15 persons.

16 ["Board" shall mean the Pennsylvania Liquor Control Board.] "Bonded warehouse" shall mean and include all places and 17 warehouses legally established under the provisions of the acts 18 of Congress and the administrative provisions of the internal 19 20 revenue laws of the Government of the United States of America, 21 for the storage, concentration, distribution and holding in 22 bond, (a) of whiskey and any other potable distilled spirits, except ethyl alcohol, when used in Article VII entitled 23 24 "Distillery Bonded Warehouse Certificates" and, (b) of alcohol 25 or liquor when otherwise used.

26 "Club" shall mean any reputable group of individuals
27 associated together not for profit for legitimate purposes of
28 mutual benefit, entertainment, fellowship or lawful convenience,
29 having some primary interest and activity to which the sale of
30 liquor or malt and brewed beverages shall be only secondary,
19870H1000B1366 - 11 -

which, if incorporated, has been in continuous existence and 1 operation for at least one year, and if first licensed after 2 3 June sixteenth, one thousand nine hundred thirty-seven, shall 4 have been incorporated in this Commonwealth, and, if 5 unincorporated, for at least ten years, immediately preceding the date of its application for a license under this act, and 6 which regularly occupies, as owner or lessee, a clubhouse or 7 8 quarters for the use of its members. Continuous existence must be proven by satisfactory evidence. The [board] commission shall 9 10 refuse to issue a license if it appears that the charter is not 11 in possession of the original incorporators or their direct or legitimate successors. The club shall hold regular meetings, 12 13 conduct its business through officers regularly elected, admit members by written application, investigation and ballot, and 14 15 charge and collect dues from elected members, and maintain such records as the [board] commission shall from time to time 16 prescribe, but any such club may waive or reduce in amount, or 17 18 pay from its club funds, the dues of any person who was a member 19 at the time he was inducted into the military service of the 20 United States or was enrolled in the armed forces of the United 21 States pursuant to any selective service act during the time of 22 the member's actual service or enrollment. The term includes a privately-owned private golf course. 23

24 <u>"Commission" shall mean the Alcoholic Beverages Commission.</u>
25 "Container" shall mean and include any receptacle, vessel or
26 form of package, tank, vat, cask, barrel, drum, keg, can, bottle
27 or conduit used or capable of use for holding, storing,
28 transferring or shipment of alcohol, liquor or malt or brewed
29 beverages.

30 "Corporation" shall mean a corporation or joint-stock
19870H1000B1366 - 12 -

association organized under the laws of this Commonwealth, the
 United States, or any other state, territory, or foreign country
 or dependency.

4 "Denatured alcohol" shall mean and include all alcohol or any 5 compound thereof which by the admixture of such denaturing material or materials is rendered unfit for use as a beverage. 6 7 "Denaturing plant" shall mean and include the premises of a distillery used exclusively for the denaturization of alcohol, 8 either specially or completely, by the admixture of such 9 10 denaturing materials as shall render the alcohol or any compound 11 in which it is authorized to be used unfit for use as a 12 beverage.

13 "Distillery" shall mean and include any premises or plant 14 wherein alcohol or liquor is manufactured, made and distilled 15 from raw materials, blended or rectified, or any place wherein 16 alcohol or liquor is produced by any method suitable for the 17 production of alcohol. The term shall not include a "winery" 18 where alcohol is derived from by-products of wine production by 19 distillation for the sole purpose of adding to the fermented 20 products to fortify the same.

21 "Distillery Bonded Warehouse Certificate" shall mean a 22 certificate, receipt, contract or other document given upon the storage of whiskey or any other potable distilled spirits, 23 24 except ethyl alcohol, in a bonded warehouse, and evidencing the 25 ownership of such whiskey or other potable distilled spirits. 26 "Distillery certificate broker" shall mean and include every person who engages directly or through an agent in selling, 27 purchasing, exchanging, offering for sale or delivery, or 28 29 entering into agreements for the purchase, sale or exchange, or 30 soliciting subscriptions to or orders for, or undertaking to 19870H1000B1366 - 13 -

dispose of, or dealing in any manner in, distillery bonded
 warehouse certificates.

3 "Distributor" shall mean any person licensed by the [board] 4 commission to engage in the purchase only from Pennsylvania 5 manufacturers and from importing distributors and the resale of malt or brewed beverages, except to importing distributors and 6 7 distributors, in the original sealed containers as prepared for the market by the manufacturer at the place of manufacture, but 8 9 not for consumption on the premises where sold, and in 10 quantities of not less than a case of twenty-four containers, 11 each container holding seven fluid ounces or more, or a case of twelve containers, each container holding twenty-four fluid 12 13 ounces or more, except original containers containing one 14 hundred twenty-eight ounces or more which may be sold 15 separately.

16 "Eating place" shall mean a premise where food is regularly 17 and customarily prepared and sold, having a total area of not 18 less than three hundred square feet available to the public in 19 one or more rooms, other than living quarters, and equipped with 20 tables and chairs accommodating thirty persons at one time. 21 <u>"Enforcement bureau" shall mean the Bureau of Liquor Control</u>

22 Enforcement of the Pennsylvania State Police.

23 "Golf course" shall mean a course having a minimum of nine 24 holes and a total length of at least twenty-five hundred yards. 25 The term includes a privately-owned private golf course.

26 "Hotel" shall mean any reputable place operated by 27 responsible persons of good reputation where the public may, for 28 a consideration, obtain sleeping accommodations and meals and 29 which, in a city, has at least ten, and in any other place at 30 least six, permanent bedrooms for the use of guests, a public 19870H1000B1366 - 14 - 1 dining room or rooms operated by the same management
2 accommodating at least thirty persons at one time, and a
3 kitchen, apart from the public dining room or rooms, in which
4 food is regularly prepared for the public.

5 "Importing distributor" shall mean any person licensed by the [board] commission to engage in the purchase from manufacturers 6 and other persons located outside this Commonwealth and from 7 persons licensed as manufacturers of malt or brewed beverages 8 and importing distributors under this act, and the resale of 9 10 malt or brewed beverages in the original sealed containers as 11 prepared for the market by the manufacturer at the place of manufacture, but not for consumption on the premises where sold, 12 13 and in quantities of not less than a case of twenty-four 14 containers, each container holding seven fluid ounces or more, 15 or a case of twelve containers, each container holding twenty-16 four fluid ounces or more, except original containers containing 17 one hundred twenty-eight ounces or more which may be sold 18 separately.

19 "Limited Winery" shall mean a winery with a maximum output of 20 one hundred thousand (100,000) gallons per year.

21 "Liquor" shall mean and include any alcoholic, spirituous, 22 vinous, fermented or other alcoholic beverage, or combination of liquors and mixed liquor a part of which is spirituous, vinous, 23 fermented or otherwise alcoholic, including all drinks or 24 25 drinkable liquids, preparations or mixtures, and reused, 26 recovered or redistilled denatured alcohol usable or taxable for beverage purposes which contain more than one-half of one per 27 28 cent of alcohol by volume, except pure ethyl alcohol and malt or 29 brewed beverages.

30 "Malt or Brewed Beverages" means any beer, lager beer, ale, 19870H1000B1366 - 15 - porter or similar fermented malt beverage containing one-half of
 one per centum or more of alcohol by volume, by whatever name
 such beverage may be called.

4 "Manufacture", when the term is applied to malt or brewed 5 beverages, shall mean and include all means, methods and processes used, employed and made use of, to produce, make and 6 manufacture for commercial purposes, malt or brewed beverages 7 from raw materials; when applied otherwise, it shall mean and 8 9 include all means, methods and processes used, employed and made 10 use of, to produce and make alcohol or liquor from raw 11 materials, and shall mean and include rectification and blending 12 of alcohol and liquor, the production, recovery or reuse of 13 alcohol in the making, developing, using in the process of 14 manufacture, denaturing, redistilling or recovering of any 15 alcohol or liquor in distilleries, denaturing plants and wineries. 16

17 "Manufacturer" shall mean any person, association or 18 corporation engaged in the producing, manufacturing, distilling, 19 rectifying or compounding of liquor, alcohol or malt or brewed 20 beverages in this Commonwealth or elsewhere.

21 "Manufacturer of malt or brewed beverages" shall mean any 22 person holding a license issued by the [board] <u>commission</u> to 23 engage in the manufacture, transportation and sale of malt or 24 brewed beverages; also, any person engaged in the legal 25 manufacture of malt or brewed beverages within the territorial 26 limits of the United States, outside the Commonwealth of 27 Pennsylvania.

28 "Municipality" shall mean any city, borough, incorporated 29 town, or township of this Commonwealth.

30 "Original container" shall mean all bottles, casks, kegs or 19870H1000B1366 - 16 -

other suitable containers that have been securely capped, sealed 1 2 or corked by the manufacturer of malt or brewed beverages at 3 the place of manufacture, with the name and address of the 4 manufacturer of the malt or brewed beverages contained or to be 5 contained therein permanently affixed to the bottle, cask, keq 6 or other container, or in the case of a bottle or can, to the 7 cap or cork used in sealing the same or to a label securely 8 affixed to a bottle or can.

9 "Package" shall mean any container or containers or 10 receptacle or receptacles used for holding liquor or alcohol as 11 marketed by the manufacturer.

12 "Performing arts facilities" shall mean those halls or 13 theaters in which live musical, concert, dance, ballet and 14 legitimate play book-length productions are performed. 15 Performing arts facilities shall not mean those halls or 16 theaters in which burlesque shows or reviews are performed. 17 "Person" shall mean a natural person, association or 18 corporation. Whenever used in a clause prescribing or imposing a 19 fine or imprisonment or both, the term "person", as applied to 20 "association", shall mean the partners or members thereof, and 21 as applied to "corporation", shall mean the officers thereof, 22 except, as to incorporated clubs, the term "person" shall mean 23 such individual or individuals who, under the by-laws of such 24 club, shall have jurisdiction over the possession and sale of 25 liquor therein.

Population" shall mean the number of inhabitants as determined by the last preceding decennial census of the United States, or by any other census subsequently taken by the census bureau of the United States and so certified by it: Provided, however, That such other census shall not be a basis for the 19870H1000B1366 - 17 - fixing of license fees as provided in article IV. sections 405
 and 439.

3 "Potable distilled spirits" shall mean and include any
4 distillate from grains, wine, fruits, vegetables or molasses,
5 except ethyl alcohol, capable of being used for beverage
6 purposes.

7 "Regulation" shall mean any regulation prescribed by the 8 [board] <u>commission</u> for carrying out the provisions of this act. 9 "Restaurant" shall mean a reputable place operated by 10 responsible persons of good reputation and habitually and 11 principally used for the purpose of providing food for the public, the place to have an area within a building of not less 12 13 than four hundred square feet, equipped with tables and chairs 14 accommodating at least thirty persons at one time.

15 "Retail dispenser" shall mean any person licensed to engage 16 in the retail sale of malt or brewed beverages for consumption 17 on the premises of such licensee, with the privilege of selling 18 malt or brewed beverages in quantities not in excess of one hundred forty-four fluid ounces in a single sale to one person, 19 20 to be carried from the premises by the purchaser thereof. 21 "Sale" or "Sell" shall include any transfer of liquor, 22 alcohol or malt or brewed beverages for a consideration. 23 "Whiskey" shall mean and include any alcoholic distillate 24 from a fermented mash of grain, capable of being used for 25 beverage purposes.

Winery" shall mean and include any premises and plants where any alcohol or liquor is produced by the process by which wine is produced, or premises and plants wherein liquid such as wine j is produced; and shall include the manufacture by distillation of alcohol from the by-products of wine fermentation when the 19870H1000B1366 - 18 - 1 alcohol so derived is used solely to fortify the fermented 2 products, under such regulations as are or may be promulgated by 3 the proper agency of the United States Government, and such 4 alcohol, for that purpose only, may be sold or exchanged between 5 wineries holding permits in this Commonwealth, without 6 restriction.

7 Section 5. Section 103 of the act is reenacted to read: 8 Section 103. Saving Clause. -- The provisions of this act, so 9 far as they are the same as those of existing laws, are intended 10 as a continuation of such laws and not as new enactments. The 11 repeal by this act of any act of Assembly or part thereof shall 12 not revive any act or part thereof heretofore repealed or 13 superseded. The provisions of this act shall not affect any act 14 done, liability incurred or right accrued or vested, or affect 15 any suit or prosecution pending or to be instituted to enforce 16 any right or penalty or punish any offense under the authority 17 of such repeal laws. All regulations and rules made and all 18 licenses and permits issued pursuant to any act repealed by this 19 act shall continue with the same force and effect as if such act 20 had not been repealed.

21 Section 6. Section 104 of the act is reenacted and amended 22 to read:

23 Interpretation of Act.--(a) This act shall be Section 104. 24 deemed an exercise of the police power of the Commonwealth for 25 the protection of the public welfare, health, peace and morals 26 of the people of the Commonwealth and to prohibit forever the 27 open saloon, and all of the provisions of this act shall be 28 liberally construed for the accomplishment of this purpose. 29 The provisions of this act are severable and if any of (b) 30 its provisions shall be held unconstitutional the decision of 19870H1000B1366 - 19 -

the court shall not affect or impair any of the remaining 1 provisions of this act. It is hereby declared to be the 2 3 legislative intent that this act would have been adopted had 4 such unconstitutional provisions not been included herein. 5 (c) Except as otherwise expressly provided, the purpose of this act is to prohibit the manufacture of and transactions in 6 7 liquor, alcohol and malt or brewed beverages which take place in this Commonwealth, except by and under the control of the 8 [board] <u>commission</u> as herein specifically provided, and every 9 10 section and provision of the act shall be construed accordingly. 11 The provisions of this act dealing with the manufacture, importation, sale and disposition of liquor, alcohol and malt or 12 13 brewed beverages within the Commonwealth through the instrumentality of the [board] commission and otherwise, provide 14 15 the means by which such control shall be made effective. This 16 act shall not be construed as forbidding, affecting or regulating any transaction which is not subject to the 17 18 legislative authority of this Commonwealth.

19 (d) Any reference in this act to the provisions of law on 20 any subject shall apply to statutes becoming effective after the 21 effective date of this act as well as to those then in 22 existence.

(e) Section headings shall not be taken to govern or limit the scope of the sections of this act. The singular shall include the plural and the masculine shall include the feminine and the neuter.

27 Section 7. The heading of Article II of the act is reenacted 28 and amended to read:

29ARTICLE II.30[PENNSYLVANIA LIQUOR CONTROL BOARD]

19870H1000B1366

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ALCOHOLIC BEVERAGES COMMISSION.

2 Section 8. Section 201 of the act, amended November 23, 1976 (P.L.1123, No.235), is reenacted and amended to read: 3 4 Section 201. Appointment of Members; Terms; Salaries.--An independent administrative [board] commission to be known as the 5 "[Pennsylvania Liquor Control Board] Alcoholic Beverages 6 Commission" is hereby created. The [board] commission shall 7 8 consist of three members to be appointed by the Governor by and 9 with the advice and consent of [two-thirds] a majority of all the members of the Senate. Of the [original] members first 10 appointed after the effective date of this amendatory act, one 11 12 shall be appointed for a term of two years, one for a term of 13 four years, and one for a term of six years [from the date of his appointment and until his successor shall have been 14 15 appointed and qualified]. Thereafter, all appointments shall be 16 for terms of six years [or until successors are appointed and 17 qualified]. No member upon the expiration of his term shall 18 continue to hold office until his successor shall be duly appointed or shall be qualified. Each of the members shall 19 20 receive an annual salary of [twenty-four thousand dollars 21 (\$24,000) - fifty thousand dollars (\$50,000), except the 22 chairman, who shall receive an annual salary of *twenty-five* 23 thousand dollars (\$25,000)] <u>fifty two thousand dollars (\$52,000)</u> 24 THIRTY-FIVE THOUSAND DOLLARS (\$35,000). 25 Section 9. Sections 202, 203, 204, 205 and 206 of the act 26 are reenacted and amended to read: 27 Section 202. Qualifications of Members.--(a) Each member of

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28 the [board] <u>commission</u> at the time of his appointment and 29 qualification shall be a citizen of the United States and a 30 resident of the Commonwealth of Pennsylvania, shall have been a 19870H1000B1366 - 21 - qualified elector in the Commonwealth for a period of at least
 one year next preceding his appointment, and shall be not less
 than [thirty] <u>TWENTY-ONE</u> years of age.

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4 (b) No member of the [board] <u>commission</u> during his period of
5 service as such shall hold any other office under the laws of
6 this Commonwealth or of the United States.

7 (c) Commission members shall devote full time to their
8 official duties. No commission member shall hold any office or

9 position the duties of which are incompatible with his

10 commission duties or be engaged in any employment or vocation

11 for which he receives any remuneration.

Section 203. Chairman of [Board] <u>Commission</u>.--[The board shall elect one of its members as chairmen] <u>(a)</u> The Governor <u>shall designate one of the commission members as chairman who</u> <u>shall serve in that position at the pleasure of the Governor</u>. <u>The chairman shall</u>, when present, preside at all meetings, and in his absence a member designated by the chairman shall preside.

19 (b) Two members of the [board] <u>commission</u> shall constitute a 20 quorum, and any action or order of the [board] <u>commission</u> shall 21 require the approval of at least two members.

22 Section 204. [Secretary of Board.--The board may appoint a secretary to hold office at its pleasure. The secretary, if 23 24 appointed, shall have such powers and shall perform such duties 25 not contrary to law as the board shall prescribe, and shall 26 receive such compensation as the board, with the approval of the 27 Governor, shall determine. The secretary shall have power and authority to designate, from time to time, one of the clerks 28 appointed by the board to perform the duties of the secretary 29 30 during his absence and the clerk so appointed shall exercise, 19870H1000B1366 - 22 -

for the time so designated, the powers of the secretary of the 1 board.] Executive Director. -- The commission shall appoint an 2 3 executive director and professional management personnel, 4 including bureau directors, as necessary. Salaries of the 5 executive director and THE SALARY OF THE EXECUTIVE DIRECTOR SHALL BE THIRTY-FOUR THOUSAND DOLLARS (\$34,000) ANNUALLY AND THE 6 SALARIES OF THE OTHER professional personnel shall be set by the 7 8 commission, with the approval of the Governor. The executive 9 director shall be responsible for managing the daily operations 10 of the commission and shall have such powers and perform such 11 duties not contrary to law as are necessary to implement decisions and policies made and established by vote of a 12

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13 majority of the commission.

14 Section 205. Bonds Required of Members and [Secretary] 15 Executive Director. -- Before entering upon the duties of their 16 respective offices or positions, each member of the [board] 17 commission and the [secretary] executive director shall execute 18 and file with the State Treasurer a bond in such penal sum as 19 shall be fixed by the Executive Board of this Commonwealth upon 20 recommendation of the Governor, but the amount of any such bond 21 shall not be less than ten thousand dollars (\$10,000). Bonds in 22 such penal sums as shall be fixed by the Executive Board 23 likewise shall be executed and filed with the State Treasurer by 24 such employes of the [Pennsylvania Liquor Control Board] 25 commission as the head of such [board] commission shall, with 26 the approval of the Executive Board, prescribe. Such bonds shall 27 be payable to the Commonwealth of Pennsylvania and shall be 28 conditioned for the faithful performance of the members', [secretary's] executive director's or employes' duties imposed 29 30 by law or by lawful authority and that the person bonded will 19870H1000B1366 - 23 -

not knowingly violate the provisions of this act. All bonds 1 2 required to be given under this section shall, before being 3 accepted by the State Treasurer, be approved by the [Department 4 of Justice] Attorney General, and unless the Commonwealth shall 5 establish its own indemnity fund, all such bonds shall be given 6 with security approved by the [Department of Justice] Attorney 7 General. If the Commonwealth shall establish its own indemnity fund, the Executive Board may, nevertheless, require any bond 8 9 given hereunder to be executed by a surety or sureties 10 satisfactory to the [Department of Justice] Attorney General. 11 The cost of such bonds required to be executed by a surety or sureties shall be borne by the [board] commission as part of its 12 13 operating expense.

Section 206. [Board] <u>Commission</u> Subject to Administrative Code.--Except as otherwise expressly provided by law, the [board] <u>commission</u> shall be subject to all the provisions of The Administrative Code of one thousand nine hundred twenty-nine, as amended, which apply generally to independent administrative boards and commissions.

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20 SECTION 9.1. THE ACT IS AMENDED BY ADDING A SECTION TO READ: SECTION 206.1. COMMISSION SUBJECT TO STATE ETHICS AND 21 22 ADVERSE INTEREST ACTS.--(A) EXCEPT TO THE EXTENT THAT THE 23 PENALTIES PROVIDED IN SECTION 210 OF THIS ACT FOR VIOLATIONS ARE 24 MORE STRINGENT, THE COMMISSION, ITS MEMBERS AND ALL OF ITS 25 EMPLOYES SHALL BE SUBJECT TO THE ACT OF OCTOBER 4, 1978 26 (P.L.883, NO.170), REFERRED TO AS THE PUBLIC OFFICIAL AND EMPLOYEE ETHICS LAW, AND THE ACT OF JULY 19, 1957 (P.L.1017, 27 28 NO.451), KNOWN AS THE "STATE ADVERSE INTEREST ACT." 29 (B) MEMBERSHIP ON THE COMMISSION AND EMPLOYMENT OR CONTINUED 30 EMPLOYMENT AS AN EMPLOYE OF THE COMMISSION IS CONDITIONED UPON 19870H1000B1366 - 24 -

COMPLIANCE WITH ALL OF THE PROVISIONS OF THE ACTS SPECIFIED IN 1 2 SUBSECTION (A), INCLUDING, BUT NOT LIMITED TO, THE FILING OF 3 STATEMENTS OF FINANCIAL INTERESTS REQUIRED BY SECTION 5 OF THE 4 "PUBLIC OFFICIAL AND EMPLOYEE ETHICS LAW." ACCEPTANCE OR 5 RETENTION OF EMPLOYMENT SHALL BE DEEMED AS VOLUNTARY CONSENT TO SUBMIT TO THE FINANCIAL REPORTING REQUIREMENTS OF THE "PUBLIC 6 OFFICIAL AND EMPLOYEE ETHICS LAW" AS A CONDITION OF EMPLOYMENT. 7 8 FAILURE TO TIMELY COMPLY WITH THE REQUIREMENTS SHALL RESULT IN 9 IMMEDIATE TERMINATION OF EMPLOYMENT. Section 10. Section 207 of the act, amended May 25, 1956 10 11 (1955 P.L.1743, No.583), January 13, 1966 (1965 P.L.1301, No.518), June 17, 1971 (P.L.180, No.22) and July 27, 1973 12 13 (P.L.247, No.70), is reenacted and amended to read:

14 Section 207. General Powers of [Board] <u>Commission</u>.--Under 15 this act, the [board] <u>commission</u> shall have the power and its 16 duty shall be:

(a) To buy, import or have in its possession for sale, and
sell liquor and alcohol in the manner set forth in this act:
Provided, however, That all purchases shall be made subject to
the approval of the State Treasurer, or his designated deputy.
<u>The commission shall buy liquor and alcohol at the lowest price</u>
and in the greatest variety reasonably obtainable.

23 To control the manufacture, possession, sale, (b) 24 consumption, importation, use, storage, transportation and 25 delivery of liquor, alcohol and malt or brewed beverages in 26 accordance with the provisions of this act, and to fix the 27 wholesale and retail prices at which liquors and alcohol shall 28 be sold at Pennsylvania Liquor Stores [: Provided, That in fixing 29 the sale prices, the board shall not give any preference or make 30 any discrimination as to classes, brands or otherwise, except to 19870H1000B1366 - 25 -

the extent and for the length of time necessary to sell such 1 2 classes or brands in compliance with any Federal action freezing 3 or otherwise controlling the price of said classes or brands, or 4 except where special sales are deemed necessary to move 5 unsaleable merchandise, or except where the addition of a 6 service or handling charge to the fixed sales price of any 7 merchandise in the same comparable price bracket, regardless of class, brand or otherwise, is, in the opinion of the board, 8 9 required for the efficient operation of the State store system]. 10 Prices shall be proportional with prices paid by the commission 11 to its suppliers and shall reflect any advantage obtained through volume purchases by the commission. THE COMMISSION MAY 12 13 ESTABLISH A PREFERENTIAL PRICE STRUCTURE FOR WINES PRODUCED 14 WITHIN THIS COMMONWEALTH FOR THE PROMOTION OF SUCH WINES, AS 15 LONG AS THE PRICE STRUCTURE IS UNIFORM WITHIN EACH CLASS OF WINE PURCHASED BY THE COMMISSION. The [board] commission shall 16 require each Pennsylvania manufacturer and each nonresident 17 18 manufacturer of liquors, other than wine, selling such liquors 19 to the [board] commission, which are not manufactured in this 20 Commonwealth, to make application for and be granted a permit by 21 the [board] commission before such liquors not manufactured in 22 this Commonwealth shall be purchased from such manufacturer. 23 Each such manufacturer shall pay for such permit a fee which, in 24 the case of a manufacturer of this Commonwealth, shall be equal 25 to that required to be paid, if any, by a manufacturer or 26 wholesaler of the state, territory or country of origin of the 27 liquors, for selling liquors manufactured in Pennsylvania, and 28 in the case of a nonresident manufacturer, shall be equal to that required to be paid, if any, in such state, territory or 29 30 country by Pennsylvania manufacturers doing business in such 19870H1000B1366 - 26 -

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state, territory or country. In the event that any such 1 manufacturer shall, in the opinion of the [board] commission, 2 3 sell or attempt to sell liquors to the [board] commission 4 through another person for the purpose of evading this provision 5 relating to permits, the [board] commission shall require such person, before purchasing liquors from him or it, to take out a 6 permit and pay the same fee as hereinbefore required to be paid 7 by such manufacturer. All permit fees so collected shall be paid 8 into The State Stores Fund. The [board] commission shall not 9 10 purchase any alcohol or liquor fermented, distilled, rectified, 11 compounded or bottled in any state, territory or country, the laws of which result in prohibiting the importation therein of 12 13 alcohol or liquor, fermented, distilled, rectified, compounded 14 or bottled in Pennsylvania.

15 (c) To determine the municipalities within which
16 Pennsylvania Liquor Stores shall be established and the
17 locations of the stores within such municipalities.

18 To grant and issue all licenses and to grant, issue, (d) suspend and revoke all [licenses and] permits authorized to be 19 20 issued under this act and the regulations of the [board and 21 impose fines on licensees licensed under this act] commission. 22 Through the Department of [Property and Supplies] (e) General Services as agent, to lease and furnish and equip such 23 24 buildings, rooms and other accommodations as shall be required 25 for the operation of this act.

(f) To appoint, fix the compensation and define the powers and duties of such managers, officers, inspectors, [examiners,] clerks and other employes as shall be required for the operation of this act, subject to the provisions of The Administrative Code of 1929 and the Civil Service Act.

19870H1000B1366

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- 27 -
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(g) To determine the nature, form and capacity of all
 packages and original containers to be used for containing
 liquor, alcohol or malt or brewed beverages.

4 (h) Without in any way limiting or being limited by the
5 foregoing, to do all such things and perform all such acts as
6 are deemed necessary or advisable for the purpose of carrying
7 into effect the provisions of this act and the regulations made
8 thereunder.

9 (i) From time to time, to make such regulations not 10 inconsistent with this act as it may deem necessary for the 11 efficient administration of this act. The [board] commission shall cause such regulations to be published and disseminated 12 13 throughout the Commonwealth in such manner as it shall deem 14 necessary and advisable or as may be provided by law. Such 15 regulations adopted by the [board] commission shall have the 16 same force as if they formed a part of this act.

17 (j) [To investigate, whenever any person complains, or when 18 the board is aware that there is reasonable grounds to believe 19 liquor or malt or brewed beverage is being sold on premises not licensed under the provisions of this act. If the investigation 20 21 produces evidence of the unlawful sale of liquor or malt or 22 brewed beverage or of any other violation of the provisions of 23 this act, the board shall cause the prosecution of the person or 24 persons believed to have been criminally liable for the unlawful 25 acts. Any equipment or appurtenances actually used in the 26 commission of the unlawful acts may be confiscated upon 27 direction of the board. The confiscation by or under the 28 direction of the board shall not, in any manner, divest or 29 impair the rights or interest of any bona fide lien holder in the equipment or appurtenances, who had no knowledge that the 30 19870H1000B1366 - 28 -

1 same was being used in violation of this act.] <u>By regulation, to</u>
2 provide for the use of a computerized referral system to assist
3 consumers in locating special items at Pennsylvania Liquor
4 Stores; for the use of electronic transfer of funds for the
5 purchase of liquor and alcohol at Pennsylvania Liquor Stores;
6 and for the use of credit cards, by licensees only, for volume
7 purchases.

8 Section 11. Section 208 of the act, amended July 22, 1970 9 (P.L.539, No.182) and October 11, 1972 (P.L.906, No.215), is 10 reenacted and amended to read:

Section 208. Specific Subjects on Which [Board] <u>Commission</u> May Adopt Regulations.--Subject to the provisions of this act and without limiting the general power conferred by the preceding section, the [board] <u>commission</u> may make regulations regarding:

16 (a) The equipment and management of Pennsylvania Liquor
17 Stores and warehouses in which liquor and alcohol are kept or
18 sold, and the books and records to be kept therein.

19 (b) The duties and conduct of the officers and employes of20 the [board] <u>commission</u>.

(c) The purchase, as provided in this act, of liquor andalcohol, and its supply to Pennsylvania Liquor Stores.

(d) The classes, varieties and brands of liquor and alcohol to be kept and sold in Pennsylvania Liquor Stores. In making this determination the [board] <u>commission</u> shall meet not less than twice a year.

(e) The issuing and distribution of price lists for the
various classes, varieties or brands of liquor and alcohol kept
for sale by the [board] <u>commission</u> under this act.

30 (f) The labeling of liquor and alcohol sold under this act 19870H1000B1366 - 29 - and of liquor and alcohol lawfully acquired by any person prior
 to January first, one thousand nine hundred thirty-four.

3 (g) Forms to be used for the purposes of this act.
4 (h) The issuance of licenses and permits and the conduct,
5 management, sanitation and equipment of places licensed or
6 included in permits.

7 The place and manner of depositing the receipts of (i) Pennsylvania Liquor Stores and the transmission of balances to 8 9 the Treasury Department through the Department of Revenue. 10 (j) The solicitation by resident or nonresident vendors of 11 liquor from Pennsylvania licensees and other persons of orders 12 for liquor to be sold through the Pennsylvania Liquor Stores 13 and, in the case of nonresident vendors, the collection 14 therefrom of license fees for such privilege at the same rate as 15 provided herein for importers' licenses.

16 Section 12. Section 209 of the act is repealed.

17 Section 13. Section 210 of the act is reenacted and amended 18 to read:

19 Section 210. Restrictions on Members of the [Board] 20 <u>Commission</u> and Employes of Commonwealth.--(a) A member or 21 employe of the [board] commission OR A MEMBER OF THE IMMEDIATE 22 FAMILY OF A MEMBER OR EMPLOYE OF THE COMMISSION shall not be 23 directly or indirectly interested or engaged in any other 24 business or undertaking dealing in liquor, alcohol, or malt or 25 brewed beverages, whether as owner, part owner, partner, member 26 of syndicate, shareholder, agent or employe, and whether for his own benefit or in a fiduciary capacity for some other person. 27 28 (b) No member or employe of the [board] commission OR A MEMBER OF THE IMMEDIATE FAMILY OF A MEMBER OR EMPLOYE OF THE 29 30 COMMISSION nor any employe of the Commonwealth shall solicit or 19870H1000B1366 - 30 -

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receive, directly or indirectly, any commission, remuneration or
 gift whatsoever, from any person having sold, selling or
 offering liquor or alcohol for sale to the [board] <u>commission</u>
 for use in Pennsylvania Liquor Stores.

5 <u>(C) NO PERSON CONVICTED OF AN INFAMOUS CRIME MAY BE EMPLOYED</u> <-6 AS A MEMBER OR EMPLOYE BY THE COMMISSION.

7 (D) NO MEMBER OR EMPLOYE OF THE COMMISSION MAY USE HIS 8 POSITION WITH THE COMMISSION, OR ANY CONFIDENTIAL INFORMATION 9 RECEIVED THROUGH HIS POSITION WITH THE COMMISSION, TO OBTAIN 10 FINANCIAL GAIN, OTHER THAN COMPENSATION PROVIDED BY LAW, FOR 11 HIMSELF, A MEMBER OF HIS IMMEDIATE FAMILY OR A BUSINESS WITH 12 WHICH HE IS ASSOCIATED.

13 (E) NO PERSON MAY OFFER OR GIVE TO A MEMBER OR EMPLOYE OF 14 THE COMMISSION OR A MEMBER OF HIS IMMEDIATE FAMILY OR A BUSINESS 15 WITH WHICH HE IS ASSOCIATED, AND NO MEMBER OR EMPLOYE OF THE 16 COMMISSION MAY SOLICIT OR ACCEPT ANYTHING OF VALUE, INCLUDING A 17 GIFT, LOAN, POLITICAL CONTRIBUTION, REWARD OR PROMISE OF FUTURE 18 EMPLOYMENT, BASED ON AN UNDERSTANDING THAT THE VOTE, OFFICIAL 19 ACTION OR JUDGMENT OF THE MEMBER OR EMPLOYE OF THE COMMISSION 20 WOULD BE INFLUENCED THEREBY.

21 (F) NO MEMBER OR EMPLOYE OF THE COMMISSION OR A MEMBER OF 22 HIS IMMEDIATE FAMILY OR ANY BUSINESS IN WHICH THE MEMBER OR 23 EMPLOYE OR A MEMBER OF HIS IMMEDIATE FAMILY IS A DIRECTOR, 24 OFFICER OR OWNER OR HOLDER OF STOCK EXCEEDING FIVE PERCENT (5%) 25 OF THE EQUITY AT FAIR MARKET VALUE OF THE BUSINESS MAY ENTER 26 INTO ANY CONTRACT VALUED AT FIVE HUNDRED DOLLARS (\$500) OR MORE 27 TO PROVIDE GOODS OR SERVICES TO THE COMMISSION UNLESS THE 28 CONTRACT HAS BEEN AWARDED TO THE LOWEST RESPONSIBLE BIDDER 29 THROUGH AN OPEN AND PUBLIC PROCESS, INCLUDING PRIOR PUBLIC 30 NOTICE AND SUBSEQUENT PUBLIC DISCLOSURE OF ALL PROPOSALS

19870H1000B1366

- 31 -

1 CONSIDERED AND CONTRACTS AWARDED.

2 (G) NO FORMER MEMBER OR EMPLOYE OF THE COMMISSION MAY 3 REPRESENT A PERSON, WITH OR WITHOUT COMPENSATION, ON ANY MATTER 4 BEFORE THE COMMISSION FOR ONE YEAR AFTER LEAVING THE COMMISSION. 5 (H) A PUBLIC OFFICER OR PUBLIC OFFICIAL OR A PARTY OFFICER OR MEMBER OF THE IMMEDIATE FAMILY OF SUCH INDIVIDUALS, OR A 6 7 BUSINESS WITH WHICH SUCH INDIVIDUALS OR MEMBERS OF THEIR 8 IMMEDIATE FAMILIES ARE ASSOCIATED, MUST NOT HAVE A FINANCIAL 9 INTEREST IN ANY CONTRACT VALUED AT FIVE HUNDRED DOLLARS (\$500) 10 OR MORE TO PROVIDE GOODS OR SERVICES TO THE COMMISSION EITHER 11 DURING THE TIME THE PERSON HOLDS SUCH OFFICE, OR FOR TWO YEARS 12 AFTER THE PERSON TERMINATES SUCH OFFICE, UNLESS THE CONTRACT IS 13 EXECUTED PURSUANT TO THE PROVISIONS OF SUBSECTION (F). FOR 14 PURPOSES OF THIS SUBSECTION, THE TERM "FINANCIAL INTEREST" SHALL 15 NOT INCLUDE EMPLOYMENT BY, ASSOCIATION WITH OR OWNERSHIP OF A 16 BUSINESS ASSOCIATION UNLESS THE PUBLIC OFFICER, PUBLIC OFFICIAL, 17 PARTY OFFICER OR MEMBER OF THE IMMEDIATE FAMILY OR THE 18 INDIVIDUAL OWNS SHARES OF STOCK IN THE CORPORATION IN AN AMOUNT 19 IN EXCESS OF FIVE PERCENT (5%) OF THE TOTAL ISSUE FOR THE STOCK 20 OF THE CORPORATION, OR HAS AN OWNERSHIP INTEREST IN A 21 NONCORPORATE BUSINESS ASSOCIATION IN AN AMOUNT IN EXCESS OF FIVE 22 PERCENT (5%) OF THE TOTAL OWNERSHIP OF THE NONCORPORATE BUSINESS 23 ASSOCIATION. 24 (I) NO MEMBER OR EMPLOYE OF THE COMMISSION OR AN ADVISOR OR 25 CONSULTANT THERETO HAVING RECOMMENDED TO THE COMMISSION EITHER 26 THE MAKING OF A CONTRACT OR A COURSE OF ACTION OF WHICH THE 27 MAKING OF A CONTRACT IS AN EXPRESS OR IMPLIED PART, MAY, AT ANY 28 TIME THEREAFTER, HAVE AN ADVERSE INTEREST IN THAT CONTRACT. 29 (J) NO MEMBER OR EMPLOYE OF THE COMMISSION OR ANY OFFICER OR 30 EMPLOYE OF THE COMMONWEALTH OR ANY OF ITS POLITICAL SUBDIVISIONS 19870H1000B1366

- 32 -

1	MAY INFLUENCE OR ATTEMPT TO INFLUENCE THE MAKING OF, OR
2	SUPERVISE OR DEAL WITH, A CONTRACT WITH THE COMMISSION IN WHICH
3	HE HAS AN ADVERSE INTEREST.
4	(K) NO MEMBER OR EMPLOYE OF THE COMMISSION MAY HAVE AN
5	ADVERSE INTEREST IN A CONTRACT WITH THE COMMISSION.
6	(L) NO PERSON HAVING AN ADVERSE INTEREST IN A CONTRACT WITH
7	THE COMMISSION MAY BECOME AN EMPLOYE OF THE COMMISSION UNTIL THE
8	ADVERSE INTEREST HAS BEEN WHOLLY DIVESTED.
9	(M) NO MEMBER OR EMPLOYE OF THE COMMISSION OR ANY OFFICER OR
10	EMPLOYE OF THE COMMONWEALTH OR A POLITICAL SUBDIVISION, EXCEPT
11	IN THE PERFORMANCE OF HIS DUTIES AS SUCH EMPLOYE, MAY, FOR
12	REMUNERATION, DIRECTLY OR INDIRECTLY, REPRESENT A PERSON UPON A
13	MATTER PENDING BEFORE THE COMMISSION.
14	(N) (1) ANY PERSON WHO VIOLATES THE PROVISIONS OF THIS
15	SECTION SHALL HAVE HIS EMPLOYMENT BY THE COMMISSION IMMEDIATELY
16	TERMINATED BY THE APPROPRIATE PERSON HAVING THE POWER TO
17	TERMINATE AND SHALL BE LIABLE TO THE COMMISSION TO REIMBURSE THE
18	COMMISSION FOR ALL COMPENSATION RECEIVED BY HIM FROM THE
19	COMMISSION WHILE EMPLOYED IN VIOLATION OF SUBSECTION (C).
20	(2) ANY PERSON WHO VIOLATES THE PROVISIONS OF SUBSECTIONS
21	(B), (D) OR (E) SHALL BE GUILTY OF A FELONY AND, UPON CONVICTION
22	THEREOF, SHALL BE SENTENCED TO PAY A FINE OF NOT MORE THAN TEN
23	THOUSAND DOLLARS (\$10,000) OR TO UNDERGO IMPRISONMENT FOR NOT
24	MORE THAN FIVE (5) YEARS, OR BOTH.
25	(3) ANY PERSON WHO VIOLATES THE PROVISIONS OF SUBSECTIONS
26	(A) OR (F) THROUGH (M) SHALL BE GUILTY OF A MISDEMEANOR AND,
27	UPON CONVICTION THEREOF, SHALL BE SENTENCED TO PAY A FINE OF NOT
28	MORE THAN ONE THOUSAND DOLLARS (\$1,000) OR TO UNDERGO
29	IMPRISONMENT FOR NOT MORE THAN ONE (1) YEAR, OR BOTH.
30	(4) ANY PERSON WHO OBTAINS FINANCIAL GAIN FROM VIOLATING ANY
198	70H1000B1366 - 33 -

1 PROVISIONS OF THIS SECTION, IN ADDITION TO ANY OTHER PENALTY 2 PROVIDED BY LAW, SHALL PAY INTO THE ACCOUNTS OF THE COMMISSION A 3 SUM OF MONEY EQUAL TO THREE (3) TIMES THE FINANCIAL GAIN 4 RESULTING FROM THE VIOLATION. 5 (5) ANY PERSON WHO VIOLATES THE PROVISIONS OF THIS SECTION SHALL BE BARRED FOR A PERIOD OF FIVE (5) YEARS FROM ENGAGING IN 6 7 ANY BUSINESS OR CONTRACT WITH THE COMMISSION, THE COMMONWEALTH 8 OR A POLITICAL SUBDIVISION. 9 (6) ANY EMPLOYE OF THE COMMONWEALTH OR A POLITICAL 10 SUBDIVISION OR ANY PUBLIC OFFICER OR PUBLIC OFFICIAL WHO 11 VIOLATES ANY OF THE PROVISIONS OF THIS SECTION SHALL 12 AUTOMATICALLY FORFEIT THE OFFICE OR EMPLOYMENT. 13 (7) THE PENALTIES AND SANCTIONS PROVIDED BY THIS SUBSECTION 14 SHALL SUPERSEDE ANY SIMILAR PENALTIES AND SANCTIONS PROVIDED BY 15 THE ACT OF JULY 19, 1957 (P.L.1017, NO.451), KNOWN AS THE "STATE 16 ADVERSE INTEREST ACT, " AND THE ACT OF OCTOBER 4, 1978 (P.L.883, 17 NO.170), REFERRED TO AS THE PUBLIC OFFICIAL AND EMPLOYEE ETHICS 18 LAW. 19 (O) AS USED IN THIS SECTION, THE FOLLOWING WORDS AND PHRASES 20 SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SUBSECTION: "BUSINESS" SHALL MEAN A CORPORATION, PARTNERSHIP, SOLE 21 22 PROPRIETORSHIP, FIRM, ENTERPRISE, FRANCHISE, ASSOCIATION, 23 ORGANIZATION, SELF-EMPLOYED INDIVIDUAL, HOLDING COMPANY, JOINT-24 STOCK COMPANY, RECEIVERSHIP, TRUST OR LEGAL ENTITY ORGANIZED FOR 25 PROFIT OR AS A NOT-FOR-PROFIT CORPORATION OR ORGANIZATION. 26 "IMMEDIATE FAMILY" SHALL MEAN A PARENT, SPOUSE, CHILD, 27 BROTHER, SISTER OR LIKE RELATIVE-IN-LAW. 28 "INFAMOUS CRIME" SHALL MEAN A VIOLATION AND CONVICTION FOR AN 29 OFFENSE WHICH WOULD DISQUALIFY AN INDIVIDUAL FROM HOLDING PUBLIC 30 OFFICE PURSUANT TO SECTION 6 OF ARTICLE II OF THE CONSTITUTION

19870H1000B1366

- 34 -

1	OF PENNSYLVANIA; A CONVICTION FOR A VIOLATION OF THIS SECTION OR
2	OF 18 PA.C.S. § 4113 (RELATING TO MISAPPLICATION OF ENTRUSTED
3	PROPERTY AND PROPERTY OF GOVERNMENT OR FINANCIAL INSTITUTIONS),
4	CH. 47 (RELATING TO BRIBERY AND CORRUPT INFLUENCE), CH. 49
5	(RELATING TO FALSIFICATION AND INTIMIDATION), CH. 51 (RELATING
6	TO OBSTRUCTING GOVERNMENTAL OPERATIONS) OR CH. 53 (RELATING TO
7	ABUSE OF OFFICE); OR A VIOLATION OF THE LAWS OF THIS
8	COMMONWEALTH OR ANOTHER STATE OR THE FEDERAL GOVERNMENT FOR
9	WHICH AN INDIVIDUAL HAS BEEN CONVICTED WITHIN THE PRECEDING TEN
10	(10) YEARS AND WHICH IS CLASSIFIED AS A FELONY.
11	"PARTY OFFICER" SHALL MEAN ANY OF THE FOLLOWING MEMBERS OR
12	OFFICERS OF A POLITICAL PARTY: A MEMBER OF A NATIONAL COMMITTEE;
13	A CHAIRMAN, VICE CHAIRMAN, SECRETARY, TREASURER OR COUNSEL OF A
14	STATE COMMITTEE OR MEMBER OF THE EXECUTIVE COMMITTEE OF A STATE
15	COMMITTEE; A COUNTY CHAIRMAN, VICE CHAIRMAN, COUNSEL, SECRETARY
16	OR TREASURER OF A COUNTY COMMITTEE; OR A CITY CHAIRMAN, VICE
17	CHAIRMAN, COUNSEL, SECRETARY OR TREASURER OF A CITY COMMITTEE.
18	"PUBLIC OFFICER" SHALL MEAN A PERSON ELECTED TO A PUBLIC
19	OFFICE OF THE COMMONWEALTH OR A POLITICAL SUBDIVISION.
20	"PUBLIC OFFICIAL" SHALL MEAN AN ELECTED OR APPOINTED OFFICIAL
21	IN THE EXECUTIVE, LEGISLATIVE OR JUDICIAL BRANCH OF THE
22	COMMONWEALTH OR A POLITICAL SUBDIVISION. THE TERM DOES NOT
23	INCLUDE MEMBERS OF ADVISORY BOARDS THAT HAVE NO AUTHORITY TO
24	EXPEND PUBLIC FUNDS OTHER THAN REIMBURSEMENT FOR PERSONAL
25	EXPENSE OR TO OTHERWISE EXERCISE THE POWER OF THE COMMONWEALTH
26	OR A POLITICAL SUBDIVISION. THE TERM DOES NOT INCLUDE AN
27	APPOINTED OFFICIAL WHO RECEIVES NO COMPENSATION OTHER THAN
28	REIMBURSEMENT FOR ACTUAL EXPENSES.
29	Section 14. The act is amended by adding sections to read:
30	Section 211. Enforcement(a) There is created within the

19870H1000B1366

- 35 -

1	<u>Pennsylvania State Police a Bureau of Liquor Control Enforcement</u>
2	which shall be responsible for enforcing this act and any
3	regulations promulgated pursuant thereto. Officers and
4	investigators assigned to the bureau shall have the power and
5	their duty shall be:
б	(1) To investigate whenever there are reasonable grounds to
7	believe liquor, alcohol or malt or brewed beverages is being
8	sold on premises not licensed under the provisions of this act.
9	If the investigation produces evidence of the unlawful sale of
10	liquor or malt or brewed beverages or any other violation of the
11	provisions of this act, the officer involved in the
12	investigation shall institute criminal proceedings against the
13	person or persons believed to have been criminally liable, as
14	otherwise provided by law or rule of court.
15	(2) To arrest on view, except in private homes, without
16	warrant, any person actually engaged in the unlawful sale,
17	importation, manufacture or transportation or having unlawful
18	possession of liquor, alcohol or malt or brewed beverages
19	contrary to the provisions of this act or any other law of this
20	Commonwealth.
21	(3) Upon reasonable and probable cause, to search for and to
22	seize, without warrant or process, except in private homes, any
23	liquor, alcohol or malt or brewed beverages unlawfully
24	possessed, manufactured, sold, imported or transported and any
25	<u>stills, equipment, materials, utensils, vehicles, boats,</u>
26	vessels, animals, aircraft, or any of them, which are or have
27	been used in the unlawful manufacture, sale, importation or
28	transportation of the same, such liquor, alcohol, malt or brewed
29	<u>beverages, stills, equipment, materials, utensils, vehicles,</u>
30	boards, vessels, animals or aircraft so seized shall be disposed
198	70H1000B1366 - 36 -

19870H1000B1366

- 36 -

1 of as hereinafter provided.

2	(4) To investigate and issue citations for any violations of	
3	this act or any laws of this Commonwealth relating to liquor,	
4	alcohol or malt or brewed beverages, or any regulations of the	
5	commission adopted pursuant to such laws or any violation of any	
6	laws of this Commonwealth or of the Federal Government, relating	
7	to the payment of taxes on liquor, alcohol or malt or brewed	
8	beverages by any licensee, his officers, servants, agents or	
9	employes.	
10	(b) Any equipment or appurtenance actually used in the	
11	commission of the unlawful acts may be confiscated. The	
12	confiscation shall not, in any manner, divest or impair the	
13	rights or interest of any bona fide lienholder in the equipment	
14	or appurtenance.	
15	(C) EXCEPT FOR UP TO THREE STATE POLICE OFFICERS WHO SHALL	<
16	BE EMPLOYED IN A SUPERVISORY CAPACITY AT THE STATE HEADQUARTERS	
17	OF THE ENFORCEMENT BUREAU, ALL OTHER PERSONNEL OF THE	
18	ENFORCEMENT BUREAU SHALL BE CIVILIANS.	
19	Section 212. Office of Administrative Law Judge(a) There	
20	is hereby created within the commission an autonomous office to	
21	be known as the Office of Administrative Law Judge.	
~ ~		
22	(b) The commission shall appoint a chief administrative law	<
22	(b) The commission shall appoint a chief administrative law judges as the commission,	<
		<—
23	judge and as many administrative law judges as the commission,	<
23 24	judge and as many administrative law judges as the commission, with the approval of the Governor, deems necessary for the	<
23 24 25	judge and as many administrative law judges as the commission, with the approval of the Governor, deems necessary for the holding of hearings required or permitted under this act.	
23 24 25 26	judge and as many administrative law judges as the commission, with the approval of the Governor, deems necessary for the holding of hearings required or permitted under this act. (B) ALL HEARING EXAMINERS EMPLOYED BY THE PENNSYLVANIA	
23 24 25 26 27	judge and as many administrative law judges as the commission, with the approval of the Governor, deems necessary for the holding of hearings required or permitted under this act. (B) ALL HEARING EXAMINERS EMPLOYED BY THE PENNSYLVANIA LIQUOR CONTROL BOARD ON THE EFFECTIVE DATE OF THIS SECTION SHALL	
23 24 25 26 27 28	judge and as many administrative law judges as the commission, with the approval of the Governor, deems necessary for the holding of hearings required or permitted under this act. (B) ALL HEARING EXAMINERS EMPLOYED BY THE PENNSYLVANIA LIQUOR CONTROL BOARD ON THE EFFECTIVE DATE OF THIS SECTION SHALL CONTINUE TO SERVE AS ADMINISTRATIVE LAW JUDGES WITHIN THE	

1	AS THE COMMISSION DEEMS NECESSARY FOR THE HOLDING OF HEARINGS	
2	REQUIRED OR PERMITTED UNDER THIS ACT.	
3	(c) Administrative law judges shall preside at all	
4	licensing, citation and other enforcement hearings required or	
5	permitted under this act.	
б	(d) Administrative law judges appointed under this section	<—
7	shall be learned in the law and shall be members in good	
8	standing of the bar of the Supreme Court of Pennsylvania.	
9	(e) (D) Administrative law judges appointed under this	<
10	section shall be afforded employment security as provided by the	
11	act of August 5, 1941 (P.L.752, No.286), known as the "Civil	
12	<u>Service Act."</u>	
13	(f) (E) Compensation for the administrative law judges shall	<
14	be established by the commission with the approval of the	
15	<u>Governor.</u>	
16	<u>(g) Administrative law judges shall devote full time to</u>	<
17	their official duties and shall perform no duties inconsistent	
18	with their duties and responsibilities as administrative law	
19	judges.	
20	(F) NOTHING IN THIS SECTION OR THIS ACT SHALL BE CONSTRUED	<
21	OR INTENDED TO CHANGE OR AFFECT THE TERMS AND CONDITIONS OF	
22	EMPLOYMENT OR THE EMPLOYMENT SECURITY OF HEARING EXAMINERS	
23	EMPLOYED BY THE PENNSYLVANIA LIQUOR CONTROL BOARD ON THE	
24	EFFECTIVE DATE OF THIS SECTION.	
25	Section 213. Office of Chief CounselThe commission shall	
26	establish an Office of Chief Counsel which shall provide legal	
27	advice on matters coming before the commission and shall	
28	represent the enforcement bureau in all enforcement proceedings	
29	brought before the Office of Administrative Law Judge. The	
30	salary of the chief counsel and the number and salaries of any	
198	- 38 -	

1	deputy counsels employed by the Office of Chief Counsel shall be	
2	set by the commission with the approval of the Governor.	
3	Section 214. Bureau of Consumer RelationsThe commission	
4	shall establish a Bureau of Consumer Relations which shall be	
5	responsible for handling all consumer complaints and	
б	suggestions. The bureau shall develop a system-wide program for	
7	investigating all complaints and suggestions and implementing	
8	improvements into the State Store system.	
9	Section 215. Prohibitions(a) The commission may not make	
10	a contract or otherwise do business with a corporation, vendor	
11	or service contractor that has not complied with the regulatory	
12	and statutory requirements of any other administrative agency.	
13	(b) The commission may not make a contract or otherwise do	
14	business with a transportation carrier for hire of liquor, wine	
15	or malt or brewed beverages which (carrier) has not obtained the	
16	proper permits from the Pennsylvania Public Utility Commission	
17	under 66 Pa.C.S. Ch. 25 (relating to contract carrier by motor	
18	vehicle and broker).	
19	Section 216. Management of Fees. The commission shall	<
20	<u>develop a fee management system to identify actual commission</u>	
21	costs related to each fee that it administers. This system shall	
22	<u>be developed in cooperation with the Pennsylvania State Police</u>	
23	and shall include all allocated enforcement costs of the	
24	<u>enforcement bureau.</u>	
25	SECTION 216. WINE MARKETING(A) THERE IS HEREBY	<
26	ESTABLISHED WITHIN THE COMMISSION THE BUREAU OF WINE WHICH SHALL	
27	BE RESPONSIBLE FOR THE PURCHASING AND THE WHOLESALE AND RETAIL	
28	MARKETING OF PREMIUM WINES SO AS TO MAKE THESE WINES AVAILABLE	
29	TO PENNSYLVANIA CONSUMERS AT COMPETITIVE PRICES AND IN A	
30	CONVENIENT ATMOSPHERE.	

19870H1000B1366

- 39 -

1 (B) THE MANAGEMENT OF THE BUREAU SHALL BE VESTED IN A 2 DIRECTOR, AN ASSISTANT DIRECTOR FOR PURCHASING AND AN ASSISTANT 3 DIRECTOR FOR MARKETING. 4 (C) THE COMMISSION SHALL ESTABLISH THAT AT LEAST FIVE PER 5 CENTUM OF ALL STATE STORES WITHIN A METROPOLITAN AREA ARE WINE 6 SPECIALTY STORES, AT WHICH PREMIUM WINE SHALL BE SOLD. THESE 7 STORES SHALL NOT SELL ANY DISTILLED PRODUCT. THE STORES SHALL BE 8 IN ADDITION TO THE CURRENT NUMBER OF STATE STORES IN OPERATION 9 IN SAID AREA. (D) (1) THE TERM "METROPOLITAN AREA" AS USED IN THIS 10 11 SECTION SHALL MEAN ANY ONE COUNTY OR ANY COMBINATION OF TWO, THREE OR FOUR COUNTIES CONTIGUOUS AND ADJACENT WITH A TOTAL 12 13 POPULATION OF FIFTY THOUSAND OR MORE. 14 (2) THE TERM "WINE" AS USED IN THIS SECTION SHALL MEAN 15 LIQUOR WHICH IS FERMENTED FROM GRAPES AND OTHER FRUITS, HAVING 16 ALCOHOLIC CONTENT OF TWENTY-FOUR PER CENTUM OR LESS. THE TERM 17 "WINE" SHALL NOT INCLUDE MALT OR BREWED BEVERAGES, NOR SHALL 18 WINE INCLUDE ANY PRODUCTS CONTAINING ALCOHOL DERIVED FROM MALT, 19 GRAIN, CEREAL, MOLASSES OR CACTUS. 20 Section 15. The heading of Article III of the act is 21 reenacted to read: 22 ARTICLE III. 23 PENNSYLVANIA LIQUOR STORES. 24 Section 16. Section 301 of the act, amended July 9, 1976 25 (P.L.527, No.125), is reenacted and amended to read: 26 Section 301. [Board] Commission to Establish State Liquor 27 Stores.--(a) The [board] commission shall establish, operate 28 and maintain at such places throughout the Commonwealth as it shall deem essential and advisable, stores to be known as 29 30 "Pennsylvania Liquor Stores," for the sale of liquor and alcohol 19870H1000B1366 - 40 -

in accordance with the provisions of and the regulations made 1 under this act; except that no store not so already located 2 3 shall be located within three hundred feet of any elementary or 4 secondary school, nor within a dry municipality without there 5 first having been a referendum approving such location. When the [board] commission shall have determined upon the location of a 6 liquor store in any municipality, it shall give notice of such 7 location by public advertisement in two newspapers of general 8 circulation. In cities of the first class, the location shall 9 10 also be posted for a period of at least fifteen days following 11 its determination by the [board] commission as required in section 403(g) of this act. The notice shall be posted in a 12 13 conspicuous place on the outside of the premises in which the 14 proposed store is to operate or, in the event that a new 15 structure is to be built in a similarly visible location. If, 16 within five days after the appearance of such advertisement, or 17 of the last day upon which the notice was posted, fifteen or 18 more taxpayers residing within a quarter of a mile of such 19 location, or the City Solicitor of the city of the first class, 20 shall file a protest with the court of common pleas of the 21 county averring that the location is objectionable because of 22 its proximity to a church, a school, or to private residences, 23 the court shall forthwith hold a hearing affording an 24 opportunity to the protestants and to the [board] commission to 25 present evidence. The court shall render its decision 26 immediately upon the conclusion of the testimony and from the 27 decision there shall be no appeal. If the court shall determine 28 that the proposed location is undesirable for the reasons set forth in the protest, the [board] commission shall abandon it 29 30 and find another location. The [board] commission may establish, 19870H1000B1366 - 41 -

operate and maintain such establishments for storing and testing
 liquors as it shall deem expedient to carry out its powers and
 duties under this act.

4 (b) The [board] <u>commission</u> may lease the necessary premises 5 for such stores or establishments, but all such leases shall be 6 made through the Department of General Services as agent of the 7 [board] <u>commission</u>. The [board] <u>commission</u>, through the 8 Department of General Services, shall have authority to purchase 9 such equipment and appointments as may be required in the 10 operation of such stores or establishments.

Section 17. Sections 302 and 303 of the act are reenacted and amended to read:

Section 302. Selection of Personnel.--Officers and employes of the [board] <u>commission</u>, except as herein otherwise provided, shall be appointed and employed subject to the provisions of the Civil Service Act.

17 Section 303. Management of Pennsylvania Liquor Stores .--18 Every Pennsylvania Liquor Store shall be conducted by a person appointed in the manner provided in the Civil Service Act who 19 shall be known as the "manager" and who shall, under the 20 directions of the [board] commission, be responsible for 21 22 carrying out the provisions of this act and the regulations 23 adopted by the [board] <u>commission</u> under this act as far as they relate to the conduct of such stores. 24

25 Section 18. Section 304 of the act, amended March 5, 1973 26 (P.L.1, No.1), is reenacted and amended to read:

Section 304. When Sales May Be Made at Pennsylvania Liquor Stores.--Every Pennsylvania Liquor Store shall be open for business week days, except legal holidays or any day on which a general, municipal, special or primary election is being held, 19870H1000B1366 - 42 -

during such hours as the [board] commission, in its discretion, 1 shall determine[, but shall not be open longer than fourteen 2 hours in any one day nor later than eleven o'clock 3 4 postmeridian]: Provided, That the Pennsylvania Liquor Stores in 5 the case of a special election for members of the General Assembly or members of the Congress of the United States, when 6 7 such special election is held on other than a primary, municipal 8 or general election day, shall be open in those Legislative or 9 Congressional Districts as though the day were not a special 10 election day. The [board] commission may, with the approval of 11 the Governor, temporarily close any store in any municipality. Section 19. Section 305 of the act, amended October 21, 1965 12 13 (P.L.642, No.316), October 11, 1972 (P.L.906, No.215), June 17, 1974 (P.L.352, No.115), October 2, 1974 (P.L.668, No.222) and 14 15 October 4, 1974 (P.L.672, No.224), is reenacted and amended to 16 read:

17 Section 305. Sales by Pennsylvania Liquor Stores. -- (a) 18 Every Pennsylvania Liquor Store shall keep in stock for sale such classes, varieties and brands of liquor and alcohol as the 19 20 [board] <u>commission</u> shall prescribe. If any person shall desire 21 to purchase any class, variety or brand of liquor or alcohol 22 which any such store does not have in stock, it shall be the duty of such store immediately to order the same upon the 23 24 payment of a reasonable deposit by the purchaser in such 25 proportion of the approximate cost of the order as shall be 26 prescribed by the regulations of the [board] commission. The 27 customer shall be notified immediately upon the arrival of the 28 qoods.

In computing the retail price of such special orders for liquor or alcohol, the [board] <u>commission</u> shall not include the 19870H1000B1366 - 43 - cost of freight or shipping before applying the mark-up and
 taxes but shall add the freight or shipping charges to the price
 after the mark-up and taxes have been applied.

4 Unless the customer pays for and accepts delivery of any such 5 special order within five days after notice of arrival, the 6 store may place it in stock for general sale and the customer's 7 deposit shall be forfeited.

8 Every Pennsylvania Liquor Store shall sell liquors at (b) 9 wholesale to hotels, restaurants, clubs, and railroad, pullman 10 and steamship companies licensed under this act; and, under the 11 regulations of the [board] commission, to pharmacists duly licensed and registered under the laws of the Commonwealth, and 12 13 to manufacturing pharmacists, and to reputable hospitals 14 approved by the [board] <u>commission</u>, or chemists. The [board] 15 commission may sell to registered pharmacists only such liquors 16 as conform to the Pharmacopoeia of the United States, the 17 National Formulary, or the American Homeopathic Pharmacopoeia. 18 The [board] commission may sell at special prices under the 19 regulations of the [board] commission, to United States Armed Forces facilities which are located on United States Armed 20 21 Forces installations and are conducted pursuant to the authority 22 and regulations of the United States Armed Forces. All other 23 sales by such stores shall be at retail. [No liquor shall be 24 sold except for cash, except that the board - The commission may, <----25 by regulation, authorize the acceptance of checks for liquor 26 sold at wholesale only. The {board} commission shall have power <-----27 to designate certain stores for wholesale or retail sales 28 exclusively.] <u>A PERSON ENTITLED TO PURCHASE LIQUOR AT WHOLESALE</u> <-PRICES MAY PURCHASE THE LIQUOR AT ANY PENNSYLVANIA LIQUOR STORE 29 30 UPON TENDERING CASH, CHECK OR CREDIT CARD FOR THE FULL AMOUNT OF 19870H1000B1366 - 44 -

<u>THE PURCHASE. FOR THIS PURPOSE, THE COMMISSION SHALL ISSUE A</u>
 <u>DISCOUNT CARD TO EACH LICENSEE IDENTIFYING SUCH LICENSEE AS A</u>
 <u>PERSON AUTHORIZED TO PURCHASE LIQUOR AT WHOLESALE PRICES. SUCH</u>
 <u>DISCOUNT CARD SHALL BE RETAINED BY THE LICENSEE. THE BOARD MAY</u>
 <u>PROVIDE FOR DELIVERY TO WHOLESALE LICENSEES AT THE EXPENSE OF</u>
 THE LICENSEE RECEIVING THE DELIVERY.

7 Whenever any checks issued in payment of liquor or (C) alcohol purchased from State Liquor Stores by persons holding 8 wholesale purchase permit cards issued by the [board] commission 9 10 shall be returned to the [board] <u>commission</u> as dishonored, the 11 [board] commission shall charge a fee of five dollars per hundred dollars or fractional part thereof, plus all protest 12 13 fees, to the maker of such check submitted to the [board] 14 commission. Failure to pay the face amount of the check in full 15 and all charges thereon as herein required within ten days after 16 demand has been made by the [board] commission upon the maker of 17 the check shall be cause for revocation or suspension of any 18 license issued by the [board] commission to the person who 19 issued such check and the cancellation of the wholesale purchase 20 permit card held by such person.

(d) No liquor or alcohol package shall be opened on the premises of a Pennsylvania Liquor Store. No manager or other employe of the [board] <u>commission</u> employed in a Pennsylvania Liquor Store shall allow any liquor or alcohol to be consumed on the store premises, nor shall any person consume any liquor or alcohol on such premises.

(e) The [board] <u>commission</u> may sell tax exempt alcohol to the Commonwealth of Pennsylvania and to persons to whom the [board] <u>commission</u> shall, by regulation to be promulgated by it, issue special permits for the purchase of such tax exempt 19870H1000B1366 - 45 - 1 alcohol.

Such permits may be issued to the United States or any 2 3 governmental agency thereof, to any university or college of 4 learning, any laboratory for use exclusively in scientific 5 research, any hospital, sanitorium, eleemosynary institution or dispensary; to physicians, dentists, veterinarians and 6 pharmacists duly licensed and registered under the laws of the 7 Commonwealth of Pennsylvania; to manufacturing chemists and 8 pharmacists or other persons for use in the manufacture or 9 10 compounding of preparations unfit for beverage purposes.

(f) Every purchaser of liquor or alcohol from a Pennsylvania Liquor Store shall receive a numbered receipt which shall show the price paid therefor, and such other information as the [board] <u>commission</u> may prescribe. Copies of all receipts issued by a Pennsylvania Liquor Store shall be retained by and shall form part of the records of such store.

(g) The [board] <u>commission</u> is hereby authorized and empowered to adopt and enforce appropriate rules and regulations to insure the equitable wholesale and retail sale and distribution, through the Pennsylvania Liquor Stores, of available liquor and alcohol at any time when the demand therefor is greater than the supply.

23 (h) Every Pennsylvania Liquor Store shall sell gift24 certificates which may be redeemed for liquor.

25 Section 20. Section 306 of the act is reenacted and amended 26 to read:

27 Section 306. Audits by Auditor General.--(a) It shall be 28 the duty of the Department of the Auditor General to make all 29 audits which may be necessary in connection with the 30 administration of the financial affairs of the [board] 19870H1000B1366 - 46 - <u>commission</u> and the Pennsylvania Liquor Stores operated and
 maintained by the [board] <u>commission</u>.

3 (b) At least one audit shall be made each year of the
4 affairs of the [board] commission, and all collections made by
5 the Pennsylvania Liquor Stores shall be audited quarterly. <u>A</u>
6 COPY OF THE ANNUAL AUDIT OF THE AFFAIRS OF THE COMMISSION SHALL
7 BE SUBMITTED TO EACH MEMBER OF THE GENERAL ASSEMBLY.

<----

8 (c) Special audits of the affairs of the [board] commission 9 and the Pennsylvania Liquor Stores maintained and operated by 10 the [board] commission may be made whenever they may, in the 11 judgment of the Auditor General, appear necessary, and shall be 12 made whenever the Governor shall call upon the Auditor General 13 to make them.

14 (d) Copies of all audits made by the Department of the
15 Auditor General shall be promptly submitted to the [board]
16 commission and to the Governor.

17 (e) Unless the Department of the Auditor General shall neglect or refuse to make annual, quarterly or special Audits, 18 19 as hereinabove required, it shall be unlawful for the [board] 20 commission to expend any money appropriated to it by the General 21 Assembly for any audit of its affairs, except for the payment of 22 the compensation and expenses of such auditors as are regularly 23 employed as part of the administrative staff of the [board] 24 commission.

Section 21. The headings of Article IV and Subdivision (A)
of Article IV of the act are reenacted to read:
ARTICLE IV.
LICENSES AND REGULATIONS; LIQUOR, ALCOHOL AND
MALT AND BREWED BEVERAGES.
(A) Liquor and Alcohol (Not Including Manufacturers).
19870H1000B1366 - 47 -

Section 22. Section 401 of the act, amended June 1, 1972
 (P.L.355, No.95), is reenacted and amended to read:

3 Section 401. Authority to Issue Liquor Licenses to Hotels, 4 Restaurants and Clubs. -- (a) Subject to the provisions of this 5 act and regulations promulgated under this act, the [board] commission shall have authority to issue a retail liquor license 6 7 for any premises kept or operated by a hotel, restaurant or club and specified in the license entitling the hotel, restaurant or 8 9 club to purchase liquor from a Pennsylvania Liquor Store and to 10 keep on the premises such liquor and, subject to the provisions 11 of this act and the regulations made thereunder, to sell the 12 same and also malt or brewed beverages to guests, patrons or 13 members for consumption on the hotel, restaurant or club 14 premises. Such licensees, other than clubs, shall be permitted 15 to sell malt or brewed beverages for consumption off the premises where sold in quantities of not more than one hundred 16 17 forty-four fluid ounces in a single sale to one person. Such 18 licenses shall be known as hotel liquor licenses, restaurant liquor licenses and club liquor licenses, respectively. No 19 20 person who holds, either by appointment or election, any public 21 office which involves the duty to enforce any of the penal laws 22 of the United States of America or the penal laws of the Commonwealth of Pennsylvania or any penal ordinance or 23 24 resolution of any political subdivision of this Commonwealth 25 shall be issued any hotel or restaurant liquor license, nor 26 shall such a person have any interest, directly or indirectly, 27 in any such license.

(b) The [board] <u>commission</u> may issue to any club which caters to groups of non-members, either privately or for functions, a catering license, and the [board] <u>commission</u> shall, 19870H1000B1366 - 48 - by its rules and regulations, define what constitutes catering under this subsection except that any club which is issued a catering license shall not be prohibited from catering on Sundays during the hours which the club may lawfully serve liquor, malt or brewed beverages.

6 Section 23. Section 402 of the act is reenacted and amended 7 to read:

8 Section 402. License Districts; License Year; Hearings.--(A) <----The [board] commission shall, by regulation, divide the State 9 10 into convenient license districts and shall hold hearings on 11 applications for licenses and renewals thereof, as it deems 12 necessary, at a convenient place or places in each of said 13 districts, at such times as it shall fix, by regulation, for the 14 purpose of hearing testimony for and against applications for 15 new licenses and renewals thereof. THE COMMISSION SHALL HOLD A <-16 HEARING ON ANY APPLICATION FOR A NEW HOTEL, CLUB OR RESTAURANT 17 LIQUOR LICENSE OR THE TRANSFER OF ANY SUCH LICENSE TO A NEW 18 LOCATION, UPON THE REQUEST OF ANY PERSON WITH STANDING TO 19 TESTIFY UNDER SUBSECTION (B) IF THE REQUEST IS FILED WITH THE 20 COMMISSION WITHIN THE FIRST FIFTEEN DAYS OF POSTING OF THE 21 NOTICE OF APPLICATION PURSUANT TO SECTION 403(G). The [board] 22 commission may provide for the holding of such hearings by 23 [examiners learned in the law, to be appointed by the Governor, who shall not be subject to the "Civil Service Act."] 24 25 administrative law judges. Such examiners shall make report to 26 the [board] commission in each case with their recommendations. 27 The [board] commission shall, by regulation, fix the license 28 year for each separate district so that the expiration dates 29 shall be uniform in each of the several districts but staggered 30 as to the State.

19870H1000B1366

- 49 -

1 (B) WHERE A HEARING IS HELD IN THE CASE OF AN APPLICATION FOR A NEW HOTEL, CLUB OR RESTAURANT LIQUOR LICENSE OR AN 2 3 APPLICATION FOR THE TRANSFER OF A HOTEL, CLUB OR RESTAURANT LIQUOR LICENSE TO A NEW LOCATION, THE COMMISSION SHALL PERMIT 4 5 RESIDENTS RESIDING WITHIN A RADIUS OF FIVE HUNDRED FEET OF THE PREMISES TO TESTIFY AT THE HEARING. THE COMMISSION AND ANY 6 7 HEARING OFFICER THEREOF SHALL GIVE APPROPRIATE EVIDENTIARY WEIGHT TO ANY TESTIMONY OF SUCH RESIDENTS GIVEN AT THE HEARING. 8 9 Section 403 of the act, amended November 19, Section 24. 10 1959 (P.L.1546, No.553) and September 28, 1961 (P.L.1728, 11 No.702), is reenacted and amended to read: 12 Section 403. Applications for Hotel, Restaurant and Club 13 Liquor Licenses. -- (a) Every applicant for a hotel liquor 14 license, restaurant liquor license or club liquor license or for 15 the transfer of an existing license to another premises not then 16 licensed shall file a written application with the [board] 17 commission in such form and containing such information as the 18 [board] <u>commission</u> shall from time to time prescribe, which 19 shall be accompanied by a filing fee of twenty dollars (\$20), 20 the prescribed license fee, and the bond hereinafter specified. 21 Every such application shall contain a description of that part 22 of the hotel, restaurant or club for which the applicant desires 23 a license and shall set forth such other material information, 24 description or plan of that part of the hotel, restaurant or 25 club where it is proposed to keep and sell liquor as may be 26 required by the regulations of the [board] <u>commission</u>. The 27 descriptions, information and plans referred to in this 28 subsection shall show the hotel, restaurant, club, or the proposed location for the construction of a hotel, restaurant or 29 30 club, at the time the application is made, and shall show any 19870H1000B1366 - 50 -

alterations proposed to be made thereto, or the new building 1 proposed to be constructed after the approval by the [board] 2 3 commission of the application for a license or for the transfer 4 of an existing license to another premises not then licensed. No 5 physical alterations, improvements or changes shall be required to be made to any hotel, restaurant or club, nor shall any new 6 building for any such purpose, be required to be constructed 7 8 until approval of the application for license or for the transfer of an existing license to another premises not then 9 10 licensed by the [board] <u>commission</u>. After approval of the 11 application, the licensee shall make the physical alterations, 12 improvements and changes to the licensed premises, or shall construct the new building in the manner specified by the 13 14 [board] <u>commission</u> at the time of approval, and the licensee 15 shall not transact any business under the license until the 16 [board] commission has approved the completed physical 17 alterations, improvements and changes to the licensed premises, 18 or the completed construction of the new building as conforming 19 to the specifications required by the [board] commission at the 20 time of issuance or transfer of the license, and is satisfied 21 that the establishment is a restaurant, hotel or club as defined 22 by this act. The [board] commission may require that all such 23 alterations or construction or conformity to definition be completed within six months from the time of issuance or 24 25 transfer of the license. Failure to comply with these 26 requirements shall be considered cause for revocation of the license. No such license shall be transferable between the time 27 28 of issuance or transfer of the license and the approval of the 29 completed alterations or construction by the [board] commission 30 and full compliance by the licensee with the requirements of 19870H1000B1366 - 51 -

this act, except in the case of death of the licensee prior to 1 full compliance with all of the aforementioned requirements, in 2 which event, the license may be transferred by the [board] 3 4 commission as provided in section 468 of this act for the 5 transfer of the license in the case of death of the licensee. (b) If the applicant is a natural person, his application 6 must show that he is a citizen of the United States and has been 7 a resident of this Commonwealth for at least two years 8

9 immediately preceding his application.

10 (c) If the applicant is a corporation, the application must 11 show that the corporation was created under the laws of 12 Pennsylvania or holds a certificate of authority to transact 13 business in Pennsylvania, that all officers, directors and 14 stockholders are citizens of the United States, and that the 15 manager of the hotel, restaurant or club is a citizen of the 16 United States.

(d) Each application shall be signed and verified by oath or affirmation by the owner, if a natural person, or, in the case of an association, by a member or partner thereof, or, in the case of a corporation, by an executive officer thereof or any person specifically authorized by the corporation to sign the application, to which shall be attached written evidence of his authority.

24 (e) If the applicant is an association, the application 25 shall set forth the names and addresses of the persons 26 constituting the association, and if a corporation, the names 27 and addresses of the principal officers thereof. Every club applicant shall file with and as a part of its application a 28 29 list of the names and addresses of its members, directors, 30 officers, agents and employes, together with the dates of their 19870H1000B1366 - 52 -

admission, election or employment, and such other information
 with respect to its affairs as the [board] <u>commission</u> shall
 require.

4 (f) The [board] <u>commission</u> shall refuse to issue licenses to
5 clubs when it appears that the operation of the licensed
6 business would inure to the benefit of individual members,
7 officers, agents or employes of the club, rather than to the
8 benefit of the entire membership of the club.

(g) Every applicant for a new license or for the transfer of 9 10 an existing license [to another premises not then licensed] 11 shall post, for a period of a least fifteen days beginning with the day the application is filed with the [board] commission, in 12 13 a conspicuous place on the outside of the premises or at the proposed new location for which the license is applied, a notice 14 15 of such application, in such form, of such size, and containing 16 such provisions as the [board] commission may require by its regulations. Proof of the posting of such notice shall be filed 17 18 with the [board] commission.

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(h) If any false statement is intentionally made in any part of the application, the affiant shall be deemed guilty of a misdemeanor and, upon conviction, shall be subject to the penalties provided by this article.

23 (i) Upon receipt of an application for a new license or 24 transfer of an existing license to a new location, the 25 commission shall immediately notify, in writing, the 26 municipality in which the premises proposed to be licensed are 27 located.

Section 25. Section 404 of the act, amended September 2, 1971 (P.L.429, No.103), is reenacted and amended to read: Section 404. Issuance of Hotel, Restaurant and Club Liquor 19870H1000B1366 - 53 -

Licenses.--Upon receipt of the application, the proper fees and 1 bond, and upon being satisfied of the truth of the statements in 2 3 the application that the applicant is the only person in any 4 manner pecuniarily interested in the business so asked to be 5 licensed and that no other person will be in any manner pecuniarily interested therein during the continuance of the 6 license, except as hereinafter permitted, and that the applicant 7 is a person of good repute, that the premises applied for meet 8 9 all the requirements of this act and the regulations of the 10 [board] <u>commission</u>, that the applicant seeks a license for a 11 hotel, restaurant or club, as defined in this act, and that the issuance of such license is not prohibited by any of the 12 13 provisions of this act, the [board] commission shall, in the 14 case of a hotel or restaurant, grant and issue to the applicant 15 a liquor license, and in the case of a club may, in its 16 discretion, issue or refuse a license: Provided, however, That 17 in the case of any new license or the transfer of any license to 18 a new location the [board] commission may, in its discretion, 19 grant or refuse such new license or transfer if such place proposed to be licensed is within three hundred feet of any 20 21 church, hospital, charitable institution, school, or public 22 playground, or if such new license or transfer is applied for a place which is within two hundred feet of any other premises 23 24 which is licensed by the [board] <u>commission</u>, or if such new 25 license or transfer is applied for a place where the principal 26 business is the sale of liquid fuels and oil: And provided 27 further, That the [board] commission shall refuse any 28 application for a new license or the transfer of any license to a new location if, in the [board's] commission's opinion, such 29 30 new license or transfer would be detrimental to the welfare, 19870H1000B1366 - 54 -

health, peace and morals of the inhabitants of the neighborhood 1 within a radius of five hundred feet of the place proposed to be 2 3 licensed: And provided further, That the [board] commission 4 shall not issue new licenses in any license district more than 5 twice each license year, effective from specific dates fixed by the [board] commission, and new licenses shall not be granted, 6 except for hotels as defined in this act, unless the application 7 8 therefor shall have been filed at least thirty days before the effective date of the license: And provided further, That 9 10 nothing herein contained shall prohibit the [board] commission 11 from issuing a new license for the balance of any unexpired term in any license district to any applicant in such district, who 12 13 shall have become eligible to hold such license as the result of 14 legislative enactment, when such enactment shall have taken 15 place during the license term of that district for which 16 application is made or within the thirty days immediately 17 preceding such term, nor shall anything herein contained 18 prohibit the <u>commission</u> from issuing at any time a new license for an airport restaurant, or municipal golf course, as defined 19 20 in section 461 of this act, for the balance of the unexpired 21 license term in any license district: And provided further, That 22 the shall have the discretion to refuse a license to any person or to any corporation, partnership or association if such 23 24 person, or any officer or director of such corporation, or any 25 member or partner of such partnership or association shall have 26 been convicted or found guilty of a felony within a period of 27 five years immediately preceding the date of application for the 28 said license. At any time prior to commission approval of an 29 application for a new license or transfer of any license to a 30 new location, any natural person, not a licensee, residing - 55 -19870H1000B1366

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within one thousand feet of the place proposed to be licensed 1 may petition the commission to deny the application on grounds 2 3 that it would be detrimental to the welfare, health, peace and morals of the inhabitants of the neighborhood. The commission 4 shall either deny the application for a license or transfer of a 5 license or refer the petition to the Office of Administrative 6 Law Judge for a hearing. If after a hearing, at which the 7 8 applicant and any resident within one thousand feet of the place proposed to be licensed shall be permitted to testify, the 9 10 administrative law judge determines that approval of the license 11 or transfer of a license would be detrimental to the welfare, health, peace and morals of those residents, the commission 12 13 shall deny the application. Section 26. Section 405 of the act, amended July 18, 1961 14 15 (P.L.790, No.348), is reenacted and amended to read: 16 Section 405. License Fees.--(a) License fees for hotel and restaurant liquor licenses shall be graduated according to the 17 18 population of the municipality as determined by the last 19 preceding decennial census of the United States in which the 20 hotel or restaurant is located, as follows: 21 In municipalities having a population of less than fifteen 22 hundred inhabitants, one hundred fifty dollars (\$150.00). 23 In municipalities, except townships, having a population of fifteen hundred and more but less than ten thousand inhabitants, 24 25 and in townships having a population of fifteen hundred and more 26 but less than twelve thousand inhabitants, two hundred dollars 27 (\$200.00).

In municipalities, except townships, having a population of ten thousand and more but less than fifty thousand inhabitants, and in townships having a population of twelve thousand and more 19870H1000B1366 - 56 - 1 but less than fifty thousand inhabitants, three hundred dollars
2 (\$300.00).

3 In those having a population of fifty thousand and more but 4 less than one hundred thousand inhabitants, four hundred dollars 5 (\$400.00).

In those having a population of one hundred thousand and more
but less than one hundred fifty thousand inhabitants, five
hundred dollars (\$500.00).

9 In those having a population of one hundred fifty thousand 10 and more inhabitants, six hundred dollars (\$600.00).

(b) Every applicant for a club liquor license shall pay to the [board] <u>commission</u> a license fee of fifty dollars (\$50.00), except clubs to which catering licenses are issued, in which cases the license fees shall be the same as for hotels and restaurants located in the same municipality.

16 (c) All license fees authorized under this section shall be 17 collected by the [board] <u>commission</u> for the use of the 18 municipalities in which such fees were collected.

19 (d) Whenever any checks issued in payment of filing and/or 20 license fees shall be returned to the [board] commission as 21 dishonored, the [board] commission shall charge a fee of five 22 dollars (\$5.00) per hundred dollars, or fractional part thereof, plus all protest fees, to the maker of such check submitted to 23 24 the [board] commission. Failure to pay the face amount of the 25 check in full and all charges thereon as herein required within ten days after demand has been made by the [board] commission 26 upon the maker of the check, the license of such person, if 27 issued, shall immediately terminate and be cancelled without any 28 29 action on the part of the [board] commission.

 30
 Section 27.
 Section 406 of the act, amended September 2,

 19870H1000B1366
 - 57

1971 (P.L.429, No.103), December 17, 1982 (P.L.1390, No.319),
 May 9, 1984 (P.L.246, No.54) and February 28, 1985 (P.L.1,
 No.1), is reenacted and amended to read:

4 Section 406. Sales by Liquor Licensees; Restrictions.--(a) 5 (1) Every hotel, restaurant or club liquor licensee may sell liquor and malt or brewed beverages by the glass, open bottle or 6 7 other container, and in any mixture, for consumption only in that part of the hotel or restaurant habitually used for the 8 9 serving of food to guests or patrons, or in a bowling alley that 10 is immediately adjacent to and under the same roof as a 11 restaurant when no minors are present, unless minors who are 12 present are under proper supervision as defined in section 493, 13 in the bowling alley, and in the case of hotels, to guests, and 14 in the case of clubs, to members, in their private rooms in the 15 hotel or club. No club licensee nor its officers, servants, 16 agents or employes, other than one holding a catering license, 17 shall sell any liquor or malt or brewed beverages to any person 18 except a member of the club. In the case of a restaurant located 19 in a hotel which is not operated by the owner of the hotel and 20 which is licensed to sell liquor under this act, liquor and malt 21 or brewed beverages may be sold for consumption in that part of 22 the restaurant habitually used for the serving of meals to patrons and also to guests in private guest rooms in the hotel. 23 24 For the purpose of this paragraph, any person who is an active 25 member of another club which is chartered by the same state or 26 national organization shall have the same rights and privileges 27 as members of the particular club. For the purpose of this paragraph, any person who is an active member of any volunteer 28 29 firefighting company, association or group of this Commonwealth, 30 whether incorporated or unincorporated, shall upon the approval 19870H1000B1366 - 58 -

of any club composed of volunteer firemen licensed under this
 act, have the same social rights and privileges as members of
 such licensed club. For the purposes of this paragraph, the term
 "active member" shall not include a social member.

5 (2) Hotel and restaurant liquor licensees, airport restaurant liquor licensees, municipal golf course restaurant 6 7 liquor licensees and privately-owned public golf course restaurant licensees may sell liquor and malt or brewed 8 9 beverages only after seven o'clock antemeridian of any day until 10 two o'clock antemeridian of the following day, except Sunday, 11 and except as hereinafter provided, may sell liquor and malt or 12 brewed beverages on Sunday between the hours of twelve o'clock 13 midnight and two o'clock antemeridian.

14 (3) Hotel and restaurant liquor licensees, airport 15 restaurant liquor licensees, municipal golf course restaurant 16 liquor licensees and privately-owned public golf course 17 restaurant licensees whose sales of food and nonalcoholic 18 beverages are equal to forty per centum or more of the combined 19 gross sales of both food and alcoholic beverages may sell liquor 20 and malt or brewed beverages on Sunday between the hours of 21 eleven o'clock antemeridian and two o'clock antemeridian Monday 22 upon purchase of a special annual permit from the [board] 23 commission at a fee of two hundred dollars (\$200.00) per year, 24 which shall be in addition to any other license fees.

(4) Hotel and restaurant liquor licensees, airport
restaurant liquor licensees, municipal golf course restaurant
liquor licensees and privately-owned public golf course
restaurant licensees which do not qualify for and purchase such
annual special permit, their servants, agents or employes may
sell liquor and malt or brewed beverages only after seven
19870H1000B1366 - 59 -

o'clock antemeridian of any day and until two o'clock 1 antemeridian of the following day, and shall not sell after two 2 3 o'clock antemeridian on Sunday. No hotel, restaurant and public 4 service liquor licensee which does not have the special annual 5 permit for Sunday sales shall sell liquor and malt or brewed beverages after two o'clock antemeridian on any day on which a 6 general, municipal, special or primary election is being held 7 until one hour after the time fixed by law for closing the 8 polls, except, that, in the case of a special election for 9 10 members of the General Assembly or members of the Congress of 11 the United States, when such special election is held on other 12 than a primary, municipal or general election day, licensees in 13 those Legislative or Congressional Districts may make such 14 sales, as though the day were not a special election day. No 15 club licensee or its servants, agents or employes may sell 16 liquor or malt or brewed beverages between the hours of three 17 o'clock antemeridian and seven o'clock antemeridian on any day. 18 No public service liquor licensee or its servants, agents, or 19 employes may sell liquor or malt or brewed beverages between the 20 hours of two o'clock antemeridian and seven o'clock antemeridian 21 on any day.

22 (5) Any hotel, restaurant, club or public service liquor 23 licensee may, by giving notice to the [board] commission, 24 advance by one hour the hours herein prescribed as those during 25 which liquor and malt or brewed beverages may be sold during 26 such part of the year when daylight saving time is being 27 observed generally in the municipality in which the place of 28 business of such licensee is located. Any licensee who elects to 29 operate his place of business in accordance with daylight saving 30 time shall post a conspicuous notice in his place of business 19870H1000B1366 - 60 -

that he is operating in accordance with daylight saving time. 1 (6) Notwithstanding any provisions to the contrary, whenever 2 3 the thirty-first day of December or Saint Patrick's Day falls on a Sunday, every hotel or restaurant liquor licensee, their 4 5 servants, agents or employes may sell liquor and malt or brewed beverages on any such day after one o'clock postmeridian and 6 7 until two o'clock antemeridian of the following day. 8 (b) Such Sunday sales by hotel and restaurant liquor 9 licensees which qualify for and purchase such annual special 10 permit, their servants, agents and employes, shall be made

11 subject to the restrictions imposed by the act on sales by 12 hotels and restaurants for sales on weekdays as well as those 13 restrictions set forth in this section.

14 Section 28. Section 406.1 of the act, amended May 9, 1984 15 (P.L.246, No.54), is reenacted and amended to read: 16 Section 406.1. Secondary Service Area. -- Upon application of 17 any restaurant, hotel, club, any stadium as described in section 18 408.9 or municipal golf course liquor licensee, and payment of the appropriate fee, the [board] <u>commission</u> may approve a 19 20 secondary service area by extending the licensed premises to 21 include one additional permanent structure with dimensions of at 22 least one hundred seventy-five square feet, enclosed on three sides and having adequate seating. Such secondary service area 23 24 must be located on property having a minimum area of one (1) 25 acre, and must be on land which is immediate, abutting, adjacent 26 or contiguous to the licensed premises with no intervening public thoroughfare. In any stadium as described in section 27 28 408.9, only malt or brewed beverages may be served. There shall 29 be no requirement that the secondary service area be physically 30 connected to the original licensed premises. Notwithstanding 40 19870H1000B1366 - 61 -

Pa. Code § 7.21(c)(3), the licensee shall be permitted to store,
 serve, sell or dispense food, liquor and malt or brewed
 beverages at the [board] <u>commission</u> approved secondary service
 area.

5 Section 29. Section 407 of the act is reenacted to read: 6 Section 407. Sale of Malt or Brewed Beverages by Liquor 7 Licensees. -- Every liquor license issued to a hotel, restaurant, club, or a railroad, pullman or steamship company under this 8 subdivision (A) for the sale of liquor shall authorize the 9 10 licensee to sell malt or brewed beverages at the same places but 11 subject to the same restrictions and penalties as apply to sales of liquor, except that licensees other than clubs may sell malt 12 13 or brewed beverages for consumption off the premises where sold 14 in quantities of not more than one hundred forty-four fluid 15 ounces in a single sale to one person. No licensee under this 16 subdivision (A) shall at the same time be the holder of any 17 other class of license, except a retail dispenser's license 18 authorizing the sale of malt or brewed beverages only. 19 Section 30. Section 408 of the act, amended September 19, 20 1961 (P.L.1507, No.639) and November 26, 1978 (P.L.1389, 21 No.326), is reenacted and amended to read:

22 Section 408. Public Service Liquor Licenses. -- (a) Subject to the provisions of this act and regulations promulgated under 23 24 this act, the [board] <u>commission</u>, upon application, shall issue 25 retail liquor licenses to railroad or pullman companies 26 permitting liquor and malt or brewed beverages to be sold in 27 dining, club or buffet cars to passengers for consumption while 28 enroute on such railroad, and may issue retail liquor licenses 29 to steamship companies permitting liquor or malt or brewed 30 beverages to be sold in the dining compartments of steamships or 19870H1000B1366 - 62 -

vessels wherever operated in the Commonwealth, except when 1 standing or moored in stations, terminals or docks within a 2 3 municipality wherein sales of liquor for consumption on the 4 premises are prohibited, and may further issue retail liquor 5 licenses to airline companies permitting liquor or malt or brewed beverages to be sold to passengers for consumption while 6 enroute on such airline. Such licenses shall be known as public 7 service liquor licenses. The [board] commission may issue a 8 master license to railroad or pullman companies to cover the 9 10 maximum number of cars which the company shall estimate that it 11 will operate within the Commonwealth on any one day. Such licensees shall file monthly reports with the [board] commission 12 13 showing the maximum number of cars operated in any one day 14 during the preceding month, and if it appears that more cars 15 have been operated than covered by its license it shall 16 forthwith remit to the [board] commission the sum of twenty 17 dollars for each extra car so operated.

18 (b) For the purpose of considering an application by a steamship or airline company for a public service liquor 19 20 license, the [board] <u>commission</u> may cause an inspection of the 21 steamship or vessel or aircraft for which a license is desired. 22 The [board] commission may, in its discretion, grant or refuse 23 the license applied for and there shall be no appeal from its 24 decision, except that an action of mandamus may be brought 25 against the [board] commission in the manner provided by law. 26 (c) Every applicant for a public service liquor license 27 shall, before receiving such license, file with the [board] 28 commission a surety bond as hereinafter prescribed, pay to the [board] commission for each of the maximum number of dining, 29 30 club or buffet cars which the applicant estimates it will have 19870H1000B1366 - 63 -

in operation on any one day an annual fee of twenty dollars
 (\$20.00), and for each steamship or vessel or aircraft for which
 a license is desired an annual fee of one hundred dollars
 (\$100.00).

5 (d) Unless previously revoked, every license issued by the [board] commission under this section shall expire and terminate 6 on the thirty-first day of December, in the year for which the 7 license is issued. Licenses issued under the provisions of this 8 section shall be renewed annually, as herein provided, upon the 9 10 filing of applications in such form as the [board] commission shall prescribe, but no license shall be renewed until the 11 applicant shall file with the [board] <u>commission</u> a new surety 12 13 bond and shall pay the requisite license fee specified in this section. 14

(e) Except as otherwise specifically provided, sales of liquor and malt or brewed beverages by the aforesaid public service company licensees shall be made in accordance with, and shall be subject to, the provisions of this act relating to the sale of liquors by restaurant licensees.

Section 31. Section 408.1 of the act, added December 15, 1965 (P.L.1106, No.426) and amended November 17, 1967 (P.L.510, No.247), is reenacted and amended to read:

23 Section 408.1. Trade Show and Convention Licenses.--(a) The 24 [board] <u>commission</u> is authorized to issue a license in any city 25 of the first or second class for the retail sale of liquor and malt or brewed beverages by the glass, open bottles or other 26 container or in any mixture for consumption in any restaurant or 27 other appropriate location on city-owned premises or on premises 28 29 of an authority created under the act of July 29, 1953 30 (P.L.1034), known as the "Public Auditorium Authorities Law" 19870H1000B1366 - 64 -

customarily used or available for use for trade shows and
 conventions. Any concessionaire selected and certified by the
 city or its authorized agency or by the authority may apply for
 a license.

5 (b) The application for a trade show and convention license may be filed at any time and shall conform with all requirements 6 for restaurant liquor license applications except as may be 7 otherwise provided herein. The applicant shall submit such other 8 information as the [board] <u>commission</u> may require. Application 9 10 shall be in writing on forms prescribed by the [board] 11 commission and shall be signed and submitted to the [board] commission by the applicant. The filing fee which shall 12 13 accompany the trade show and convention license application 14 shall be twenty dollars (\$20).

15 (c) Upon receipt of the application in proper form and the 16 application fee, and upon being satisfied that the applicant is 17 of good repute and financially responsible and that the proposed 18 place of business is proper, the [board] <u>commission</u> shall issue 19 a license to the applicant.

(d) The license shall be issued for the same period as provided for restaurant licenses and shall be renewed as in section 402. The license shall terminate upon revocation by the [board] <u>commission</u> or upon termination of the contract between the concessionaire and the city or authority.

(e) The annual fee for a trade show and convention license shall be six hundred dollars (\$600), and shall accompany the application for the license. Whenever a concessionaire's contract terminates the license shall be returned to the [board] <u>commission</u> for cancellation and a new license shall be issued to a new applicant.

19870H1000B1366

- 65 -

1 (f) The penal sum of the bond which shall be filed by an 2 applicant for a trade show and convention license pursuant to 3 section 465 of this article shall be two thousand dollars 4 (\$2,000) and in addition thereto he shall file an additional 5 bond in a sum to assure payment of any suspension of license up 6 to one hundred days.

7 Sales by the holder of a trade show and convention (q) license may be made except to those persons prohibited under 8 clause (1) of section 493 of this act on city-owned or 9 10 authority-owned, leased or operated premises customarily used or 11 available for use for trade shows and conventions during the hours in which the convention or trade show is being held and up 12 13 to one hour after the scheduled closing, and at functions which 14 are incidental to or a part of the trade show or convention, but 15 such sales may not be made beyond the hours expressed in the act 16 for the sale of liquor by restaurant licensees: Provided, 17 however, That during the hours expressed in this act for the 18 sale of liquor by hotel licensees, sales of such liquor or malt 19 or brewed beverages may be made by said licensee at banquets, 20 not incidental to trade shows or conventions, at which more than 21 two thousand persons are scheduled to attend, and at functions 22 irrespective of attendance, which are directly related to the Philadelphia Commercial Museum or the Center for International 23 Visitors: And provided further, That no such sale shall be made 24 25 at any sporting, athletic or theatrical event.

(h) Whenever a contract is terminated prior to the expiration date provided in the contract between the city or authority and the concessionaire, the city or authority may select and certify to the [board] <u>commission</u> a different concessionaire which concessionaire shall apply to the [board] 19870H1000B1366 - 66 - 1 <u>commission</u> for a new license. If the applicant meets the 2 requirements of the [board] <u>commission</u> as herein provided a new 3 license shall thereupon be issued.

4 If any trade show and convention license is suspended, (i) 5 the offer in compromise shall be accepted at the same rate as provided for existing restaurant liquor licenses not in excess 6 7 of one hundred days. If any trade show and convention license is revoked, the [board] <u>commission</u> shall issue a new license to any 8 9 qualified applicant without regard to the prohibition in section 10 471 against the grant of license at the same premises for a 11 period of at least one year.

Section 32. Section 408.2 of the act, added November 25, 13 1970 (P.L.770, No.255) and amended June 9, 1972 (P.L.379, No.108), is reenacted and amended to read:

15 Section 408.2. City-Owned Stadia.--(a) The [board] 16 commission is authorized to issue a license in any city of the 17 first class for the retail sale of liquor and malt or brewed 18 beverages by the glass, open bottles or other container or in any mixture for consumption in any restaurant on city-owned 19 20 premises principally utilized for competition of professional 21 and amateur athletes and other types of entertainment where 22 there is an available seating capacity within the premises of twelve thousand or more. 23

24 The application for a city-owned stadium license may be (b) 25 filed at any time by a concessionaire selected and certified by the city or its authorized agency and shall conform with all 26 27 requirements for restaurant-liquor licenses and applications except as may otherwise be provided herein. Applicant shall 28 submit such other information as the [board] commission may 29 30 require. Applications shall be in writing on forms prescribed by 19870H1000B1366 - 67 -

the [board] commission and shall be signed and submitted to the 1 [board] commission by the applicant. The filing fee which shall 2 3 accompany the license application shall be twenty dollars (\$20). 4 (c) Upon receipt of the application in proper form and the 5 application fee and upon being satisfied that the applicant is of good repute and financially responsible and that the proposed 6 place of business is proper, the [board] commission shall issue 7 a license to the applicant. 8

9 (d) The license shall be issued for the same period of time 10 as provided for restaurant licenses and shall be renewed as 11 provided in section 402. The license shall terminate upon 12 revocation by the [board] <u>commission</u> or upon termination of the 13 contract between the concessionaire and the city.

(e) The annual fee for a stadium license shall be six hundred dollars (\$600), and shall accompany the application for the license. Whenever a concessionaire's contract terminates the license shall be returned to the [board] <u>commission</u> for cancellation and a new license shall be issued to a new applicant.

(f) The penal sum of the bond which shall be filed by an applicant for a stadium license pursuant to section 465 of the "Liquor Code" shall be two thousand dollars (\$2,000) and in addition thereto he shall file an additional bond in a sum to assure payment of any fine imposed by the [board] <u>commission</u> up to one thousand dollars (\$1,000).

(g) Sales by the holder of a stadium license may be made except to those persons prohibited under clause (1) of section 493 of this act on city-owned premises customarily used or available for use for competition of professional and amateur athletes and other types of entertainment during the hours in 19870H1000B1366 - 68 -

which the entertainment is being held and up to one hour after 1 the scheduled closing, and at functions which are incidental to 2 3 or part of the stadium activities, but such sales may not be 4 made beyond the hours expressed in the code for the sale of 5 liquor by restaurant licensees: Provided, however, That such sales may be made on Sunday between the hours of twelve o'clock 6 noon and ten o'clock postmeridian: And provided further, That 7 during the hours expressed in this act for the sale of liquor by 8 hotel licensees, sales of such liquor or malt or brewed 9 10 beverages may be made by said licensee at banquets, not 11 incidental to stadium activities, at which more than two thousand persons are scheduled to attend, and at functions 12 13 irrespective of attendance, which are directly related to stadia 14 purposes.

15 (h) Whenever a contract is terminated prior to the 16 expiration date provided in the contract between the city and 17 the concessionaire, the city may select and certify to the 18 [board] commission a different concessionaire which 19 concessionaire shall apply to the [board] <u>commission</u> for a new 20 license. If the applicant meets the requirements of the [board] 21 commission as herein provided a new license shall thereupon be 22 issued. If any stadium license is revoked, the [board] 23 commission shall issue a new license to any qualified applicant 24 without regard to the prohibition in section 471, against the 25 grant of a license at the same premises for a period of at least 26 one year.

Section 33. Section 408.3 of the act, amended December 16, 1982 (P.L.1359, No.311), is reenacted and amended to read: Section 408.3. Performing Arts Facilities.--(a) The [board] Commission is authorized to issue a license to one nonprofit 19870H1000B1366 - 69 - corporation operating a theater for the performing arts in each
 city of the first or second class which has seating

3 accommodations for at least twenty-seven hundred persons except 4 where prohibited by local option for the retail sale of liquor 5 and malt or brewed beverages by the glass, open bottle or other 6 container or in any mixture for consumption in any such theater 7 for the performing arts.

8 (a.1) The [board] commission is authorized to issue licenses 9 to operators of theaters for the performing arts, other than a 10 theater qualifying under subsection (a), which are permanently 11 located at a single site and which have seating accommodations, affixed to the theater structure, for at least twenty-eight 12 13 hundred persons except where prohibited by local option for the 14 retail sale of liquor and malt or brewed beverages by the glass, 15 open bottle, or other container or in any mixture for 16 consumption in any such theater for the performing arts.

17 The application for a performing arts facility license (b) may be filed at any time by a nonprofit corporation operating 18 such a theater for the performing arts or by a concessionaire 19 20 selected by such nonprofit corporation and shall conform with 21 all requirements for restaurant liquor licenses and applications 22 except as may otherwise be provided herein. Applicant shall submit such other information as the [board] commission may 23 24 require. Applications shall be in writing on forms prescribed by 25 the [board] commission and shall be signed and submitted to the [board] commission by the applicant. The filing fee shall 26 27 accompany the license application.

28 (b.1) A performing arts facility referred to in subsection 29 (a.1) must be in operation for a period of two (2) years before 30 it may file an application for a license. The application for a 19870H1000B1366 - 70 -

performing arts facility license may be filed at any time 1 2 thereafter by the operator or a concessionaire selected by the 3 operator of such theater for the performing arts and shall 4 conform with all requirements for restaurant liquor licenses and 5 applications except as may be otherwise provided herein. Applicants shall submit such other information as the [board] 6 commission may require. Applications shall be in writing on 7 forms prescribed by the [board] commission and shall be signed 8 and submitted to the [board] commission by the applicant. The 9 10 filing fee shall accompany the license application.

11 (b.2) The filing fee which is prescribed in clause (19) of 12 section 614-A of the act of April 9, 1929 (P.L.177, No.175), 13 known as "The Administrative Code of 1929," shall accompany the 14 license application filed under subsection (b) or (b.1).

15 (c) Upon receipt of the application in proper form and the 16 application fee and upon being satisfied that the applicant is 17 of good repute and financially responsible and that the proposed 18 place of business is proper, the [board] <u>commission</u> shall issue 19 a license to the applicant.

(d) The license shall be issued for the same period of time as provided for restaurant licenses and shall be renewed as provided in section 402. The license shall terminate upon revocation by the [board] <u>commission</u> or upon termination of the contract between the concessionaire and the operator of such theater for the performing arts.

(e) The annual fee for a performing arts facility shall accompany the application for the license and shall be as prescribed in clause (19) of section 614-A of "The Administrative Code of 1929." Whenever and if a concessionaire's contract terminates the license shall be returned to the [board] 19870H1000B1366 - 71 - <u>commission</u> for cancellation and a new license shall be issued to
 a new applicant.

3 (f) The penal sum of the bond which shall be filed by an 4 applicant for a performing arts facility pursuant to section 465 5 of the "Liquor Code" shall be two thousand dollars (\$2,000). (g) Sales by the holder of a performing arts facility 6 7 license may be made except to those persons prohibited under clause (1) of section 493 of this act on the premises of such a 8 9 theater for the performing arts during the hours expressed in 10 the code for the sale of liquor and malt and brewed beverages by 11 restaurant licensees, and the license may be used for such sales on Sundays between the hours of 1:00 P.M. and 10:00 P.M., 12 13 irrespective of the volume of food sales.

14 (g.1) Sales by the holder of a performing arts facility 15 license referred to in subsection (a.1) shall be further 16 restricted to the period of time beginning one (1) hour before 17 and ending one (1) hour after any presentation at the performing 18 arts facility.

19 (h) Whenever a contract with a concessionaire is terminated 20 prior to the expiration date provided in the contract between 21 such operator and the concessionaire, operator may select and 22 certify to the [board] commission a different concessionaire which concessionaire shall apply to the [board] commission for a 23 24 new license. If the applicant meets the requirements of the 25 [board] commission as herein provided a new license shall 26 thereupon be issued. If any such performing arts facility 27 license is revoked, the [board] commission shall issue a new license to any qualified applicant without regard to the 28 prohibition in section 471, against the grant of a license at 29 30 the same premises for a period of at least one (1) year. 19870H1000B1366 - 72 -

(i) Licenses issued under the provisions of this section
 shall not be subject to the quota restrictions of section 461 of
 this act.

4 (j) Performing arts facility licenses referred to in
5 subsection (a) shall not be subject to the provisions of section
6 404 except in so far as they relate to the reputation of the
7 applicant nor to the provisions of sections 461 and 463 nor to
8 the provisions of clause (10) of section 493 of the "Liquor
9 Code."

10 (j.1) Performing arts facilities referred to in subsection 11 (a.1) shall not be subject to the provisions of section 463 nor 12 to the provision requiring a special permit for dancing, 13 theatricals or floor shows of any sort, or moving pictures other 14 than television in clause (10) of section 493 of the "Liquor 15 Code."

16 (k) Sales under such licenses (including food sales) may be 17 limited by the licensee to patrons of the events scheduled in 18 the theater of the performing arts. Provided food is offered for 19 sale when sales are made under the license, such food may be 20 catered from off the premises.

21 Section 34. Section 408.4 of the act, amended July 11, 1980 22 (P.L.558, No.117), July 9, 1984 (P.L.659, No.137) and July 3, 1985 (P.L.134, No.36), is reenacted and amended to read: 23 24 Section 408.4. Special Occasion Permits.--(a) Upon 25 application of any hospital, church, synagogue, volunteer fire 26 company, bona fide sportsmen's club in existence for at least 27 ten years and upon payment of a fee of fifteen dollars (\$15) per day, the [board] commission shall issue a special occasion 28 29 permit good for a period of not more than five consecutive days. 30 Special occasion permits may also be issued to a museum operated 19870H1000B1366 - 73 -

by a nonprofit corporation in a city of the third class or a nonprofit corporation engaged in the performing arts in a city of the third class for a period of not more than six nonconsecutive or ten consecutive days at a fee of fifteen dollars (\$15) per day.

6 (b) In any city, borough, incorporated town or township in 7 which the sale of liquor and/or malt or brewed beverages has 8 been approved by the electorate, such special occasion permit 9 shall authorize the permittee to sell liquor and/or malt or 10 brewed beverages as the case may be to any adult person on any 11 day for which the permit is issued.

12 (c) Such special occasion permit shall only be valid for the 13 number of days stated in the permit. Only one permit may be 14 issued to any permittee during the year. Provided, that a museum 15 operated by a nonprofit corporation in a city of the third class 16 and a nonprofit corporation engaged in the performing arts in a 17 city of the third class may be issued no more than six permits 18 during the year, each permit being valid for only one day, or in the alternative, one permit valid for no more than a total of 19 20 ten consecutive days per year, which may be issued only during 21 the month of August. NOTWITHSTANDING THIS SUBSECTION, TWO 22 SPECIAL OCCASION PERMITS PER CALENDAR YEAR MAY BE ISSUED TO THE SAME HOSPITAL, CHURCH, SYNAGOGUE, VOLUNTEER FIRE COMPANY OR BONA 23 24 FIDE SPORTSMEN'S CLUB.

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(d) Such permits shall only be issued for use at a special event including, but not limited to bazaars, picnics and clambakes. The special event must be one which is used by the permittee as a means of raising funds for itself.

29 (d.1) The hours during which the holder of a special 30 occasion permit may sell liquor or malt or brewed beverages 19870H1000B1366 - 74 - 1 shall be limited to the hours set forth in section 406 which are 2 applicable to hotel and restaurant licensees. The hours during 3 which a nonprofit corporation engaged in the performing arts in 4 a city of the third class may sell liquor or malt or brewed 5 beverages pursuant to a special occasion permit shall be limited 6 to those hours set forth in section 408.3(g.1).

7 (d.2) At least forty-eight hours prior to the sale of any 8 liquor or malt or brewed beverages, the holder of a special 9 occasion permit shall notify the local police department, or in 10 the absence of a local police department, the Pennsylvania State 11 Police, of the times when and place where the sale of liquor or 12 malt or brewed beverages shall occur.

(e) The provisions of this section shall not be applicable
to any licensee now or hereafter possessing a caterer's license,
nor to any professional fund raiser.

(f) Any person selling liquor or malt or brewed beverages in violation of this section shall, upon summary conviction, be sentenced to pay a fine of two hundred fifty dollars (\$250) for the first offense and a fine of five hundred dollars (\$500) for each subsequent offense. This fine shall be in addition to any other penalty imposed by law for the illegal sale of malt or brewed beverages.

23 Section 35. Section 408.5 of the act, amended July 9, 1976 24 (P.L.527, No.125), is reenacted and amended to read: 25 Section 408.5. Licenses for City-owned Art Museums, Cities 26 First Class and Art Museums Maintained by Certain Non-profit 27 Corporations in Cities of the Second Class.--(a) The [board] 28 <u>commission</u> is authorized to issue a license in any city of the first class for the retail sale of liquor and malt or brewed 29 30 beverages by the glass, open bottles or other container, and in 19870H1000B1366 - 75 -

any mixture, for consumption in any city-owned art museum or in 1 any art museum maintained by a non-profit corporation in cities 2 3 of the second class. For the purpose of this section "non-profit 4 corporation" shall mean a corporation organized under the nonprofit corporation laws for the benefit of the public and not 5 for the mutual benefit of its members, and which maintains an 6 art museum having a floor area of not less than one hundred 7 thousand square feet in one building. 8

The application for a license may be filed at any time 9 (b) 10 by the city, the non-profit corporation or lessee. The 11 application may also be filed by a concessionaire selected and certified by the city or the non-profit corporation. The 12 13 application shall conform with all requirements for restaurant 14 liquor licenses and applications except as may otherwise be 15 provided herein. Applicant shall submit such other information 16 as the may require. The application shall be in writing on forms 17 prescribed by the and shall be signed and submitted to the by 18 the applicant. A filing fee of twenty dollars (\$20) shall 19 accompany the license application.

(c) Upon receipt of the application in proper form with the application fee and upon being satisfied that the applicant is of good repute and financially responsible and that the proposed place of business is proper, the shall issue a license to the applicant.

(d) The license shall be issued for the same period of time as provided for restaurant licensees and shall be renewed as provided in section 402. The license shall terminate upon revocation by the or upon termination of the lease or upon termination of the contract between the concessionaire and the city or the non-profit corporation.

19870H1000B1366

- 76 -

1 (g) Sales by the holder of an art museum license may be made 2 except to those persons prohibited by this act on premises used 3 for art museum purposes, but such sales may not be made beyond 4 the hours expressed in this act for the sale of liquor by 5 restaurant licenses. However, sales of liquor or malt or brewed beverages may be made by an art museum licensee at banquets at 6 which more than five hundred persons are scheduled to attend and 7 at any other function which is directly related to art museum 8 9 purposes.

10 (h) Whenever a lease or a concession contract is terminated 11 prior to the expiration date provided in the lease or contract 12 between the city or the non-profit corporation and the tenant or 13 concessionaire, the city or the non-profit corporation may 14 select and certify to the [board] commission a different 15 licensee or concessionaire who may then apply to the [board] 16 commission for a new license. If the applicant meets the 17 requirements of the [board] commission as herein provided a new 18 license shall thereupon be issued.

(i) If the [board] <u>commission</u> shall revoke any art museum license, the [board] <u>commission</u> shall issue a new license to any qualified applicant without regard to the prohibition in section 471 against the grant of a license at the same premises for a period of at least one year.

(i.1) Any renewal of a license presently held by a cityowned art museum in a city of the first class shall be accomplished by the purchase of a license from an existing licensee.

28 (i.2) An art museum maintained by a non-profit corporation 29 or corporations in a city of the second class which obtains 30 approval of its application for a license from the [board] 19870H1000B1366 - 77 - 1 commission shall purchase a license from an existing licensee.

(j) The provisions of this act shall supersede or exempt any provision of the Liquor Code which would prevent the issuance of a license for the retail sale of liquor and malt or brewed beverages upon any premises owned by the city of the first class or by a non-profit corporation in a city of the second class used for art museum purposes.

8 Section 36. Section 408.6 of the act, added July 11, 1980 9 (P.L.558, No.117), is reenacted and amended to read: 10 Section 408.6. Performing Arts Facilities in Third Class 11 <u>Cities</u>.--(a) The [board] <u>commission</u> is authorized to issue a 12 restaurant liquor license to a nonprofit corporation or to a 13 concessionaire selected by such nonprofit corporation in any 14 city of the third class for the retail sale of liquor and malt 15 or brewed beverages by the glass, open bottles or other 16 container or in any mixture for consumption on any city-owned premises utilized as a nonprofit performing arts facility or any 17 18 other premises utilized as a nonprofit performing arts facility 19 where there is an available seating capacity within the premises of one thousand or more: Provided, however, That no sale or 20 21 consumption of such beverages shall take place on any portions 22 of such premises other than service areas approved by the 23 [board] commission.

24 (b) An application for the issuance may be filed at any time 25 by a nonprofit corporation operating such a theater for the 26 performing arts or by a concessionaire selected by such 27 nonprofit corporation. Any such license granted under these provisions need not conform to the requirements of the act 28 29 relating to restaurant liquor licenses, except as provided 30 herein. Applicant shall submit such other information as the 19870H1000B1366 - 78 -

[board] <u>commission</u> may require. Applications shall be in writing on forms prescribed by the [board] <u>commission</u> and shall be signed and submitted to the [board] <u>commission</u> by the applicant. The filing fee which shall accompany the license application shall be thirty dollars (\$30).

(c) Upon receipt of the application in proper form and the 6 7 application fee and upon being satisfied that the applicant is of good repute and financially responsible and that the proposed 8 9 place of business is proper, the [board] <u>commission</u> shall issue 10 the restaurant liquor license for the performing arts facility. 11 The license shall be issued for the same period of time (d) as provided for restaurant licenses and shall be renewed as 12 provided in section 402. The license shall terminate upon 13 14 revocation by the [board] commission or upon termination and 15 nonrenewal of the contract between the concessionaire and such nonprofit corporation. 16

17 (e) The annual fee for a performing arts facility shall be 18 as provided in section 405 and shall accompany the application 19 for the license. Whenever and if a concessionaire's contract 20 terminates and is not renewed the license shall be returned to 21 the for cancellation but the [board] <u>commission</u> may issue a 22 restaurant liquor license to a subsequent applicant.

(f) The penal sum of the bond which shall be filed by an applicant for a performing arts facility pursuant to section 465 shall be two thousand dollars (\$2,000).

(g) Sales by the holder of a performing arts facility
license may be made except to those persons prohibited under
clause (1) of section 493 on [board-approved] <u>commission-</u>
<u>approved</u> service areas of the premises of such a facility for
the performing arts during the hours in which the performance is
19870H1000B1366 - 79 -

being held and up to one hour before the scheduled opening and one hour after the scheduled closing, but such sales may not be made beyond the hours expressed in the code for the sale of liquor and malt or brewed beverages by restaurant licensees: Provided, however, That such sales may be made on Sunday between the hours of one o'clock postmeridian and ten o'clock postmeridian, irrespective of the volume of food sales.

8 (h) Whenever a contract with a concessionaire is terminated 9 prior to the expiration date provided in the contract between 10 such nonprofit corporation and the concessionaire and is not 11 renewed, such nonprofit corporation may apply to the [board] commission for the issuance of a restaurant liquor license or 12 13 may select and certify to the [board] commission a different 14 concessionaire which concessionaire shall apply to the for the 15 issuance of a restaurant liquor license. If the applicant meets 16 the requirements of the [board] commission as herein provided, the issuance shall thereupon occur. If any such performing arts 17 18 facility license is revoked, the [board] commission shall issue a new license to any qualified applicant without regard to the 19 20 prohibition in section 471, against the grant of a license at 21 the same premises for a period of at least one year.

(i) Licenses issued under the provisions of this section
shall not be subject to the quota restrictions of section 461.
(j) Performing arts licenses shall not be subject to the
provisions of section 404 except insofar as they relate to the
reputation of the applicant nor to the provisions of sections
461 and 463, nor to the provisions of clause (10) of section
493.

29 (k) Sales under such licenses (including food sales) may be 30 limited by the licensee to patrons of the events scheduled in 19870H1000B1366 - 80 - the facility of the performing arts. Provided food is offered
 for sale when sales are made under the license, such food may be
 catered from off the premises.

4 Section 37. Section 408.7 of the act, added December 12, 5 1980 (P.L.1195, No.221), is reenacted and amended to read: 6 Section 408.7. Performing Arts Facilities in First and Second Class Cities.--(a) The [board] commission is authorized 7 8 to transfer a restaurant liquor license purchased by any person or by a concessionaire selected by such person in any city of 9 10 the first or second class for the retail sale of liquor and malt 11 or brewed beverages by the glass, open bottles or other container or in any mixture for consumption on any city-owned 12 13 premises utilized as a performing arts facility or any other 14 premise utilized as a performing arts facility where there is an 15 available seating capacity within the premises of one thousand 16 or more: Provided, however, That no sale or consumption of such 17 beverages shall take place on any portions of such premises 18 other than service areas approved by the [board] commission. 19 (b) An application for transfer may be filed at any time by 20 a person operating such a theater for the performing arts or by 21 a concessionaire selected by such person. Any such license 22 granted under these provisions need not conform to the requirements of the act relating to restaurant liquor licenses, 23 except as provided herein. Applicant shall submit such other 24 25 information as the [board] commission may require. Applications 26 shall be in writing on forms prescribed by the [board] commission and shall be signed and submitted to the [board] 27 28 commission by the applicant. The filing fee which shall 29 accompany the license transfer application shall be thirty 30 dollars (\$30).

19870H1000B1366

- 81 -

1 (c) Upon receipt of the application in proper form and the 2 application fee and upon being satisfied that the applicant is 3 of good repute and financially responsible and that the proposed 4 place of business is proper, the [board] <u>commission</u> shall 5 transfer the restaurant liquor license for the performing arts 6 facility.

7 (d) The license shall be transferred for the same period of 8 time as provided for restaurant licenses and shall be renewed as 9 provided in section 402. The license shall terminate upon 10 revocation by the [board] <u>commission</u> or upon termination and 11 nonrenewal of the contract between the concessionaire and such 12 person.

13 (e) The annual fee for a performing arts facility shall be 14 as provided in section 405 and shall accompany the application 15 for the license. Whenever and if a concessionaire's contract 16 terminates and is not renewed the license shall be returned to 17 the for cancellation and the [board] commission may transfer a 18 restaurant liquor license purchased by a subsequent applicant. 19 (f) The penal sum of the bond which shall be filed by an 20 applicant for a performing arts facility pursuant to section 465 21 shall be two thousand dollars (\$2,000).

22 (g) Sales by the holder of a performing arts facility license may be made except to those persons prohibited under 23 clause (1) of section 493 on [board-approved] commission-24 25 approved service areas of the premises of such a facility for 26 the performing arts during the hours in which the performance is 27 being held and up to one hour before the scheduled opening and 28 one hour after the scheduled closing, but such sales may not be 29 made beyond the hours expressed in the code for the sale of 30 liquor and malt or brewed beverages by restaurant licensees: 19870H1000B1366 - 82 -

Provided, however, That such sales may be made on Sunday between
 the hours of one o'clock postmeridian and ten o'clock
 postmeridian, irrespective of the volume of food sales.

4 (h) Whenever a contract with a concessionaire is terminated 5 prior to the expiration date provided in the contract between such person and the concessionaire and is not renewed, such 6 person may apply to the [board] commission for the transfer of a 7 restaurant liquor license purchased by such person, or may 8 9 select and certify to the [board] <u>commission</u> a different 10 concessionaire which concessionaire shall apply to the [board] 11 commission for the transfer of a restaurant liquor license purchased by such concessionaire. If the applicant meets the 12 13 requirements of the [board] commission as herein provided, a 14 transfer shall thereupon occur. If any such performing arts 15 facility license is revoked, the [board] commission shall 16 transfer a license for any qualified applicant who has purchased 17 a restaurant liquor license without regard to the prohibition in 18 section 471, against the grant of a license at the same premises 19 for a period of at least one year.

(i) Performing arts licenses shall not be subject to the
provisions of section 404 except insofar as they relate to the
reputation of the applicant nor to the provisions of section
463, nor to the provisions of clause (10) of section 493.

(j) Sales under such licenses (including food sales) may be limited by the licensee to portions of the events scheduled in the facility of the performing arts. Provided food is offered for sale when sales are made under the license, such food may be catered from off the premises.

29 Section 38. Section 408.8 of the act, added December 17, 30 1982 (P.L.1390, No.319), is reenacted and amended to read: 19870H1000B1366 - 83 -

1 Section 408.8. Trade Shows and Convention Licenses; Cities of the Third Class.--(a) The [board] <u>commission</u> is authorized 2 3 to issue a restaurant liquor license to a nonprofit corporation or to a concessionaire selected by such nonprofit corporation in 4 5 any city of the third class for the retail sale of liquor and malt or brewed beverages by the glass, open bottles or other 6 7 container or in any mixture for consumption on any city-owned premises customarily used or available for use for trade shows 8 and conventions with a capacity within the premises for one 9 10 thousand people or more: Provided, however, That no sale or 11 consumption of such beverages shall take place on any portions of such premises other than service areas approved by the 12 [board] commission. 13

14 An application for the issuance may be filed at any time (b) 15 by a nonprofit corporation operating such a facility for trade 16 shows or conventions or by a concessionaire selected by such nonprofit corporation. Any such license granted under these 17 18 provisions need not conform to the requirements of the act relating to restaurant liquor licenses, except as provided 19 20 herein. Applicant shall submit such other information as the 21 [board] commission may require. Applications shall be in writing 22 on forms prescribed by the [board] commission and shall be signed and submitted to the [board] <u>commission</u> by the applicant. 23 24 The filing fee which shall accompany the license application 25 shall be thirty dollars (\$30).

(c) Upon receipt of the application in proper form and the application fee, and upon being satisfied that the applicant is of good repute and financially responsible and that the proposed place of business is proper, the [board] <u>commission</u> shall issue the restaurant liquor license for the trade show or convention 19870H1000B1366 - 84 - 1 facility.

2 (d) The license shall be issued for the same period of time 3 as provided for restaurant licenses and shall be renewed as 4 provided in section 402. The license shall terminate upon 5 revocation by the [board] <u>commission</u> or upon termination and 6 nonrenewal of the contract between the concessionaire and such 7 nonprofit corporation.

8 (e) The annual fee for a trade show or convention facility 9 shall be as provided in section 405 and shall accompany the 10 application for the license. Whenever and if a concessionaire's 11 contract terminates and is not renewed, the license shall be 12 returned to the [board] <u>commission</u> for cancellation but the 13 [board] <u>commission</u> may issue a restaurant liquor license to a 14 subsequent application.

(f) The penal sum of the bond which shall be filed by an applicant for a trade show or convention facility pursuant to section 465 shall be two thousand dollars (\$2,000).

18 Sales by the holder of a trade show or convention (q) facility license may be made except to those persons prohibited 19 20 under clause (1) of section 493 on [board-approved] commissionapproved service areas of the premises of such a facility for 21 22 trade shows or conventions during the hours in which the trade 23 show or convention is being held and up to one hour before the 24 scheduled opening and one hour after the scheduled closing, but 25 such sales may not be made beyond the hours expressed in the 26 code for the sale of liquor and malt or brewed beverages by restaurant licensees: Provided, however, That such sales may be 27 made on Sunday between the hours of one o'clock postmeridian and 28 ten o'clock postmeridian, irrespective of the volume of food 29 sales. 30

19870H1000B1366

- 85 -

1 Whenever a contract with a concessionaire is terminated (h) prior to the expiration date provided in the contract between 2 3 such nonprofit corporation and the concessionaire and is not 4 renewed, such nonprofit corporation may apply to the [board] 5 commission for the issuance of a restaurant liquor license or may select and certify to the [board] commission a different 6 concessionaire which concessionaire shall apply to the [board] 7 8 commission for issuance of a restaurant liquor license. If the applicant meets the requirements of the [board] commission as 9 10 herein provided, the issuance shall thereupon occur. If any such 11 trade show or convention license is revoked, the [board] commission shall issue a new license to any qualified applicant 12 13 without regard to the prohibition in section 471 against the 14 grant of a license at the same premises for a period of at least 15 one year.

(i) Licenses issued under the provisions of this section
shall not be subject to the quota restrictions of section 461.
(j) Trade show or convention licenses shall not be subject
to the provisions of section 404 except insofar as they relate
to the reputation of the applicant nor to the provisions of
sections 461 and 463 nor to the provisions of clause (10) of
section 493.

(k) Sales under such licenses (including food sales) may be limited by the licensee to patrons of the events scheduled in the facility for trade shows or conventions. Provided food is offered for sale when sales are made under the license, such food may be catered from off the premises.

Section 39. Section 408.9 of the act, added May 9, 1984 (P.L.246, No.54), is reenacted and amended to read:

30 Section 408.9. Stadium and Restaurant Licenses in Third 19870H1000B1366 - 86 -

Class Cities. -- The [board] commission is authorized to issue one 1 restaurant license in any city of the third class for the retail 2 sale of liquor and malt or brewed beverages by the glass, open 3 bottles or other containers, and in any mixture, for consumption 4 5 in any restaurant which is located not more than one thousand feet from a stadium which has a seating capacity of five 6 thousand persons, situate on the same lot or parcel of land not 7 less than twenty-five acres in size with no intervening public 8 9 thoroughfare between the restaurant and the stadium.

Section 40. Section 409 of the act, amended February 17, 11 1956 (1955 P.L.1078, No.349) and September 28, 1961 (P.L.1728, No.702), is reenacted and amended to read:

13 Section 409. Sacramental Wine Licenses; Fees; Privileges; 14 Restrictions.--(a) Subject to the provisions of this act in 15 general and more particularly to the following provisions of 16 this section, the [board] <u>commission</u> shall issue sacramental 17 wine licenses to qualified applicants.

18 (b) Every applicant for a sacramental wine license shall file a written application with the [board] commission in such 19 20 form as the [board] commission shall from time to time 21 prescribe, which shall be accompanied by a filing fee of twenty 22 dollars (\$20), a license fee of one hundred dollars, and a bond as hereinafter prescribed. Every such application shall contain 23 24 a description of the premises for which the applicant desires a 25 license and shall set forth such other material information as may be required by the [board] commission. 26

(c) If the applicant is a natural person, his application must show that he is a citizen of the United States and a resident of this Commonwealth. If the applicant is an association or partnership, each and every member of the 19870H1000B1366 - 87 - association or partnership must be a citizen of the United
 States and a resident of this Commonwealth. If the applicant is
 a corporation, the application must show that the corporation
 was created under the laws of Pennsylvania or holds a
 certificate of authority to transact business in Pennsylvania,
 and that all officers, directors and stockholders are citizens
 of the United States.

8 Holders of such licenses may purchase from manufacturers (d) 9 or bring or import into this Commonwealth wine to be used for 10 sacramental or religious purposes only, and bottle and sell the 11 same to priests, clergymen and rabbis for use in the cathedral, church, synagogue or temple, or for sustaining members of the 12 13 congregation or members of the faith who attend religious 14 services, duly certified by such priests, clergymen or rabbis. 15 The sale and use of wine for sacramental or religious purposes 16 shall be subject to and in accordance with the regulations of 17 the [board] commission.

(e) Any wine purchased under the authority of this section
shall not be used for any other than sacramental or religious
purposes. Sacramental wine may not be sold by any person except
the holder of a sacramental wine license.

22 Every sacramental wine licensee shall maintain on the (f) 23 licensed premises such records as the [board] commission may prescribe. No deliveries of sacramental wine shall be made 24 25 unless and until an order therefor is on file at the principal 26 place of business in Pennsylvania. All shipments into 27 Pennsylvania of wine to be used for sacramental or religious 28 purposes shall be consigned to the principal place of business maintained by the licensee. 29

30 (g) Any such license may be suspended or revoked by the 19870H1000B1366 - 88 - [board] <u>commission</u> upon proof satisfactory to it that the licensee has violated any law of this Commonwealth or any regulation of the [board] <u>commission</u> relating to liquor and alcohol. The procedure in such cases shall be the same as for the revocation and suspension of hotel, restaurant and club licenses.

7 Section 41. Section 410 of the act, amended September 28, 8 1961 (P.L.1728, No.702), is reenacted and amended to read: 9 Section 410. Liquor Importers' Licenses; Fees; Privileges; 10 Restrictions.--(a) Subject to the provisions of this act in 11 general and more particularly to the following provisions of 12 this section, the [board] <u>commission</u> shall issue liquor 13 importers' licenses to qualified applicants.

14 Every applicant for an importer's license shall file a (b) 15 written application with the [board] commission in such form as 16 the shall from time to time prescribe, which shall be accompanied by a filing fee of twenty dollars (\$20), a license 17 18 fee of one hundred dollars, and a bond as hereinafter required. Every such application shall contain a description of the 19 20 principal place of business for which the applicant desires a license and shall set forth such other material information as 21 22 may be required by the [board] commission.

23 (c) The holder of an importer's license may have included in 24 such license one warehouse wherein only his liquor may be kept 25 and stored, located in the same municipality in which his 26 licensed premises is situate, and not elsewhere, unless such licensee secures from the [board] commission a license for each 27 28 additional storage warehouse desired. The [board] commission is 29 authorized and empowered to issue to a holder of an importer's 30 license a license for an additional storage warehouse or 19870H1000B1366 - 89 -

warehouses located in this Commonwealth, provided such licensed 1 importer files with the [board] commission a separate 2 3 application for each warehouse in such form and containing such 4 information as the [board] commission may from time to time 5 require, accompanied by a filing fee of twenty dollars (\$20), a license fee of twenty-five dollars, and a bond of an approved 6 surety company in the amount of ten thousand dollars. Such bond 7 shall contain the same provisions and conditions as are required 8 in the other license bonds under this article. 9

10 (d) If the applicant is a natural person, his application 11 must show that he is a citizen of the United States and a resident of this Commonwealth. If the applicant is an 12 13 association or partnership, each and every member of the 14 association or partnership must be a citizen of the United 15 States and a resident of this Commonwealth. If the applicant is 16 a corporation, the application must show that the corporation 17 was created under the laws of Pennsylvania or holds a 18 certificate of authority to transact business in Pennsylvania, 19 and that all officers, directors and stockholders are citizens 20 of the United States.

Importers' licenses shall permit the holders thereof to 21 (e) 22 bring or import liquor from other states, foreign countries, or insular possessions of the United States, and purchase liquor 23 24 from manufacturers located within this Commonwealth, to be sold 25 outside of this Commonwealth or to Pennsylvania Liquor Stores 26 within this Commonwealth, or when in original containers of ten 27 gallons or greater capacity, to licensed manufacturers within 28 this Commonwealth.

All importations of liquor into Pennsylvania by the licensed importer shall be consigned to the [Pennsylvania Liquor Control 19870H1000B1366 - 90 - Board] <u>commission</u> or the principal place of business or
 authorized place of storage maintained by the licensee.

3 (f) Every importer shall maintain on the licensed premises 4 such records as the [board] <u>commission</u> may prescribe. Any such 5 license may be suspended or revoked by the [board] commission upon proof satisfactory to it that the licensee has violated any 6 7 law of this Commonwealth or any regulation of the [board] commission relating to liquor and alcohol. The procedure in such 8 cases shall be the same as for the revocation and suspension of 9 10 hotel, restaurant and club licenses.

Section 42. Section 411 of the act, amended July 9, 1976 (P.L.963, No.188), is reenacted to read:

13 Section 411. Interlocking Business Prohibited.--(a) No 14 manufacturer and no officer or director of any manufacturer 15 shall at the same time be a holder of a hotel, restaurant or 16 club liquor license, nor be the owner, proprietor or lessor of 17 any place covered by any hotel, restaurant or club liquor 18 license.

(b) No manufacturer, importer or sacramental wine licensee, and no officer or director of a manufacturer, importer or sacramental wine licensee shall own any stock or have any financial interest in any hotel or restaurant licensed under this act.

(c) Excepting as herein provided, no manufacturer, or 24 25 officer, director, stockholder, agent or employe of a 26 manufacturer shall in any wise be interested, either directly or 27 indirectly, in the ownership or leasehold of any property or the 28 equipment of any property or any mortgage lien against the same, 29 for which a hotel, restaurant or club license is granted; nor shall a manufacturer, importer or sacramental wine licensee, or 30 19870H1000B1366 - 91 -

officer, director, stockholder, agent or employe of a 1 2 manufacturer, importer or sacramental wine licensee, either 3 directly or indirectly, lend any moneys, credit, or give 4 anything of value or the equivalent thereof to, or guarantee the 5 payment of any bond, mortgage, note or other obligation of, any hotel, restaurant or club licensee, his servant, agent or 6 employe, for equipping, fitting out, or maintaining and 7 conducting, either in whole or in part, a hotel, restaurant or 8 club licensed for the selling of liquor for use and consumption 9 10 upon the premises.

11 (d) Excepting as herein provided, no hotel licensee, restaurant licensee or club licensee, and no officer, director, 12 13 stockholder, agent or employe of any such licensee shall in any 14 wise be interested, either directly or indirectly, in the 15 ownership or leasehold of any property or the equipment of any 16 property or any mortgage lien against the same, used by a 17 manufacturer in manufacturing liquor or malt or brewed 18 beverages; nor shall any hotel, restaurant or club licensee, or any officer, director, stockholder, agent or employe of any such 19 20 licensee, either directly or indirectly, lend any moneys, 21 credit, or give anything of value or the equivalent thereof, to 22 any manufacturer for equipping, fitting out, or maintaining and 23 conducting, either in whole or in part, an establishment used 24 for the manufacture of liquor or malt or brewed beverages. 25 (e) Except as herein provided, no hotel, restaurant, retail

26 dispenser or club licensee, and no officer, director or 27 stockholder, agent or employe of any such licensee shall in any 28 wise be interested, directly or indirectly, in the ownership or 29 leasehold of any property or the equipment of any property or 30 any mortgage lien against the same, used by a distributor, 19870H1000B1366 - 92 -

importing distributor, or by an importer or sacramental wine 1 licensee, in the conduct of his business; nor shall any hotel, 2 restaurant, retail dispenser or club licensee, or any officer, 3 4 director, stockholder, agent or employe of any such licensee, 5 either directly or indirectly, lend any moneys, credit, or give anything of value or the equivalent thereof, to any distributor, 6 importing distributor, importer or sacramental wine licensee, 7 for equipping, fitting out, or maintaining and conducting, 8 either in whole or in part, an establishment used in the conduct 9 10 of his business.

11 The purpose of this section is to require a separation of the financial and business interests between manufacturers and 12 13 holders of hotel or restaurant liquor licenses and, as herein provided, of club licenses, issued under this article, and no 14 15 person shall, by any device whatsoever, directly or indirectly, 16 evade the provisions of the section. But in view of existing 17 economic conditions, nothing contained in this section shall be 18 construed to prohibit the ownership of property or conflicting 19 interest by a manufacturer of any place occupied by a licensee 20 under this article after the manufacturer has continuously owned 21 and had a conflicting interest in such place for a period of at 22 least five years prior to July eighteenth, one thousand nine hundred thirty-five: Provided, however, That this clause shall 23 24 not prohibit any hotel, restaurant or club liquor licensee from 25 owning land which is leased to, and the buildings thereon owned 26 by, a holder of a retail dispenser's license; and nothing in 27 this clause shall prevent the issuance of a retail dispenser's 28 license to a lessee of such lands who owns the buildings thereon: And, provided further, That nothing contained in this 29 30 section shall be construed to prohibit any hotel, restaurant, 19870H1000B1366 - 93 -

retail dispenser or club licensee or any officer, director or 1 2 stockholder, agent or employe of any such licensee from having a 3 financial or other interest, directly or indirectly in the 4 ownership or leasehold of any property or the equipment of any 5 property or any mortgage lien against same, used, leased by an importer or sacramental wine licensee for the exclusive purpose 6 of maintaining commercial offices and on the condition that said 7 property is not used for the storage or sale of liquor or malt 8 9 or brewed beverages in any quantity.

10 Section 43. The heading of Subdivision (B) of Article IV of 11 the act is reenacted to read:

(B) Malt and Brewed Beverages (Including Manufacturers).
Section 44. Section 431 of the act, amended August 17, 1965
(P.L.346, No.182), October 9, 1967 (P.L.395, No.179), May 5,
1970 (P.L.342, No.110) and June 22, 1980 (P.L.253, No.73), is
reenacted and amended to read:

Section 431. Malt and Brewed Beverages Manufacturers', 17 18 Distributors' and Importing Distributors' Licenses.--(a) The 19 [board] commission shall issue to any person a resident of this 20 Commonwealth of good repute who applies therefor, pays the license fee hereinafter prescribed, and files the bond 21 22 hereinafter required, a manufacturer's license to produce and 23 manufacture malt or brewed beverages, and to transport, sell and 24 deliver malt or brewed beverages at or from one or more places 25 of manufacture or storage, only in original containers, in 26 quantities of not less than a case of twenty-four containers, 27 each container holding seven fluid ounces or more, or a case of 28 twelve containers, each container holding twenty-four fluid 29 ounces or more, except original containers containing one 30 hundred twenty-eight ounces or more which may be sold separately 19870H1000B1366 - 94 -

anywhere within the Commonwealth. Licenses for places of storage 1 2 shall be limited to those maintained by manufacturers on July 3 eighteenth, one thousand nine hundred thirty-five, and the 4 [board] commission shall issue no licenses for places of storage 5 in addition to those maintained on July eighteenth, one thousand nine hundred thirty-five. The application for such license shall 6 be in such form and contain such information as the [board] 7 8 commission shall require. All such licenses shall be granted for 9 the calendar year. Every manufacturer shall keep at his or its 10 principal place of business, within the Commonwealth daily 11 permanent records which shall show, (1) the quantities of raw materials received and used in the manufacture of malt or brewed 12 13 beverages and the quantities of malt or brewed beverages manufactured and stored, (2) the sales of malt or brewed 14 15 beverages, (3) the quantities of malt or brewed beverages stored 16 for hire or transported for hire by or for the licensee, and (4) 17 the names and addresses of the purchasers or other recipients 18 thereof. Every place licensed as a manufacturer shall be subject 19 to inspection by members of the [board] commission or by persons 20 duly authorized and designated by the [board] <u>commission</u>, at any 21 and all times of the day or night, as they may deem necessary, for the detection of violations of this act or of the rules and 22 23 regulations of the [board] commission, or for the purpose of ascertaining the correctness of the records required to be kept 24 25 by licensees. The books and records of such licensees shall at 26 all times be open to inspection by members of the [board] 27 commission or by persons duly authorized and designated by the 28 [board] commission. Members of the [board] commission and its 29 duly authorized agents shall have the right, without hindrance, 30 to enter any place which is subject to inspection hereunder or - 95 -19870H1000B1366

any place where such records are kept for the purpose of making
 such inspections and making transcripts thereof.

3 The [board] commission shall issue to any reputable (b) 4 person who applies therefor, pays the license fee hereinafter 5 prescribed, and files the bond hereinafter required, a distributor's or importing distributor's license for the place 6 which such person desires to maintain for the sale of malt or 7 8 brewed beverages, not for consumption on the premises where 9 sold, and in quantities of not less than twenty-four containers, 10 each container holding seven fluid ounces or more, or twelve 11 containers, each container holding twenty-four fluid ounces or more, except original containers containing one hundred twenty-12 13 eight ounces or more which may be sold separately and such 14 containers to be the original containers as prepared for the 15 market by the manufacturer at the place of manufacture[: And 16 provided further, That the {board] commission. ADDITIONALLY, A 17 DISTRIBUTOR MAY SELL A QUANTITY OF 24 CONTAINERS, ALL OF THE 18 SAME UNIT SIZE, BUT CONTAINING DIFFERENT BRANDS OF MALT OR 19 BREWED BEVERAGES, MIXED IN UNIT COMBINATIONS OF SIX OF THE SAME 20 BRAND. THE COMMISSION shall have the discretion to refuse a 21 license to any person or to any corporation, partnership or 22 association if such person, or any officer or director of such 23 corporation, or any member or partner of such partnership or 24 association shall have been convicted or found guilty of a 25 felony within a period of five years immediately preceding the 26 date of application for the said license[.]: AND PROVIDED 27 FURTHER, THAT IN THE CASE OF ANY NEW LICENSE OR THE TRANSFER OF 28 ANY LICENSE TO A NEW LOCATION THE COMMISSION MAY, IN ITS DISCRETION, GRANT OR REFUSE SUCH NEW LICENSE OR TRANSFER IF SUCH 29 30 PLACE PROPOSED TO BE LICENSED IS WITHIN THREE HUNDRED FEET OF 19870H1000B1366 - 96 -

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1 ANY CHURCH, HOSPITAL, CHARITABLE INSTITUTION, SCHOOL OR PUBLIC 2 PLAYGROUND, OR IF SUCH NEW LICENSE OR TRANSFER IS APPLIED FOR A 3 PLACE WHICH IS WITHIN TWO HUNDRED FEET OF ANY OTHER PREMISES 4 WHICH IS LICENSED BY THE COMMISSION, OR IF SUCH NEW LICENSE OR 5 TRANSFER IS APPLIED FOR A PLACE WHERE THE PRINCIPAL BUSINESS IS 6 THE SALE OF LIQUID FUELS AND OIL: AND PROVIDED FURTHER, THAT THE 7 COMMISSION SHALL REFUSE ANY APPLICATION FOR A NEW LICENSE OR THE 8 TRANSFER OF ANY LICENSE TO A NEW LOCATION IF, IN THE 9 COMMISSION'S OPINION, SUCH NEW LICENSE OR TRANSFER WOULD BE 10 DETRIMENTAL TO THE WELFARE, HEALTH, PEACE AND MORALS OF THE 11 INHABITANTS OF THE NEIGHBORHOOD WITHIN A RADIUS OF FIVE HUNDRED 12 FEET OF THE PLACE PROPOSED TO BE LICENSED. THE COMMISSION SHALL 13 REQUIRE NOTICE TO BE POSTED ON THE PROPERTY OR PREMISES UPON 14 WHICH THE LICENSEE OR PROPOSED LICENSEE WILL ENGAGE IN SALES OF 15 MALT OR BREWED BEVERAGES. THIS NOTICE SHALL BE SIMILAR TO THE 16 NOTICE REQUIRED OF HOTEL, RESTAURANT AND CLUB LIQUOR LICENSEES. 17 Except as hereinafter provided, such license shall authorize 18 the holder thereof to sell or deliver malt or brewed beverages 19 in quantities above specified anywhere within the Commonwealth 20 of Pennsylvania, which, in the case of distributors, have been 21 purchased only from persons licensed under this act as 22 manufacturers or importing distributors, and in the case of 23 importing distributors, have been purchased from manufacturers 24 or persons outside this Commonwealth engaged in the legal sale 25 of malt or brewed beverages or from manufacturers or importing 26 distributors licensed under this article.

Each out of State manufacturer of malt or brewed beverages whose products are sold and delivered in this Commonwealth shall give distributing rights for such products in designated geographical areas to specific importing distributors, and such - 97 -

importing distributor shall not sell or deliver malt or brewed 1 2 beverages manufactured by the out of State manufacturer to any person issued a license under the provisions of this act whose 3 4 licensed premises are not located within the geographical area 5 for which he has been given distributing rights by such manufacturer: Provided, That the importing distributor holding 6 such distributing rights for such product shall not sell or 7 deliver the same to another importing distributor without first 8 9 having entered into a written agreement with the said secondary 10 importing distributor setting forth the terms and conditions 11 under which such products are to be resold within the territory granted to the primary importing distributor by the 12 13 manufacturer.

14 When a Pennsylvania manufacturer of malt or brewed beverages 15 licensed under this article names or constitutes a distributor 16 or importing distributor as the primary or original supplier of 17 his product, he shall also designate the specific geographical 18 area for which the said distributor or importing distributor is given distributing rights, and such distributor or importing 19 20 distributor shall not sell or deliver the products of such 21 manufacturer to any person issued a license under the provisions 22 of this act whose licensed premises are not located within the geographical area for which distributing rights have been given 23 24 to the distributor and importing distributor by the said 25 manufacturer: Provided, That the importing distributor holding 26 such distributing rights for such product shall not sell or 27 deliver the same to another importing distributor without first having entered into a written agreement with the said secondary 28 importing distributor setting forth the terms and conditions 29 30 under which such products are to be resold within the territory 19870H1000B1366 - 98 -

granted to the primary importing distributor by the 1 manufacturer. Nothing herein contained shall be construed to 2 prevent any manufacturer from authorizing the importing 3 4 distributor holding the distributing rights for a designated 5 geographical area from selling the products of such manufacturer to another importing distributor also holding distributing 6 7 rights from the same manufacturer for another geographical area, providing such authority be contained in writing and a copy 8 9 thereof be given to each of the importing distributors so 10 affected.

11 (c) The aforesaid licenses shall be issued only to reputable 12 individuals, partnerships and associations who are, or whose 13 members are, citizens of the United States and have for two 14 years prior to the date of their applications been residents of 15 the Commonwealth of Pennsylvania or to reputable corporations 16 organized or duly registered under the laws of the Commonwealth 17 of Pennsylvania. Such licenses shall be issued to corporations 18 duly organized or registered under the laws of the Commonwealth 19 of Pennsylvania only when it appears that all of the officers 20 and directors of the corporation are citizens of the United States and have been residents of the Commonwealth of 21 22 Pennsylvania for a period of at least two years prior to the 23 date of application, and that at least fifty-one per centum of 24 the capital stock of such corporation is actually owned by individuals who are citizens of the United States and have been 25 26 residents of the Commonwealth of Pennsylvania for a period of at 27 least two years prior to the date of application: Provided, That 28 the provisions of this subsection with respect to residence 29 requirements shall not apply to individuals, partners, officers, 30 directors and owners of capital stock, of corporations licensed - 99 -19870H1000B1366

or applying for licenses as manufacturers of malt or brewed
 beverages, nor shall the provisions of this subsection with
 respect to stockholder requirements apply to corporations
 licensed or applying for licenses as manufacturers of malt or
 brewed beverages.

(d) (1) All distributing rights as hereinabove required 6 shall be in writing, shall be equitable in their provisions and 7 shall be substantially similar as to terms and conditions with 8 9 all other distributing rights agreements between the 10 manufacturer giving such agreement and its other importing 11 distributors and distributors shall not be modified, cancelled, terminated or rescinded by the manufacturer without good cause, 12 13 and shall contain a provision in substance or effect as follows: 14 "The manufacturer recognizes that the importing distributor and 15 distributor are free to manage their business in the manner the 16 importing distributor and distributor deem best and that this 17 prerogative vests in the importing distributor and distributor 18 the exclusive right to establish a selling price, to select the 19 brands of malt or brewed beverages they wish to handle and to 20 determine the efforts and resources which the importing 21 distributor and distributor will exert to develop and promote 22 the same of the manufacturer's products handled by the importing 23 distributor and distributor. However, the manufacturer expects 24 that the importing distributor and distributor will price 25 competitively the products handled by them, devote reasonable 26 effort and resources to the sale of such products and maintain a reasonable sales level." "Good cause" shall mean the failure by 27 28 any party to an agreement, without reasonable excuse or 29 justification, to comply substantially with an essential, 30 reasonable and commercially acceptable requirement imposed by 19870H1000B1366 - 100 -

1 the other party under the terms of an agreement.

(2) After January 1, 1980, no manufacturer shall enter into 2 3 any agreement with more than one distributor or importing 4 distributor for the purpose of establishing more than one 5 agreement for designated brand or brands of malt or brewed beverages in any one territory. Each franchise territory which 6 7 is granted by a manufacturer shall be geographically contiguous. 8 (3) Except for discontinuance of a brand or a valid 9 termination for good cause, the purchaser of the assets of the 10 manufacturer as defined in this act shall become obligated to 11 all the territorial and brand designations of the agreement in effect on the date of purchase. Purchase of assets as defined 12 13 for the purposes of this act shall include, but not be limited 14 to, the sale of stock, sale of assets, merger, lease, transfer 15 or consolidation.

16 The court of common pleas of the county wherein the (4) 17 licensed premises of the importing distributor or distributor 18 are located is hereby vested with jurisdiction and power to enjoin the modification, rescission, cancellation or termination 19 20 of a franchise or agreement between a manufacturer and an 21 importing distributor or distributor at the instance of such 22 importing distributor or distributor who is or might be 23 adversely affected by such modification, rescission, 24 cancellation or termination, and in granting an injunction the 25 court shall provide that no manufacturer shall supply the 26 customers or territory of the importing distributor or 27 distributor by servicing the territory or customers through 28 other importing distributors or distributors or any other means while the injunction is in effect: Provided, however, That any 29 30 injunction issued under this subsection shall require the 19870H1000B1366 - 101 -

posting of sufficient bond against damages arising from an injunction improvidently granted and a showing that the danger of irrevocable loss or damage is immediate and that during the pendency of such injunction the importing distributor or distributor shall continue to service the accounts of the manufacturer in good faith.

7 The provisions of this subsection shall not apply to (5) Pennsylvania manufacturers whose principal place of business is 8 9 located in Pennsylvania unless they name or constitute a 10 distributor or importing distributor as a primary or original 11 supplier of their products subsequent to the effective date of this act, or unless such Pennsylvania manufacturers have named 12 or constituted a distributor or importing distributor as a 13 primary or original supplier of their products prior to the 14 15 effective date of this act, and which status is continuing when 16 this act becomes effective.

Section 45. Section 432 of the act, amended January 19, 1952
(1951 P.L.2170, No.619), June 19, 1961 (P.L.482, No.244),
October 9, 1967 (P.L.392, No.177) and May 9, 1984 (P.L.246,
No.54), is reenacted and amended to read:

21 Section 432. Malt and Brewed Beverages Retail Licenses.--(a) 22 Subject to the restrictions hereinafter provided in this act, and upon being satisfied of the truth of the statements in the 23 24 application, that the premises and the applicant meet all the 25 requirements of this act and the regulations of the [board] 26 commission, that the applicant seeks a license for a reputable 27 hotel, eating place or club, as defined in this act, the [board] 28 commission shall, in the case of a hotel or eating place, grant 29 and issue, and in the case of a club may, in its discretion, 30 issue or refuse the applicant a retail dispenser's license. 19870H1000B1366 - 102 -

1 In the case of hotels and eating places, licenses shall (b) 2 be issued only to reputable persons who are citizens of the 3 United States and have for two years been residents of the 4 Commonwealth of Pennsylvania at the date of their application, 5 or to reputable corporations organized or duly registered under the laws of the Commonwealth of Pennsylvania, all of whose 6 officers and directors are citizens of the United States. In the 7 8 case of incorporated clubs, licenses shall be issued only to 9 those incorporated under the laws of Pennsylvania.

10 (c) No retail dispenser's licenses shall be granted or 11 renewed upon their expiration in any municipality in which the 12 electors shall vote, as hereinafter provided, against the 13 licensing therein of places where malt or brewed beverages may 14 be sold for consumption on the premises where sold.

15 (d) The [board] <u>commission</u> shall, in its discretion, grant 16 or refuse any new license or the transfer of any license to a 17 new location if such place proposed to be licensed is within 18 three hundred feet of any church, hospital, charitable 19 institution, school, or public playground, or if such new 20 license or transfer is applied for a place which is within two 21 hundred feet of any other premises which is licensed by the 22 [board] commission, or if such new license or transfer is applied for a place where the principal business conducted is 23 the sale of liquid fuels and oil. The [board] commission shall 24 25 refuse any application for a new license or the transfer of any 26 license to a new location if, in the [board's] commission's 27 opinion, such new license or transfer would be detrimental to 28 the welfare, health, peace and morals of the inhabitants of the neighborhood within a radius of five hundred feet of the place 29 30 to be licensed. The [board] commission shall not issue new 19870H1000B1366 - 103 -

licenses, except as herein otherwise provided, in any license 1 district more than twice each license year effective from 2 3 specific dates fixed by the [board] commission, and new licenses 4 shall not be granted unless the application therefor shall have 5 been filed at least thirty days before the effective date of the license. Nothing herein contained shall prohibit the [board] 6 commission from issuing a new license for the balance of any 7 unexpired term in any license district to any applicant in such 8 district, who shall have become eligible to hold such license as 9 the result of legislative enactment, when such enactment shall 10 11 have taken place during the license term of that district for which application is made, or within the thirty days immediately 12 13 preceding such term: And provided further, That the [board] commission shall have the discretion to refuse a license to any 14 15 person or to any corporation, partnership or association if such 16 person, or any officer or director of such corporation, or any 17 member or partner of such partnership or association shall have 18 been convicted or found guilty of a felony within a period of 19 five years immediately preceding the date of application for the 20 said license.

21 (e) Every applicant for a new or for the transfer of an 22 existing license to another premises not then licensed shall post, for a period of at least fifteen days beginning with the 23 24 day the application is filed with the [board] commission, in a 25 conspicuous place on the outside of the premises or in a window 26 plainly visible from the outside of the premises for which the 27 license is applied or at the proposed new location, a notice of such application, in such form, of such size, and containing 28 such provisions as the [board] commission may require by its 29 30 regulations. Proof of the posting of such notice shall be filed 19870H1000B1366 - 104 -

1 with the [board] commission.

(f) Hotel, eating places, or municipal golf course retail 2 3 dispenser licensees whose sales of food and nonalcoholic 4 beverages are equal to forty per centum (40%) or more of the 5 combined gross sales of both food and malt or brewed beverages may sell malt or brewed beverages between the hours of eleven 6 o'clock antemeridian on Sunday and two o'clock antemeridian on 7 Monday upon purchase of a special annual permit from the [board] 8 9 <u>commission</u> at a fee of two hundred dollars (\$200.00) per year, 10 which shall be in addition to any other license fees. Provided 11 further, the holder of such special annual permit may sell malt or brewed beverages after seven o'clock antemeridian and until 12 13 two o'clock antemeridian of the following day, on any day on 14 which a general, municipal, special or primary election is being 15 held.

16 Section 46. Section 433 of the act is reenacted and amended 17 to read:

18 Section 433. Public Service Licenses. -- The [board] 19 commission may issue public service malt and brewed beverage 20 licenses to a railroad, pullman or steamship company permitting 21 malt or brewed beverages to be sold at retail in dining, club or 22 buffet cars, or the dining compartments of steamships or vessels, for consumption on the trains, steamships or vessels 23 24 wherever operated in the State, except when standing in stations 25 or terminals within a municipality wherein retail sales are 26 prohibited. Such licenses shall only be granted to reputable 27 persons and for fit places. The [board] commission may issue a master license to railroad or pullman companies to cover the 28 29 maximum number of cars which the company shall estimate that it 30 will operate within the Commonwealth on any one day. Such 19870H1000B1366 - 105 -

licensees shall file monthly reports with the [board] commission 1 2 showing the maximum number of cars operated at any time on any 3 day during the preceding month, and if it appears that more cars have been operated than covered by its license it shall 4 forthwith remit to the [board] commission the sum of ten dollars 5 for each extra car so operated. The [board] commission shall 6 have the power to suspend or revoke any such licenses for cause 7 after granting a hearing [thereon] before an administrative law 8 9 judge to the licensee. Any person aggrieved by the decision of 10 the [board] commission in refusing, suspending or revoking any 11 such license may appeal to [the court of quarter sessions of Dauphin County] Commonwealth Court in the same manner as 12 13 provided in this article for appeals from refusals of licenses. 14 Section 47. Section 433.1 of the act, added July 10, 1961 15 (P.L.561, No.275), amended November 17, 1967 (P.L.510, No.247) 16 and December 16, 1982 (P.L.1359, No.311), is reenacted and 17 amended to read:

18 Section 433.1. Stadium or Arena Permits.--(a) The [board] commission is hereby authorized to issue, in cities of the 19 20 first, second and third class, in counties of the third class 21 and in school districts in counties of the third class, special 22 permits allowing the holders thereof to make retail sales of malt or brewed beverages in shatterproof containers at all 23 24 events on premises principally utilized for competition of 25 professional and amateur athletes and other types of 26 entertainment having an available seating capacity of twelve thousand or more in cities of the first and second class and 27 28 seven thousand or more and owned by the city in cities of the 29 third class and four thousand two hundred or more and owned by 30 counties of the third class and two thousand five hundred or 19870H1000B1366 - 106 -

more in school districts in counties of the third class: 1 Provided, however, That in cities of the second class this 2 3 section shall be applicable only to premises owned, leased or 4 operated by any authority created under the act of July 29, 1953 5 (P.L.1034, No.270), known as the "Public Auditorium Authorities Law." Such sales may be made only to adults and only on days 6 7 when the premises are so used and only during the period from 8 one hour before the start of and ending one-half hour after the close of the event on the premises: Provided, however, That in 9 10 school districts in counties of the third class sales may be 11 made only during professional athletic competition.

12 (b) The owner or lessee or a concessionaire of any such 13 premises may make application for a permit. The aforesaid 14 permits shall be issued only to reputable individuals, 15 partnerships and associations, who are or whose members are 16 citizens of the United States and have for two years prior to 17 the date of their applications been residents of the 18 Commonwealth of Pennsylvania, or to reputable corporations 19 organized or duly registered under the laws of the Commonwealth 20 of Pennsylvania, all of whose officers and directors are 21 citizens of the United States. Each applicant shall furnish 22 proof satisfactory to the [board] commission that he is of good repute and financially responsible and that the premises upon 23 24 which he proposes to do business is a proper place. The 25 applicant shall submit such other information as the [board] 26 commission may require. Applications shall be, in writing on 27 forms prescribed by the [board] commission, and signed and sworn 28 to by the applicant. Every application shall be accompanied by 29 an application fee of twenty-five dollars (\$25), a permit fee of 30 one hundred dollars (\$100) and a surety bond in the amount of 19870H1000B1366 - 107 -

one thousand dollars (\$1000) conditioned the same as the license
 bonds required by this act for retail dispenser licenses.

3 (c) Upon receipt of the application in proper form, the 4 application fee, the permit fee and bond, and upon being 5 satisfied that the applicant is of good repute and financially 6 responsible and that the proposed place of business is proper, 7 the [board] <u>commission</u> shall issue a special permit to the 8 applicant. Only one permit issued under this section shall be in 9 effect on any such premises at any time.

10 (d) No permit shall be transferable or assignable. The 11 [board] commission may by regulation fix the permit year and provide for the renewal of such permits. Whenever a permit is 12 13 revoked, another may be issued for the same premises to another 14 applicant upon compliance with the provisions of this section. 15 (e) The [board] <u>commission</u> shall have the power to refuse 16 the issuance of any permit for cause, and to revoke or suspend 17 any permit for cause or for any violation of the liquor or malt 18 and brewed beverage laws. Any applicant or holder of a permit aggrieved by any ruling of the [board] commission or by its 19 20 refusal to issue a permit, or by its suspension or revocation 21 thereof, shall have the right to a hearing and appeal therefrom 22 in the same manner as provided in sections 464 and 471 of this 23 act authorizing appeals from orders of the [board] commission or 24 an administrative law judge.

25 Section 48. Section 434 of the act is reenacted and amended 26 to read:

Section 434. License Year.--(a) Licenses issued under this article to distributors, importing distributors and retail dispensers shall, unless revoked in the manner provided in this act, be valid for the license year which may be established by 19870H1000B1366 - 108 - 1 the [board] commission for the particular license district in 2 which the license issues.

3 (b) Malt or brewed beverage licenses issued under this 4 article to manufacturers and public service companies shall, 5 unless revoked in the manner herein provided, be valid for the 6 calendar year for which they are issued. Licenses to such 7 manufacturers and public service companies may be issued at any 8 time during a calendar year.

Section 49. Section 435 of the act, amended September 28, 9 10 1961 (P.L.1728, No.702), is reenacted and amended to read: 11 Section 435. Filing of Applications for Distributors', Importing Distributors' and Retail Dispensers' Licenses; Filing 12 13 Fee.--Every person intending to apply for a distributor's, 14 importing distributor's or retail dispenser's license, as 15 aforesaid, in any municipality of this Commonwealth, shall file 16 with the [board] commission his or its application. All such applications shall be filed at a time to be fixed by the [board] 17 18 commission for the particular license district as set up by the 19 [board] commission under the provisions of this act. The 20 applicant shall, at the time of filing the application and bond, 21 pay said [board] commission the filing fee of twenty dollars 22 (\$20), as hereinafter specified.

23 Section 50. Section 436 of the act, amended June 19, 1961
24 (P.L.482, No.244) and June 29, 1965 (P.L.151, No.101), is
25 reenacted and amended to read:

26 Section 436. Application for Distributors', Importing 27 Distributors' and Retail Dispensers' Licenses.--Application for 28 distributors', importing distributors' and retail dispensers' 29 licenses, or for the transfer of an existing license to another 30 premises not then licensed, shall contain or have attached 19870H1000B1366 - 109 - 1 thereto the following information and statements:

(a) The name and residence of the applicant and how long he
has resided there, and if an association, partnership or
corporation, the residences of the members, officers and
directors for the period of two years next preceding the date of
such application.

The particular place for which the license is desired 7 (b) and a detailed description thereof. The description, information 8 9 and plans referred to in this subsection shall show the premises 10 or the proposed location for the construction of the premises at 11 the time the application is made, and shall show any alterations proposed to be made thereto, or the new building proposed to be 12 13 constructed after the approval by the [board] commission of the application for a license, or for the transfer of an existing 14 15 license to another premises not then licensed. No physical 16 alterations, improvements or changes shall be required to be 17 made to any hotel, eating place or club, nor shall any new 18 building for any such purpose be required to be constructed until approval of the application for license or for the 19 20 transfer of an existing license to another premises not then 21 licensed by the [board] <u>commission</u>. After approval of the 22 application, the licensee shall make the physical alterations, 23 improvements and changes to the licensed premises, or shall 24 construct the new building in the manner specified by the 25 [board] <u>commission</u> at the time of approval. The licensee shall 26 not transact any business under the license until the [board] 27 commission has approved the completed physical alterations, 28 improvements and changes of the licensed premises or the 29 completed construction of the new building as conforming to the 30 specifications required by the [board] commission at the time of 19870H1000B1366 - 110 -

1 issuance or transfer of the license and is satisfied that the premises meet the requirements for a distributor's or importing 2 3 distributor's license as set forth in this act or that the 4 establishment is an eating place, hotel or club as defined by this act. The [board] commission may require that all such 5 alterations or construction or conformity to definition be 6 completed within six months from the time of issuance or 7 8 transfer of the license. Failure to comply with these requirements shall be considered cause for revocation of the 9 10 license. No such license shall be transferable between the time 11 of issuance or transfer of the license and the approval of the completed alterations or construction by the [board] commission 12 13 and full compliance by the licensee with the requirements of 14 this act, except in the case of death of the licensee prior to 15 full compliance with all of the aforementioned requirements, in 16 which event the license may be transferred by the [board] 17 commission as provided in section 468 of this act for the 18 transfer of the license in the case of death of the licensee. 19 (c) Place of birth of applicant, and if a naturalized 20 citizen, where and when naturalized, and if a corporation 21 organized or registered under the laws of the Commonwealth, when 22 and where incorporated, with the names and addresses of each 23 officer and director, all of whom shall be citizens of the United States; if the application is for a distributor's or 24 25 importing distributor's license and the applicant therefor is a 26 corporation, the application shall also contain a statement of 27 facts showing the qualifications of the corporation, as 28 hereinbefore required, together with the names and addresses of 29 all stockholders.

30 (d) Name of owner of premises and his residence.
19870H1000B1366 - 111 -

1 (e) That the applicant is not, or in case of a partnership or association, that the members or partners are not, and in the 2 case of a corporation, that the officers and directors are not, 3 4 in any manner pecuniarily interested, either directly or 5 indirectly, in the profits of any other class of business regulated under this article, except as hereinafter permitted. 6 7 (f) That applicant is the only person in any manner pecuniarily interested in the business so asked to be licensed, 8 9 and that no other person shall be in any manner pecuniarily 10 interested therein during the continuance of the license, except 11 as hereinafter permitted.

(g) Whether applicant, or in case of a partnership or 12 13 association, any member or partner thereof, or in case of a 14 corporation, any officer or director thereof, has during the 15 three years immediately preceding the date of said application 16 had a license for the sale of malt or brewed beverages or spirituous and vinous liquors revoked, or has during the same 17 18 period been convicted of any criminal offense, and if so, a 19 detailed history thereof.

20 (h) A full description of that portion of the premises for which license is asked, and if any other business is to be 21 22 conducted concurrently with the sale and distribution of malt or brewed beverages, a full history of such business, relating the 23 24 nature thereof, the length of time it has so previously been 25 conducted by the applicant or his predecessor at such location, 26 and such additional information as the [board] commission may 27 require.

(i) Every club applicant shall file with and as a part of its application a list of the names and addresses of its members, directors, officers, agents and employes, together with 19870H1000B1366 - 112 - the dates of their admission, election or employment, and such
 other information with respect to its affairs as the [board]
 <u>commission</u> shall require.

(j) The application must be verified by affidavit of
applicant, and if any false statement is intentionally made in
any part of the application, the affiant shall be deemed guilty
of a misdemeanor and, upon conviction, shall be subject to the
penalties provided by this article.

9 Section 51. Section 437 of the act, amended December 22, 10 1965 (P.L.1149, No.445), is reenacted and amended to read: 11 Section 437. Prohibitions Against the Grant of Licenses .--(a) The [board] <u>commission</u> shall refuse to grant any licenses 12 13 unless the application therefor contains the information 14 required by this act, and the premises meet such reasonable 15 sanitary requirements as the [board] commission, by regulation, 16 shall prescribe.

(b) The [board] <u>commission</u> shall refuse to grant a license to any club when it appears that the operation of such license would inure to the benefit of individual members, officers, agents or employes of the club, rather than to the benefit of the entire membership of the club.

(c) Licenses shall be granted by the [board] <u>commission</u> only to reputable individuals, or to associations, partnerships and corporations whose members or officers and directors are reputable individuals.

(d) No person who holds, either by appointment or election, any public office which involves the duty to enforce any of the penal laws of the United States of America or any of the penal laws of this Commonwealth or any penal ordinance or resolution of any political subdivision of this Commonwealth shall be 19870H1000B1366 - 113 - 1 issued any manufacturer's, importing distributor's,

2 distributor's or retail dispenser's license, nor shall such a 3 person have any interest, directly or indirectly, in any such 4 license.

5 (e) No distributor's or importing distributor's license 6 shall be issued for any premises in any part of which there is 7 operated any retail license for the sale of liquor or malt or 8 brewed beverages.

(f) No new distributor's or importing distributor's license 9 10 shall hereafter be granted by the [board] commission in any 11 county of the Commonwealth where the combined number of distributor and importing distributor licenses exceeds one 12 13 license for each fifteen thousand inhabitants of the county in which the license is to be issued: Provided, That a combined 14 15 total of five such licenses may be granted in any county of the 16 Commonwealth.

17 Nothing in this subsection shall be construed as denying the 18 right of the [board] <u>commission</u> to renew or to transfer existing distributors' or importing distributors' licenses or to exchange 19 20 a distributor's license for an importing distributor's license 21 or to exchange an importing distributor's license for a 22 distributor's license, upon adjustment of the applicable fee, notwithstanding that the number of such licensed places in the 23 county shall exceed the limitation hereinbefore prescribed: 24 25 Provided, That no distributor's license or importing 26 distributor's license shall be transferred from one county to 27 another county so long as the quota is filled in the county to 28 which the license is proposed to be transferred.

29 Section 52. Section 438 of the act is reenacted to read: 30 Section 438. Number and Kinds of Licenses Allowed Same 19870H1000B1366 - 114 - Licensee.--(a) Any retail dispenser may be granted licenses to maintain, operate or conduct any number of places for the sale of malt or brewed beverages, but a separate license must be secured for each place where malt or brewed beverages are sold. (b) No person shall possess or be issued more than one distributor's or importing distributor's license.

7 (c) No person shall possess more than one class of license,
8 except that a holder of a retail dispenser's license may also be
9 a holder of a retail liquor license.

10 Section 53. Section 439 of the act, amended September 28, 11 1961 (P.L.1728, No.702), is reenacted and amended to read: Section 439. Malt or Brewed Beverage License Fees. -- No 12 13 public service license and no license to any manufacturer, 14 distributor, importing distributor or retail dispenser shall be 15 issued under the provisions of this subdivision (B) until the licensee shall have first paid an annual license fee, as 16 17 follows:

18 (a) In the case of a manufacturer, the license fee shall be one thousand dollars (\$1,000) for each place of manufacture and 19 20 shall be paid to the [board] <u>commission</u>. The fee for all such 21 licenses when applied for and issued on or after April 1, but 22 prior to July 1, shall be three-fourths of the annual fee; July 1, but prior to October 1, shall be one-half of the annual fee; 23 24 October 1, but prior to January 1, shall be one quarter of the 25 annual fee.

(b) In the case of a distributor, the license fee shall be four hundred dollars (\$400) and shall be paid to the [board] <u>commission</u>.

29 (c) In the case of an importing distributor, the license fee 30 shall be nine hundred dollars (\$900) and shall be paid to the 19870H1000B1366 - 115 - 1 [board] <u>commission</u>.

2 (d) In the case of a retail dispenser, except clubs, the 3 license fee shall be graduated according to the population of 4 the municipality in which the place of business is located and 5 shall be paid to the [board] <u>commission</u>, as follows:

Less than 10,000.....\$100 6 (1)10,000 and more, but less than 50,000.....\$150 7 (2)50,000 and more, but less than 100,000.....\$200 8 (3) 100,000 and more, but less than 150,000.....\$250 9 (4) 10 (5) 150,000 and more.....\$300 In the case of a club, the fee shall be twenty-five 11 (e) 12 dollars in all cases and shall be paid to the [board] 13 commission.

14 (f) In the case of a public service license for cars, the 15 fee shall be ten dollars per car for the maximum number of cars 16 operated on any one day on which malt or brewed beverages are 17 sold, to be paid to the [board] <u>commission</u>.

18 (g) In the case of a public service license for the sale of 19 malt or brewed beverages on a boat or vessel, the fee shall be 20 fifty dollars for each such vessel or boat and shall be paid to 21 the [board] <u>commission</u>.

(h) The fee for filing applications for licenses and for
renewals shall be twenty dollars (\$20) which, together with fees
for transfers, shall be paid to the [board] <u>commission</u>.

(i) The license fees fixed by this section shall be paidbefore the license or renewal is issued.

Section 54. Section 440 of the act, amended August 17, 1965
(P.L.346, No.182), is reenacted and amended to read:

29 Section 440. Sales by Manufacturers of Malt or Brewed
30 Beverages; Minimum Quantities.--No manufacturer shall sell any
19870H1000B1366 - 116 -

malt or brewed beverages for consumption on the premises where 1 2 sold, nor sell or deliver any such malt or brewed beverages in 3 other than original containers approved as to capacity by the 4 [board] commission, nor in quantities of less than a case of 5 twenty-four containers, each container holding seven fluid ounces or more, or a case of twelve containers, each container 6 holding twenty-four fluid ounces or more, except original 7 8 containers containing one hundred twenty-eight ounces or more 9 which may be sold separately; nor shall any manufacturer 10 maintain or operate within the Commonwealth any place or places 11 other than the place or places covered by his or its license 12 where malt or brewed beverages are sold or where orders are 13 taken.

14 Section 55. Section 441 of the act, amended October 23, 1959 15 (P.L.1360, No.471), is reenacted and amended to read: 16 Section 441. Distributors' and Importing Distributors' Restrictions on Sales, Storage, Etc. -- (a) No distributor or 17 18 importing distributor shall purchase, receive or resell any malt or brewed beverages except in the original containers as 19 20 prepared for the market by the manufacturer at the place of manufacture. 21

22 (b) No distributor or importing distributor shall sell any malt or brewed beverages in quantities of less than a case of 23 24 twenty-four containers, each container holding seven fluid 25 ounces or more, or a case of twelve containers, each container holding twenty-four fluid ounces or more, except original 26 27 containers containing one hundred twenty-eight ounces or more which may be sold separately: Provided, That no malt or brewed 28 29 beverages sold or delivered shall be consumed upon the premises 30 of the distributor or importing distributor, or in any place 19870H1000B1366 - 117 -

provided for such purpose by such distributor or importing
 distributor.

3 (c) No distributor or importing distributor shall maintain 4 or operate any place where sales are made other than that for 5 which the license is granted.

(d) No distributor or importing distributor shall maintain
any place for the storage of malt or brewed beverages except in
the same municipality in which the licensed premises is located
and unless the same has been approved by the [board] <u>commission</u>.
In the event there is no place of cold storage in the same
municipality, the [board] <u>commission</u> may approve a place of cold
storage in the nearest municipality.

(e) No distributor or importing distributor shall purchase,
sell, resell, receive or deliver any malt or brewed beverages,
except in strict compliance with the provisions of subsection
(b) of section 431 of this act.

Section 56. Section 442 of the act, amended October 9, 1967 (P.L.413, No.183), July 3, 1980 (P.L.348, No.88) and May 9, 1984 (P.L.246, No.54), is reenacted to read:

20 Section 442. Retail Dispensers' Restrictions on Purchases 21 and Sales.--(a) No retail dispenser shall purchase or receive 22 any malt or brewed beverages except in original containers as prepared for the market by the manufacturer at the place of 23 24 manufacture. The retail dispenser may thereafter break the bulk 25 upon the licensed premises and sell or dispense the same for 26 consumption on or off the premises so licensed: Provided, 27 however, That no retail dispenser may sell malt or brewed beverages for consumption off the premises in quantities in 28 excess of one hundred forty-four fluid ounces: Provided, 29 further, That no club licensee may sell any malt or brewed 30 19870H1000B1366 - 118 -

beverages for consumption off the premises where sold or to
 persons not members of the club.

3 (b) No retail dispenser shall sell any malt or brewed 4 beverages for consumption on the licensed premises except in a 5 room or rooms or place on the licensed premises at all times accessible to the use and accommodation of the general public, 6 7 but this section shall not be interpreted to prohibit a retail dispenser from selling malt or brewed beverages in a hotel or 8 club house in any room of such hotel or club house occupied by a 9 10 bona fide registered guest or member entitled to purchase the 11 same or to prohibit a retail dispenser from selling malt or brewed beverages in a bowling alley when no minors are present, 12 13 unless minors who are present are under proper supervision as defined in section 493, where the licensed premises and bowling 14 15 alley are immediately adjacent and under the same roof.

16 (c) For the purpose of this section any person who is an 17 active member of another club which is chartered by the same 18 state or national organization shall have the same rights and 19 privileges as members of the particular club.

(d) For the purposes of this section, any person who is an active member of any volunteer firefighting company, association or group of this Commonwealth, whether incorporated or unincorporated, shall upon the approval of any club composed of volunteer firemen licensed under this act, have the same social rights and privileges as members of such licensed club.

Section 57. Section 443 of the act is reenacted to read: Section 443. Interlocking Business Prohibited.--(a) No manufacturer of malt or brewed beverages and no officer or director of any such manufacturer shall at the same time be a distributor, importing distributor or retail dispenser, or an 19870H1000B1366 - 119 - officer, director or stockholder or creditor of any distributor,
 importing distributor or retail dispenser, nor, except as
 hereinafter provided, be the owner, proprietor or lessor of any
 place for which a license has been issued for any importing
 distributor, distributor or retail dispenser, or for which a
 hotel, restaurant or club liquor license has been issued.

(b) No distributor or importing distributor and no officer 7 or director of any distributor or importing distributor shall at 8 the same time be a manufacturer, a retail dispenser or a liquor 9 10 licensee, or be an officer, director, stockholder or creditor of 11 a manufacturer, a retail dispenser or a liquor licensee, or, directly or indirectly, own any stock of, or have any financial 12 13 interest in, or be the owner, proprietor or lessor of, any place 14 covered by any other malt or brewed beverage or liquor license. 15 (c) No licensee licensed under this subdivision (B) of 16 Article IV and no officer or director of such licensee shall, directly or indirectly, own any stock of, or have any financial 17 18 interest in, any other class of business licensed under this 19 subdivision.

20 (d) Excepting as hereinafter provided, no malt or brewed beverage manufacturer, importing distributor or distributor 21 22 shall in any wise be interested, either directly or indirectly, in the ownership or leasehold of any property or in any mortgage 23 24 against the same, for which a liquor or retail dispenser's 25 license is granted; nor shall any such manufacturer, importing 26 distributor or distributor, either directly or indirectly, lend 27 any moneys, credit or equivalent thereof to, or quarantee the payment of any bond, mortgage, note or other obligation of, any 28 29 liquor licensee or retail dispenser, in equipping, fitting out, 30 or maintaining and conducting, either in whole or in part, an 19870H1000B1366 - 120 -

establishment or business operated under a liquor or retail
 dispenser's license, excepting only the usual and customary
 credits allowed for returning original containers in which malt
 or brewed beverages were packaged for market by the manufacturer
 at the place of manufacture.

(e) Excepting as hereinafter provided, no manufacturer of 6 malt or brewed beverages shall in any wise be interested, either 7 directly or indirectly, in the ownership or leasehold of any 8 9 property or any mortgage lien against the same, for which a 10 distributor's or importing distributor's license is granted; nor 11 shall any such manufacturer, either directly or indirectly, lend any moneys, credit, or their equivalent to, or guarantee the 12 13 payment of any bond, mortgage, note or other obligation of, any 14 distributor or importing distributor, in equipping, fitting out, 15 or maintaining and conducting, either in whole or in part, an 16 establishment or business where malt or brewed beverages are licensed for sale by a distributor or importing distributor, 17 18 excepting only the usual credits allowed for the return of 19 original containers in which malt or brewed beverages were 20 originally packaged for the market by the manufacturer at the place of manufacture. 21

22 (f) No distributor, importing distributor or retail dispenser shall in anywise receive, either directly or 23 24 indirectly, any credit, loan, moneys or the equivalent thereof 25 from any other licensee, or from any officer, director or firm member of any other licensee, or from or through a subsidiary or 26 27 affiliate of another licensee, or from any firm, association or 28 corporation, except banking institutions, in which another licensee or any officer, director or firm member of another 29 30 licensee has a substantial interest or exercises a control of 19870H1000B1366 - 121 -

its business policy, for equipping, fitting out, payment of 1 2 license fee, maintaining and conducting, either in whole or in part, an establishment or business operated under a 3 4 distributor's, importing distributor's or retail dispenser's 5 license, excepting only the usual and customary credits allowed for the return of original containers in which malt or brewed 6 beverages were packaged for the market by the manufacturer at 7 the place of manufacture. 8

9 (g) The purpose of this section is to require a separation 10 of the financial and business interests between the various classes of business regulated by subdivision (B) of this 11 12 article, and no person or corporation shall, by any device 13 whatsoever, directly or indirectly, evade the provisions of this section. But in view of existing economic conditions, nothing 14 15 contained in this section shall be construed to prohibit the 16 ownership of property or conflicting interest by a malt or brewed beverage manufacturer of any place occupied by a 17 18 distributor, importing distributor or retail dispenser after the manufacturer has continuously owned and had a conflicting 19 20 interest in such place for a period of at least five years prior 21 to the eighteenth day of July, one thousand nine hundred thirty-22 five.

The term "manufacturer" as used in this section shall include manufacturers of malt or brewed beverages as defined in this act and any person manufacturing any malt or brewed beverages outside of this Commonwealth.

Section 58. Section 444 of the act, amended December 12,
1980 (P.L.1195, No.221) and repealed in part December 20, 1982
(P.L.1409, No.326), is reenacted and amended to read:
Section 444. Malt or Brewed Beverages Manufactured Outside

19870H1000B1366

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- 122 -
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This Commonwealth. -- (a) In addition to compliance with all 1 other provisions of this act, the [board] commission shall 2 3 require each person desiring to sell any malt or brewed 4 beverages manufactured outside this Commonwealth to Pennsylvania 5 licensees, and shall require each Pennsylvania licensee who desires to purchase and resell any such malt or brewed 6 beverages, to pay to the [board] commission the same fees as are 7 required to be paid by Pennsylvania licensees or by persons or 8 licensees in any state, territory or country outside of 9 10 Pennsylvania who desires to sell malt or brewed beverages 11 manufactured in Pennsylvania to licensees in such other state, territory or country of origin of such malt or brewed beverages 12 13 not manufactured in Pennsylvania, and to observe and comply with 14 the same regulations, prohibitions and restrictions as are 15 required of or enforced against Pennsylvania licensees or 16 persons who desire to purchase and resell malt or brewed 17 beverages manufactured in Pennsylvania in such other state, 18 territory or country of origin.

19 (b) In all cases where the [board] commission shall have 20 issued any reciprocal regulations or orders concerning malt or 21 brewed beverages manufactured in any state, territory or country 22 other than Pennsylvania, no Pennsylvania licensee shall purchase 23 any such malt or brewed beverages if their importation has been prohibited, or if not entirely prohibited, unless such 24 25 regulations or orders have been observed and complied with by 26 the Pennsylvania licensee and by the person from or through whom 27 the Pennsylvania licensee desires to purchase.

28 (c) Any malt or brewed beverages manufactured outside of 29 Pennsylvania which are sold, transported or possessed in 30 Pennsylvania contrary to any such regulations or orders of the 19870H1000B1366 - 123 - [board] <u>commission</u>, or without the payment of the fees herein required, shall be considered contraband and shall be confiscated by the [board] <u>commission</u> and disposed of in the same manner as any other illegal liquor or malt or brewed beverages.

(d) Upon learning of the commission by a manufacturer of 6 7 malt or brewed beverages whose principal place of business is outside this Commonwealth, or by any servant, agent, employe or 8 9 representative of such manufacturer, within or partly within and 10 partly outside this Commonwealth, of any violation of this act 11 or any laws of this Commonwealth relating to liquor, alcohol or malt or brewed beverages, or of any regulation of the [board] 12 13 commission adopted pursuant thereto, or of any violation of any laws of this Commonwealth or of the United States of America 14 15 relating to the tax payment of liquor or malt or brewed 16 beverages, the [board] commission shall cite such manufacturer 17 to appear before it or [its examiner] an administrative law 18 judge not less than ten nor more than fifteen days from the date 19 of mailing such manufacturer at his principal place of business, 20 wherever located, by registered mail, a notice to show cause why 21 the further importation into this Commonwealth of malt or brewed 22 beverages manufactured by him should not be prohibited.

23 (e) Upon such hearing, whether or not an appearance was made by such outside manufacturer, if satisfied that any such 24 25 violation has occurred, the [board] <u>commission</u> is specifically 26 empowered and directed to issue an order imposing a fine upon such outside manufacturer of not less than five hundred dollars 27 28 (\$500) or more than ten thousand dollars (\$10,000), or prohibiting the importation of malt or brewed beverages 29 30 manufactured by such outside manufacturer into this Commonwealth 19870H1000B1366 - 124 -

1 for a period not exceeding three years, or both. Such fine or 2 prohibition shall not go into effect until twenty days have 3 elapsed from the date of notice of issuance of the [board's] 4 <u>commission's</u> order.

5 (f) If, after hearing, the [board] commission prohibits the importation of malt or brewed beverages manufactured by such 6 outside manufacturer into this Commonwealth, notice of such 7 8 [board] commission action shall be given immediately to such manufacturer and to all persons licensed to import malt or 9 10 brewed beverages within this Commonwealth by mailing a copy of 11 such order to such manufacturer at its principal place of business, wherever located, and to such licensees at their 12 licensed premises. Thereafter, it shall be unlawful for any 13 14 person licensed to import malt or brewed beverages within this 15 Commonwealth to purchase any malt or brewed beverages 16 manufactured by such outside manufacturer during the term of 17 such prohibition.

(g) Any violation of such prohibitory order shall be a misdemeanor and shall be punished in the same manner as herein provided for any other violation of this act, and shall also constitute grounds for revocation or suspension of a license to import malt or brewed beverages.

(h) In all such cases, the [board] <u>commission</u> shall file of record at least a brief statement in the form of an opinion of the reasons for the ruling or order.

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26 SECTION 58.1. THE ACT IS AMENDED BY ADDING A SECTION TO 27 READ:

28 <u>SECTION 445. LIMITED BREWERIES.--(A) HOLDERS OF A LIMITED</u>
29 <u>BREWERY LICENSE MAY:</u>

30 <u>(1) SELL MALT OR BREWED BEVERAGES PRODUCED BY THE LIMITED</u> 19870H1000B1366 – 125 –

1 BREWERY ON THE LICENSED PREMISES UNDER SUCH CONDITIONS AND 2 REGULATIONS AS THE COMMISSION MAY ENFORCE, TO THE COMMISSION, TO 3 INDIVIDUALS FOR CONSUMPTION ON OR OFF THE PREMISES AND TO HOTEL, 4 RESTAURANT, CLUB AND PUBLIC SERVICE LIQUOR LICENSEES. 5 (2) OPERATE A RESTAURANT OR BREWERY PUB ON THE LICENSED 6 PREMISES UNDER SUCH CONDITIONS AND REGULATIONS AS THE COMMISSION 7 MAY ENFORCE. 8 (B) THE TERM "LIMITED BREWERY" AS USED IN THIS SECTION SHALL 9 INCLUDE MANUFACTURERS OF MALT OR BREWED BEVERAGES PRODUCED 10 WITHIN THIS COMMONWEALTH NOT EXCEEDING TWENTY THOUSAND BARRELS 11 PER YEAR. 12 Section 59. The heading of Subdivision (C) of Article IV of 13 the act is reenacted to read: 14 (C) General Provisions Applying to Both Liquor and Malt 15 and Brewed Beverages. 16 Section 60. Section 461 of the act, amended June 19, 1961 17 (P.L.484, No.245), September 2, 1971 (P.L.429, No.103), December 18 17, 1982 (P.L.1390, No.319) and May 2, 1986 (P.L.141, No.44), is 19 reenacted and amended to read: 20 Section 461. Limiting Number of Retail Licenses To Be Issued 21 In Each Municipality.--(a) No licenses shall hereafter be 22 granted by the [board] commission for the retail sale of malt or 23 brewed beverages or the retail sale of liquor and malt or brewed 24 beverages in excess of one of such licenses of any class for 25 each two thousand inhabitants in any municipality, exclusive of 26 licenses granted to airport restaurants, municipal golf courses, 27 hotels, privately-owned public golf courses, as defined in this 28 section, and clubs; but at least one such license may be granted 29 in each municipality and in each part of a municipality where 30 such municipality is split so that each part thereof is 19870H1000B1366 - 126 -

separated by another municipality, except in municipalities 1 where the electors have voted against the granting of any retail 2 licenses and except in that part of a split municipality where 3 the electors have voted against the granting of any retail 4 licenses. Nothing contained in this section shall be construed 5 as denying the right to the [board] <u>commission</u> to renew or to 6 transfer existing retail licenses of any class notwithstanding 7 that the number of such licensed places in a municipality shall 8 exceed the limitation hereinbefore prescribed; but where such 9 10 number exceeds the limitation prescribed by this section, no new 11 license, except for hotels, municipal golf courses, airport restaurants, privately-owned public golf courses and privately-12 13 owned private golf course licensees, as defined in this section, 14 shall be granted so long as said limitation is exceeded.

15 (b) The [board] <u>commission</u> shall have the power to increase 16 the number of licenses in any such municipality which in the 17 opinion of the [board] <u>commission</u> is located within a resort 18 area.

19 (c) The word "hotel" as used in this section shall mean any 20 reputable place operated by a responsible person of good reputation where the public may, for a consideration, obtain 21 22 sleeping accommodations, and which shall have the following number of bedrooms and requirements in each case--at least one-23 half of the required number of bedrooms shall be regularly 24 25 available to transient guests seven days weekly, except in 26 resort areas; at least one-third of such bedrooms shall be 27 equipped with hot and cold water, a lavatory, commode, bathtub 28 or shower and a clothes closet; and an additional one-third of 29 the total of such required rooms shall be equipped with lavatory 30 and commode:

19870H1000B1366

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- 127 -
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(1) In municipalities having a population of less than three
 thousand, at least twelve permanent bedrooms for the use of
 guests.

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

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

10 (4) In municipalities having a population of twenty-five 11 thousand and more but less than one hundred thousand 12 inhabitants, at least forty permanent bedrooms for the use of 13 guests.

14 (5) In municipalities having a population of one hundred 15 thousand and more inhabitants, at least fifty permanent bedrooms 16 for the use of guests.

17 (6) A public dining room or rooms operated by the same 18 management accommodating at least thirty persons at one time and 19 a kitchen, apart from the dining room or rooms, in which food is 20 regularly prepared for the public.

21 (7) Each room to be considered a bedroom under the 22 requirements of this section shall have an area of not less than 23 eighty square feet and an outside window.

24 (8) The provisions of this subsection (c) shall not apply to 25 hotel licenses granted prior to the first day of September, one 26 thousand nine hundred forty-nine, or that have been granted on any application made and pending prior to said date, nor to any 27 renewal or transfer thereof, or hotels under construction or for 28 which a bona fide contract had been entered into for 29 30 construction prior to said date. In such cases, the provisions 19870H1000B1366 - 128 -

of section one of the act, approved the twenty-fourth day of
 June, one thousand nine hundred thirty-nine (Pamphlet Laws 806),
 shall continue to apply.

4 (d) "Airport restaurant," as used in this section, shall 5 mean restaurant facilities at any airport for public accommodation, which are owned or operated directly or through 6 7 lessees by the Commonwealth of Pennsylvania, by any municipal authority, county or city, either severally or jointly, with any 8 other municipal authority, county or city, but shall not include 9 10 any such restaurant facilities at any airport situated in a 11 municipality where by vote of the electors the retail sale of 12 liquor and malt or brewed beverages is not permitted.

13 "Municipal golf course" as used in this section shall (e) 14 mean the restaurant facilities at any municipal golf course open 15 for public accommodation, which are owned or operated directly 16 or through lessees by a county, municipality or a municipal 17 authority, severally or jointly with any other county, 18 municipality or municipal authority, including any such restaurant facilities at any municipal golf course situate in a 19 20 municipality where by vote of the electors the retail sale of 21 liquor and malt and brewed beverages is not permitted.

(e.1) "Privately-owned public golf course" as used in this section shall mean the restaurant facilities at any privatelyowned golf course open for public accommodation.

(e.2) "Privately-owned private golf course" as used in this section shall mean the clubhouse at any privately-owned golf course as defined in section 102 open for private membership accommodations only as a club as defined in section 102. The license to be issued in this instance shall be a club license. (f) The provisions of subsection (a) which apply to 19870H1000B1366 - 129 - 1 privately-owned public golf courses shall not apply to the owner 2 of such course who has, within three years prior to the 3 effective date of this amendatory act or at any time after the 4 effective date of this amendatory act, sold or transferred a 5 regularly issued license for such course.

6 Section 61. Section 461.1 of the act, added December 12, 1980 (P.L.1195, No.221), is reenacted and amended to read: 7 8 Section 461.1. Incorporated Units of National Veterans' 9 Organizations.--(a) The [board] <u>commission</u> shall have the 10 authority to issue new licenses to incorporated units of 11 national veterans' organizations, as defined herein, in municipalities where the number of licenses exceeds the 12 13 limitation prescribed by section 461.

The term "national veterans' organization" shall mean 14 (b) 15 any veterans' organization having a national charter. 16 The term "incorporated unit of a national veterans' 17 organization" shall mean any incorporated post, branch, camp, 18 detachment, lodge or other subordinate unit of a national veterans' organization having one hundred or more paid up 19 20 members and organized for a period of at least three years prior 21 to filing the application for a license.

(c) When the charter of an incorporated unit of a national veterans' organization is suspended or revoked, the retail license of the organization shall also be suspended or revoked. The retail license of an incorporated unit of a national veterans' organization is not transferable to any other organization or person.

28 Section 62. Section 462 of the act is reenacted and amended 29 to read:

30 Section 462. Licensed Places May Be Closed During Period of 19870H1000B1366 - 130 - Emergency.--The [board] <u>commission</u> may, with the approval of the
 Governor,

3 (a) Temporarily close all licensed places within any
4 municipality during any period of emergency proclaimed to be
5 such by the Governor.

6 (b) Advance by one hour the hours prescribed in this act as 7 the hours during which liquor and malt or brewed beverages may 8 be sold in any municipality during such part of the year when 9 daylight saving time may be observed generally in such 10 municipality.

11 Section 63. Section 463 of the act, amended November 17, 1967 (P.L.510, No.247), March 23, 1972 (P.L.122, No.46) and May 12 13 9, 1984 (P.L.246, No.54), is reenacted and amended to read: Section 463. Places of Amusement Not To Be Licensed; 14 15 Penalty.--(a) No license for the sale of liquor or malt or 16 brewed beverages in any quantity shall be granted to the 17 proprietors, lessees, keepers or managers of any theater, 18 circus, museum or other place of amusement, nor shall any house be licensed for the sale of liquor or malt or brewed beverages 19 20 which has passage or communication to or with any theater, 21 circus, museum or other place of amusement, and any license 22 granted contrary to this act shall be null and void. Nothing 23 contained in this section shall be construed as denying to the 24 [board] <u>commission</u> the right to grant a restaurant liquor 25 license regardless of quota restrictions to the owner or operator of a restaurant in a building on a plot of ground owned 26 27 or possessed under lease by a corporation incorporated under the 28 laws of this Commonwealth and used principally by such 29 corporation for holding outdoor sport events wherein such events 30 are held under a license issued as provided by law to such 19870H1000B1366 - 131 -

corporation by a department, board or commission of the
 Commonwealth of Pennsylvania. The restaurant liquor license
 aforementioned shall be subject to all the conditions and
 restrictions herein applicable to restaurant liquor licenses,
 except the above prohibition against any passageway or
 communication between such licensed premises and the place of
 amusement.

8 Nothing contained in this act shall be construed as denying 9 to the [board] <u>commission</u> the right to grant a new restaurant 10 liquor license, regardless of quota restrictions, at any time, 11 to the owner or operator of a restaurant in a building or plot 12 of ground having a seating capacity in excess of twenty-five 13 thousand, used principally for holding automobile races.

14 (a.1) Nothing contained in subsection (a) of this section or 15 in section 102 of this act shall be construed as denying to the 16 [board] commission the right to grant a club or restaurant 17 liquor or malt and brewed beverage license to a club 18 incorporated in this Commonwealth which has been in existence 19 less than one year prior to making application under this 20 section or to a restaurant either of which has a clubhouse or 21 restaurant located in a stadium or arena having an available 22 seating capacity of twelve thousand or more and owned and 23 operated by or pursuant to an agreement with any city of the 24 first class or created and operated under and in compliance with 25 the act of July 29, 1953 (P.L.1034), known as the "Public 26 Auditorium Authorities Law, " and used principally for events at 27 which athletes compete or other types of performers entertain. 28 The club or restaurant liquor or malt and brewed beverage 29 license aforementioned shall be subject to all the conditions 30 and restrictions applicable to such licenses and licenses for 19870H1000B1366 - 132 -

places of amusement, except the above prohibition against any
 passageway or communication between such licensed premises and
 the place of amusement.

4 (a.2) Nothing contained in this act shall be construed to 5 prevent the holder of a hotel, restaurant liquor or malt and brewed beverage license from selling liquor and malt or brewed 6 beverages in a bowling alley, or other recreational areas 7 including, but no limited to, game rooms and video arcade areas 8 9 of hotels, when no minors are present, unless minors who are 10 present are under proper supervision as defined in section 493, 11 where the restaurant, bowling alley, or other recreational areas including, but not limited to, game rooms and video arcade areas 12 13 of hotels are immediately adjacent and under the same roof. The 14 restaurant liquor or malt and brewed beverage licensee 15 aforementioned shall be subject to all the conditions and 16 restrictions applicable to such restaurant licenses except the 17 above prohibition against any passageway or communication 18 between a licensed premise and a place of amusement. 19 (b) Any proprietor, lessee, keeper or manager of any 20 theater, circus, museum or other place of amusement, or any 21 other person who shall violate the provisions of this section, 22 shall be guilty of a misdemeanor and, upon conviction thereof,

23 shall be sentenced to pay a fine of one hundred dollars and to 24 undergo an imprisonment of not less than thirty days.

25 Section 64. Section 464 of the act, amended June 3, 197126 (P.L.118, No.6), is reenacted and amended to read:

27 Section 464. Hearings Upon Refusal of Licenses, Renewals or 28 Transfers; Appeals.--(a) The [board] <u>commission</u> may of its own 29 motion, and shall upon the written request of any applicant for 30 club, hotel or restaurant liquor license, or any applicant for 19870H1000B1366 -133 -

any malt or brewed beverage license other than a public service 1 license, or for renewal or transfer thereof, whose application 2 3 for such license, renewal or transfer has been refused, fix a 4 time and place for hearing of such application for license or for renewal or transfer thereof, notice of which hearing shall 5 be mailed to the applicant at the address given in his 6 7 application. Such hearing shall be before [the board, a member thereof, or an examiner designated by the board] an 8 9 administrative law judge. At such hearing, the [board] 10 commission shall present its reasons for its refusal or 11 withholding of license, renewal or transfer thereof. The 12 applicant may appear in person or by counsel, may cross-examine 13 the witnesses for the [board] commission and may present 14 evidence which shall likewise be subject to cross-examination by 15 the [board] commission. Such hearing shall be stenographically recorded. The [examiner] administrative law judge shall 16 17 thereafter report to the [board] <u>commission</u> upon such hearing. 18 The [board] commission shall thereupon grant or refuse the license, renewal or transfer thereof. In considering the renewal 19 20 of a license, the [board] <u>commission</u> shall not refuse any such 21 renewal on the basis of the propriety of the original issuance 22 or any prior renewal of such license. If the [board] commission shall refuse such license, renewal or transfer following such 23 hearing, notice in writing of such refusal shall be mailed to 24 25 the applicant at the address given in his application. In all 26 such cases, the [board] commission shall file of record at least 27 a brief statement in the form of an opinion of the reasons for the ruling or order and furnish a copy thereof to the applicant. 28 29 Any applicant who has appeared [before the board or any agent thereof] at any hearing, as above provided, who is aggrieved by 30 19870H1000B1366 - 134 -

the refusal of the [board] commission to issue any such license 1 or to renew or transfer any such license may appeal, or any 2 3 church, hospital, charitable institution, school or public 4 playground located within three hundred feet of the premises applied for, aggrieved by the action of the [board] commission 5 in granting the issuance of any such license or the transfer of 6 7 any such license, may take an appeal limited to the question of such grievance, within twenty days from date of refusal or 8 9 grant, to the court of [quarter sessions] <u>common pleas</u> of the 10 county in which the premises applied for is located [or the 11 county court of Allegheny County]. Such appeal shall be upon petition of the aggrieved party, who shall serve a copy thereof 12 13 upon the [board] <u>commission</u>, whereupon a hearing shall be held upon the petition by the court upon ten days' notice to the 14 15 [board, which shall be represented in the proceeding by the Department of Justice] commission. The said appeal shall act as 16 a supersedeas unless upon sufficient cause shown the court shall 17 18 determine otherwise. The court shall hear the application de novo on questions of fact, administrative discretion and such 19 other matters as are involved, at such time as it shall fix, of 20 which notice shall be given to the [board] commission. The court 21 shall either sustain or over-rule the action of the [board] 22 23 commission and either order or deny the issuance of a new license or the renewal or transfer of the license to the 24 25 applicant.

(b) The jurisdiction of the county court of Allegheny County
conferred hereby shall be exclusive within the territorial
limits of its jurisdiction.

19870H1000B1366

- 135 -

Section 465. All Licensees to Furnish Bond.--(a) No license
 shall be issued to any applicant under the provisions of this
 article until such applicant has filed with the [board]
 <u>commission</u> an approved bond and a warrant of attorney to confess
 judgment payable to the Commonwealth of Pennsylvania in the
 amount hereinafter prescribed.

7 Bonds of all such applicants shall have as surety a (b) surety company authorized to do business in this Commonwealth, 8 or shall have deposited therewith, as collateral security, cash 9 10 or negotiable obligations of the United States of America or the 11 Commonwealth of Pennsylvania in the same amount as herein provided for the penal sum of bonds. In all cases where cash or 12 securities in lieu of other surety have been deposited with the 13 14 [board] commission, the depositor shall be permitted to continue 15 the same deposit from year to year on each renewal of license, 16 but in no event shall he be permitted to withdraw his deposit 17 during the time he holds said license, or until six months after 18 the expiration of the license held by him, or while revocation 19 proceedings are pending against such license. All cash or 20 securities received by the [board] commission in lieu of other 21 surety shall be turned over by the [board] commission to the 22 State Treasurer and held by him. The State Treasurer shall repay 23 or return money or securities deposited with him to the 24 respective depositors only on the order of the [board] 25 commission.

(c) No such bond shall be accepted until approved by the [board] <u>commission</u>. All such bonds shall be conditioned for the faithful observance of all the laws of this Commonwealth relating to liquor, alcohol and malt or brewed beverages and the regulations of the [board] <u>commission</u>. All bonds shall be 19870H1000B1366 - 136 - 1 retained by the [board] commission.

2 (d) The penal sum of the respective bonds filed under the3 provisions of this section shall be as follows:

4 (1) Manufacturers of malt or brewed beverages, ten thousand
5 dollars (\$10,000.00) for each place at which the licensee is
6 authorized to manufacture.

7 (2) Liquor importers, ten thousand dollars (\$10,000.00) for8 each license.

9 (3) Sacramental wine licensees, ten thousand dollars10 (\$10,000.00).

11 (4) Importing distributors of malt or brewed beverages, two 12 thousand dollars (\$2,000.00).

13 (5) Hotel, restaurant, club and public service liquor 14 licensees, two thousand dollars (\$2,000.00), but in the case of 15 a railroad or pullman company, such penal sum shall cover every 16 dining, club or buffet car of such company operated under such 17 license.

18 (6) Distributors of malt or brewed beverages, one thousand19 dollars (\$1,000.00).

(7) Retail dispensers and public service malt or brewed
beverage licensees, one thousand dollars (\$1,000.00) for each
place at which the licensee is authorized to sell malt or brewed
beverages, except that in the case of railroad or pullman
companies, said penal sum shall be one thousand dollars
(\$1,000.00), irrespective of the number of licensed cars
operated by the company.

(e) Every such bond may be forfeited when a license is revoked and shall be turned over to the Attorney General for collection if and when the licensee's license shall have been revoked and his bond forfeited as provided in this act.

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- 137 -
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19870H1000B1366

1 Section 466. Disposition of Cash and Securities Upon Forfeiture of Bond.--After notice from the [board] commission 2 3 that any of the aforesaid bonds have been forfeited, the State 4 Treasurer shall immediately pay into The State Stores Fund all 5 cash deposited as collateral with such bond, and when securities have been deposited with such bond, the State Treasurer shall 6 sell, at private sale, at not less than the prevailing market 7 price, any such securities so deposited as collateral with such 8 9 forfeited bond. The State Treasurer shall thereafter deposit in 10 The State Stores Fund the net amount realized from the sale of 11 such securities, except that if the amount so realized, after 12 deducting proper costs and expenses, is in excess of the penal 13 amount of the bond, such excess shall be paid over by him to the obligor on such forfeited bond. 14

15 SECTION 65.1. SECTION 467 OF THE ACT IS REENACTED TO READ: 16 Section 467. Display of License. -- Every license issued under 17 this article shall be constantly and conspicuously exposed under 18 transparent substance on the licensed premises and no license shall authorize sales until this section has been complied with. 19 20 Section 66. Section 468 of the act, amended November 26, 21 1978 (P.L.1389, No.326) and June 24, 1982 (P.L.624, No.176), is 22 reenacted and amended to read:

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23 Section 468. Licenses Not Assignable; Transfers.--(a) 24 Licenses issued under this article may not be assigned. The 25 [board] commission, upon payment of the transfer filing fee and 26 the execution of a new bond, is hereby authorized to transfer 27 any license issued by it under the provisions of this article 28 from one person to another or from one place to another, or both, within the same municipality, and if the applicant is a 29 30 unit of a nonprofit nationally chartered club, the [board] 19870H1000B1366 - 138 -

commission is hereby authorized to transfer such license to a 1 place in any other municipality within the same county if the 2 3 sale of liquor or malt and brewed beverages are legal in such 4 other municipality as the [board] commission may determine. 5 Prior to the approval of an application for transfer by a unit of a nonprofit nationally chartered club the [board] commission 6 shall make an affirmative finding, upon proof submitted by the 7 applicant, and after investigation by the [board] commission, 8 that at the time the application for transfer is made the club 9 continues to hold a valid national charter and continues to 10 11 function in fact as a club as defined in section 102. The [board] commission, in its discretion, may transfer an existing 12 13 restaurant retail dispenser or club license from one 14 municipality to another in the same county regardless of the 15 quota limitations provided for in this act, if sales of liquor 16 or malt and brewed beverages are legal in such other 17 municipality and if the restaurant retail dispenser or club lost 18 the use of the building in which it was located due to 19 governmental exercise of the right of eminent domain and no 20 other suitable building can be found in the first municipality. 21 In the case of distributor and importing distributor licenses, 22 the [board] commission may transfer any such license from its place in a municipality to a place in any other municipality 23 24 within the same county, or from one place to another place 25 within the same municipality, or exchange a distributor license 26 for an importing distributor license or an importing distributor license for a distributor license, if the building for which the 27 28 license is to be issued has, in the case of an importing 29 distributor license, an area under one roof of two thousand five 30 hundred square feet and, in the case of a distributor license, 19870H1000B1366 - 139 -

an area under one roof of one thousand square feet: And 1 provided, That, in the case of all transfers of distributor or 2 3 importing distributor licenses, whether from a place within the 4 same municipality to another place within the same municipality 5 or from a place in a municipality to a place in any other municipality within the same county, and, in the case of an 6 exchange of a distributor license for an importing distributor 7 8 license or an importing distributor license for a distributor license, the premises to be affected by the transfer or exchange 9 10 shall contain an office separate and apart from the remainder of 11 the premises to be licensed for the purpose of keeping records, required by the [board] commission, adequate toilet facilities 12 13 for employes of the licensee and an entrance on a public thoroughfare: Provided, however, That in the event that the 14 15 majority of the voting electors of a municipality, at an 16 election held under the provisions of any law so empowering them 17 to do, shall vote against the issuance of distributor or 18 importing distributor licenses in such municipality, the [board] 19 commission is hereby authorized to transfer any such distributor 20 or importing distributor license from its place in such 21 municipality to a place in any other municipality within the 22 same county, upon application prior to the expiration of any 23 such license and upon payment of the transfer filing fee and the execution of a new bond; but no transfer shall be made to a 24 25 person who would not have been eligible to receive the license 26 originally nor for the transaction of business at a place for 27 which the license could not lawfully have been issued 28 originally, nor, except as herein provided, to a place as to which a license has been revoked. No license shall be 29 30 transferred to any place or property upon which is located as a 19870H1000B1366 - 140 -

business the sale of liquid fuels and oil. Except in cases of 1 emergency such as death, serious illness, or circumstances 2 3 beyond the control of the licensee, as the [board] commission 4 may determine such circumstances to justify its action, 5 transfers of licenses may be made only at times fixed by the [board] commission. In the case of the death of a licensee, the 6 7 [board] <u>commission</u> may transfer the license to the surviving spouse or personal representative or to a person designated by 8 9 him. From any refusal to grant a transfer or upon the grant of 10 any transfer, the party aggrieved shall have the right of appeal 11 to the proper court in the manner hereinbefore provided. The commission shall not authorize the transfer of any license under 12 13 this subsection where the application for transfer has been denied by an administrative law judge pursuant to section 404. 14 15 (b.1) In the event that any person to whom a license shall 16 have been issued under the provisions of this article shall become insolvent, make an assignment for the benefit of 17 18 creditors, become bankrupt by either voluntary or involuntary 19 action, the license of such person shall be immediately placed 20 in safekeeping with the [board] commission for the balance of 21 the term of the license and for an additional period of one year 22 upon application to the [board] <u>commission</u> by the trustee, 23 receiver, or assignee. The trustee, receiver, or assignee shall 24 have, during said period of safekeeping, the same rights, 25 benefits and obligations as to the license as the person to whom 26 the license had been issued, including the right to transfer the 27 license subject to the approval of the [board] commission. The 28 license shall continue as a personal privilege granted by the 29 [board] commission and nothing herein shall constitute the 30 license as property.

19870H1000B1366

- 141 -

(c) (1) The term "nonprofit nationally chartered club"
 shall mean any club which does not contemplate pecuniary gain or
 profit, incidental or otherwise, having a national charter.
 (2) The term "unit of a nonprofit nationally chartered club"
 shall mean any post, branch, lodge or other subordinate unit of

6 a nonprofit nationally chartered club.

Section 469 of the act, amended September 28, 7 Section 67. 1961 (P.L.1728, No.702), is reenacted and amended to read: 8 9 Section 469. Applications for Transfers; Fees.--(a) Every 10 applicant for a transfer of a license under the provisions of 11 this article shall file a written application with the [board] <u>commission</u>, together with a filing fee of thirty dollars (\$30) 12 13 if the license to be transferred is a liquor license, and twenty 14 dollars (\$20) if the license is a malt or brewed beverage 15 license. Such application shall be is such form and shall be 16 filed at such times as the [board] commission shall in its 17 regulations prescribe. Each such applicant shall also file an 18 approved bond as required on original applications for such 19 licenses.

20 (b) Whenever any license is transferred, no license or other 21 fees shall be required from the persons to whom such transfer is 22 made for the balance of the then current license year, except 23 the filing fee as herein provided.

24 Section 68. Section 470 of the act, amended August 1, 1969 25 (P.L.219, No.87), is reenacted and amended to read:

26 Section 470. Renewal of Licenses; Temporary Provisions for 27 Licensees in Armed Service.--(a) All applications for renewal 28 of licenses under the provisions of this article shall be filed 29 with a new bond, requisite license and filing fees at least 30 sixty days before the expiration date of same: Provided, 19870H1000B1366 - 142 -

however, That the [board] commission, in its discretion, may 1 accept a renewal application filed less than sixty days before 2 3 the expiration date of the license with the required bond and 4 fees, upon reasonable cause shown and the payment of an 5 additional filing fee of one hundred dollars (\$100.00) for late filing: And provided further, That except where the failure to 6 7 file a renewal application or before the expiration date has 8 created a license quota vacancy after said expiration date which has been filled by the issuance of a new license, after such 9 10 expiration date, but before the [board] commission has received 11 a renewal application within the time prescribed herein the [board] <u>commission</u>, in its discretion, may, after hearing, 12 13 accept a renewal application filed within ten months after the 14 expiration date of the license with the required bond and fees 15 upon the payment of an additional filing fee of two hundred 16 fifty dollars (\$250.00) for late filing. Where any such renewal 17 application is filed less than sixty days before the expiration 18 date, or subsequent to the expiration date, no license shall 19 issue upon the filing of the renewal application until the 20 matter is finally determined by the [board] commission and if an 21 appeal is taken from the [board's] commission's action the 22 courts shall not order the issuance of the renewal license until 23 final determination of the matter by the courts. A renewal 24 application will not be considered filed unless accompanied by a 25 new bond and the requisite filing and license fees and any 26 additional filing fee required by this section. Unless the 27 [board] commission shall have given ten days' previous notice to 28 the applicant of objections to the renewal of his license, based 29 upon violation by the licensee or his servants, agents or 30 employes of any of the laws of the Commonwealth or regulations 19870H1000B1366 - 143 -

of the [board] commission relating to the manufacture, 1 transportation, use, storage, importation, possession or sale of 2 3 liquors, alcohol or malt or brewed beverages, or the conduct of 4 a licensed establishment, or unless the applicant has by his own 5 act become a person of ill repute, or unless the premises do not meet the requirements of this act or the regulations of the 6 [board] commission, the license of a licensee shall be renewed. 7 8 In cases where a licensee or his servants, agents or (b) 9 employes are arrested, charged with violating any of the laws of 10 this Commonwealth relating to liquor, alcohol or malt or brewed 11 beverages, and where the [board] commission has on file in such cases reports of [its] enforcement officers or investigators of 12 13 the enforcement bureau or from other sources that a licensee or 14 his servants, agents or employes have violated any of the 15 aforementioned laws and a proceeding to revoke such licensee's 16 license is or is about to be instituted, and such arrest occurs 17 or report of violations is received or revocation proceeding 18 instituted or about to be instituted during the time a renewal 19 application of such license in pending before the [board] 20 commission, the [board] commission may, in its discretion, renew 21 the license, notwithstanding such alleged violations, but such 22 renewal license may be revoked if and when the licensee or any 23 of his servants, agents or employes are convicted of or plead 24 guilty to violations under the previous license, as aforesaid, 25 or if and when such previous license is for any reason revoked. 26 In the event such renewal license is revoked by the [board] 27 commission, neither the license fee paid for such license nor any part thereof shall be returned to the licensee, but the 28 29 license bond filed with the application for such renewal of license shall not be forfeited. 30

19870H1000B1366

- 144 -

1 [(c) Notwithstanding anything to the contrary in this 2 section, any individual who holds a restaurant or hotel liquor 3 license or a retail dispenser (hotel or eating place) malt or 4 brewed beverage license in effect at the time such individual 5 enters the armed forces of the United States of America, may surrender to the board for safekeeping the said license and, if 6 surrendered, shall furnish the board with documentary evidence 7 as to his entering such armed forces. Upon surrender of the 8 license, the board shall, without the filing of an application 9 10 for renewal or surety bond, the payment of filing and license 11 fees, renew the said license from year to year and hold the same in its possession for the benefit of such licensee. A license so 12 13 renewed by the board shall to all intents and purposes be considered as in full force and effect, notwithstanding the 14 15 licensee is not exercising the privileges thereunder, and shall 16 be returned to the said licensee at any time within one year from the date of his honorable discharge from the armed forces 17 18 of the United States upon the filing of an application therefor, 19 surety bond, and payment of the filing and license fees as 20 hereinafter provided. The said application for return of license 21 shall be on a form prescribed by the board, accompanied by a 22 filing fee in the sum of ten dollars (\$10.00) and the prescribed license fee, except that when such application is filed after a 23 24 portion of the then current license term has elapsed, the 25 license fee shall be prorated on a monthly basis for the balance 26 of the license year: Provided, however, That the said license 27 shall not be returned if the electors of the municipality in 28 which the licensed establishment is situate have voted against 29 the granting of retail liquor licenses or against the granting 30 of retail dispenser licenses, as the case may be, under the 19870H1000B1366 - 145 -

local option provision of this act. In the event the premises 1 2 originally covered by the license are not available for 3 occupancy by the licensee at the time he files his application 4 for return of license, as hereinbefore provided, he shall be 5 permitted to file an application for transfer of the license to other premises in the same municipality. Such transfer of the 6 7 license shall be subject to all of the provisions of this act pertaining to the transfer of such licenses. 8

9 This subsection (c) was enacted due to conditions caused by 10 the present war and shall remain in effect only until the 11 termination of said war and one year thereafter.] 12 Section 69. Sections 470.1 and 470.2 of the act are 13 repealed.

Section 70. Section 471 of the act, amended January 13, 1966 (1965 P.L.1301, No.518) and repealed in part June 3, 1971 (P.L.118, No.6), is reenacted and amended to read:

17 Section 471. Revocation and Suspension of Licenses; Fines.--18 [Upon learning of any violation of this act or any laws of this 19 Commonwealth relating to liquor, alcohol or malt or brewed 20 beverages, or of any regulations of the board adopted pursuant 21 to such laws, of any violation of any laws of this Commonwealth 22 or of the United States of America relating to the tax-payment 23 of liquor or malt or brewed beverages by any licensee within the 24 scope of this article, his officers, servants, agents or 25 employes, or upon any other sufficient cause shown, the board 26 may, within one year from the date of such violation or cause 27 appearing, cite such licensee to appear before it or its 28 examiner, not less than ten nor more than sixty days from the date of sending such licensee, by registered mail, a notice 29 30 addressed to him at his licensed premises, to show cause why 19870H1000B1366 - 146 -

such license should not be suspended or revoked or a fine 1 2 imposed. Hearings on such citations shall be held in the same 3 manner as provided herein for hearings on applications for 4 license. Upon such hearing, if satisfied that any such violation 5 has occurred or for other sufficient cause, the board shall immediately suspend or revoke the license, or impose a fine of 6 not less than fifty dollars (\$50) nor more than one thousand 7 dollars (\$1,000), notifying the licensee by registered letter 8 addressed to his licensed premises. In the event the fine is not 9 10 paid within twenty days of the order the board shall suspend or 11 revoke the license, notifying the licensee by registered mail addressed to his licensed premises. Suspensions and revocations 12 13 shall not go into effect until twenty days have elapsed from the date of notice of issuance of the board's order, during which 14 15 time the licensee may take an appeal as provided for in this 16 act. When a license is revoked, the licensee's bond may be 17 forfeited by the board. Any licensee whose license is revoked 18 shall be ineligible to have a license under this act until the 19 expiration of three years from the date such license was 20 revoked. In the event the board shall revoke a license, no 21 license shall be granted for the premises or transferred to the 22 premises in which the said license was conducted for a period of 23 at least one year after the date of the revocation of the 24 license conducted in the said premises, except in cases where 25 the licensee or a member of his immediate family is not the owner of the premises, in which case the board may, in its 26 27 discretion, issue or transfer a license within the said year. In 28 all such cases, the board shall file of record at least a brief 29 statement in the form of an opinion of the reasons for the 30 ruling or order. In the event the person who was fined or whose 19870H1000B1366 - 147 -

license was suspended or revoked by the board shall feel 1 aggrieved by the action of the board, he shall have the right to 2 3 appeal to the court of quarter sessions or the county court of 4 Allegheny County in the same manner as herein provided for 5 appeals from refusals to grant licenses. Upon appeal, the court so appealed to shall, in the exercise of its discretion, 6 7 sustain, reject, alter or modify the findings, conclusions and penalties of the board, based on the findings of fact and 8 conclusions of law as found by the court. The aforesaid appeal 9 10 shall act as a supersedeas unless upon sufficient cause shown 11 the court shall determine otherwise. No penalty provided by this section shall be imposed by the board or any court for any 12 13 violations provided for in this act unless the enforcement officer or the board notifies the licensee of its nature and of 14 15 the date of the alleged violation within ten days of the 16 completion of the investigation which in no event shall exceed 17 ninety days.

18 If the violation in question is a third or subsequent 19 violation of this act or the act of June 24, 1939 (P.L.872), 20 known as "The Penal Code," occurring within a period of four 21 years the board shall impose a suspension or revocation. 22 The jurisdiction of the county court of Allegheny County 23 conferred hereby shall be exclusive within the territorial 24 limits of its jurisdiction.] (a) Upon learning of any violation 25 of this act or any laws of this Commonwealth relating to liquor, 26 alcohol or malt or brewed beverages, or of any regulations of 27 the commission adopted pursuant to such laws, or any violation 28 of any laws of this Commonwealth or of the Federal Government relating to the payment of taxes on liquor, alcohol or malt or 29 brewed beverages by any licensee within the scope of this 30 19870H1000B1366 - 148 -

1 article, his officers, servants, agents or employes, or upon any other sufficient cause shown, the enforcement bureau may, within 2 3 one year from the date of such violation or cause appearing, 4 cite such licensee to appear before an administrative law judge, 5 not less than ten nor more than sixty days from the date of sending such licensee, by registered mail, a notice addressed to 6 him at his licensed premises, to show cause why such license 7 8 should not be suspended or revoked or a fine imposed, or both. 9 The bureau shall also send a copy of the hearing notice to the 10 municipality in which the premises is located. 11 (b) Hearing on such citations shall be held in the same manner as provided herein for hearings on applications for 12 13 license. Upon such hearing, if satisfied that any such violation 14 has occurred or for other sufficient cause, the administrative 15 law judge shall immediately suspend or revoke the license, or 16 impose a fine of not less than fifty dollars (\$50) nor more than one thousand dollars (\$1,000), or both, notifying the licensee 17 18 by registered letter addressed to his licensed premises. If the 19 licensee has been cited and found to have violated section 20 493(10) insofar as it relates to lewd, immoral or improper 21 entertainment, or has been found to be a public nuisance pursuant to section 611, or if the owner or operator of the 22 23 licensed premises or any authorized agent of the owner or 24 operator has been convicted of any violation of the act of April 14, 1972 (P.L.233, No.64), known as "The Controlled Substance, 25 26 Drug, Device and Cosmetic Act, " or of 18 Pa.C.S. § 5902 27 (relating to prostitution and related offenses) or 6301 28 (relating to corruption of minors), at or relating to the licensed premises, the administrative law judge shall 29 immediately suspend or revoke the license, or impose a fine of 30

19870H1000B1366

- 149 -

not less than one thousand dollars (\$1,000) nor more than five 1 thousand dollars (\$5,000), or both. The administrative law judge 2 3 shall notify the licensee by registered mail, addressed to the 4 licensed premises, of such suspension, revocation or fine. The increased civil penalty imposed by this subsection shall not be 5 used to require any licensee to increase the amount of the bond 6 required by this act. In the event the fine is not paid within 7 8 twenty days of the adjudication, the administrative law judge 9 shall suspend or revoke the license, notifying the licensee by 10 registered mail addressed to the licensed premises. Suspensions 11 and revocations shall not go into effect until thirty days have elapsed from the date of the adjudication during which time the 12 13 licensee may take an appeal as provided for in this act. When a 14 license is revoked, the licensee's bond may be forfeited. Any 15 licensee whose license is revoked shall be ineligible to have a 16 license under this act until the expiration of three years from the date such license was revoked. In the event a license is 17 18 revoked, no license shall be granted for the premises or 19 transferred to the premises in which the said license was 20 conducted for a period of at least one year after the date of 21 the revocation of the license conducted in the said premises, 22 except in cases where the licensee or a member of his immediate 23 family is not the owner of the premises, in which case the commission may, in its discretion, issue or transfer a license 24 25 within the said year. In the event the bureau or the person who 26 was fined or whose license was suspended or revoked shall feel 27 aggrieved by the adjudication of the administrative law judge, 28 there shall be a right to appeal to the court of common pleas in the same manner as herein provided for appeals from refusals to 29 30 grant licenses. The aforesaid appeal shall act as a supersedeas 19870H1000B1366 - 150 -

1	unless upon sufficient cause shown the court shall determine	
2	otherwise; however, if the licensee has been cited and found to	
3	have violated section 493(10) insofar as it relates to lewd,	
4	<u>immoral or improper entertainment, or has been found to be a</u>	
5	public nuisance pursuant to section 611, or if the owner or	
6	operator of the licensed premises or any authorized agent of the	
7	owner or operator has been convicted of any violation of "The	
8	Controlled Substance, Drug, Device and Cosmetic Act," or of 18	
9	Pa.C.S. § 5902 or 6301, at or relating to the licensed premises,	
10	its appeal shall not act as a supersedeas unless the court	
11	determines otherwise upon sufficient cause shown. In any hearing	
12	on an application for a supersedeas under this section, the	
13	court may consider, in addition to other relevant evidence,	
14	documentary evidence, including records of the bureau, showing	
15	the prior history of citations, fines, suspensions or	
16	revocations against the licensee; and the court may also	
17	consider, in addition to other relevant evidence, evidence of	
18	any recurrence of the unlawful activity occurring between the	
19	date of the citation which is the subject of the appeal and the	
20	date of the hearing by the court. No penalty provided by this	
21	section shall be imposed for any violations provided for in this	
22	act unless the bureau notifies the licensee of its nature within	
23	thirty days of the completion of the investigation.	
24	(c) If the violation in question is a third or subsequent	
25	violation of this act or Title 18 of the Pennsylvania	
26	Consolidated Statutes (relating to crime and offenses),	
27	occurring within a period of four years, the administrative law	
28	judge shall impose a suspension or revocation.	
29	Section 71. Section 472 of the act, amended May 2, 1986	
30	(P.L.141, No.44), is reenacted and amended to read:	
198	19870н1000в1366 – 151 –	

19870H1000B1366

- 151 -

1 Section 472. Local Option. -- In any municipality or any part of a municipality where such municipality is split so that each 2 3 part thereof is separated by another municipality, an election 4 may be held on the date of the primary election immediately 5 preceding any municipal election, but not oftener than once in four years, to determine the will of the electors with respect 6 7 to the granting of liquor licenses to hotels, restaurants and clubs, not oftener than once in four years, to determine the 8 9 will of the electors with respect to the granting of liquor 10 licenses to privately-owned private golf courses, not oftener 11 than once in four years, to determine the will of the electors with respect to the granting of licenses to retail dispensers of 12 13 malt and brewed beverages, not oftener than once in four years, 14 to determine the will of the electors with respect to granting 15 of licenses to wholesale distributors and importing 16 distributors, or not more than once in four years, to determine 17 the will of the electors with respect to the establishment, 18 operation and maintenance by the [board] commission of 19 Pennsylvania liquor stores, within the limits of such 20 municipality or part of a split municipality, under the provisions of this act: Provided, however, Where an election 21 22 shall have been held at the primary preceding a municipal 23 election in any year, another election may be held under the 24 provisions of this act at the primary occurring the fourth year 25 after such prior election: And provided further, That an 26 election on the question of establishing and operating a State 27 liquor store shall be initiated only in those municipalities, or 28 that part of a split municipality that shall have voted against the granting of liquor licenses; and that an election on the 29 30 question of granting wholesale distributor and importing 19870H1000B1366 - 152 -

distributor licenses shall be initiated only in those 1 municipalities or parts of split municipalities that shall have 2 3 at a previous election voted against the granting of dispenser's 4 licenses. Whenever electors equal to at least twenty-five per 5 centum of the highest vote cast for any office in the municipality or part of a split municipality at the last 6 preceding general election shall file a petition with the county 7 board of elections of the county for a referendum on the 8 question of granting any of said classes of licenses or the 9 10 establishment of Pennsylvania liquor stores, the said county 11 board of elections shall cause a question to be placed on the ballots or on the voting machine board and submitted at the 12 13 primary immediately preceding the municipal election. Separate petitions must be filed for each question to be voted on. Said 14 15 proceedings shall be in the manner and subject to the provisions 16 of the election laws which relate to the signing, filing and 17 adjudication of nomination petitions, insofar as such provisions 18 are applicable. 19 When the question is in respect to the granting of liquor 20 licenses, it shall be in the following form: 21 Do you favor the granting of liquor licenses for the sale of liquor in..... 22 Yes 23 of....? No When the question is in respect to the granting of liquor 24 25 licenses, for privately-owned private golf courses, it shall be 26 in the following form: 27 Do you favor the granting of liquor licenses for 28

19870H1000B1366

- 153 -

1 When the question is in respect to the granting of licenses to retail dispensers of malt and brewed beverages, it shall be 2 3 in the following form: 4 Do you favor the granting of malt and brewed 5 beverage retail dispenser licenses for consumption on premises where sold in the..... 6 Yes 7 of....? No 8 When the question is in respect to the granting of licenses to wholesale distributors of malt or brewed beverages and 9 importing distributors, it shall be in the following form: 10 11 Do you favor the granting of malt and brewed 12 beverage wholesale distributor's and importing 13 distributor's licenses not for consumption on 14 premises where sold in the..... Yes 15 of....? No 16 When the question is in respect to the establishment, 17 operation and maintenance of Pennsylvania liquor stores it shall 18 be in the following form: 19 Do you favor the establishment, operation and maintenance of Pennsylvania liquor 20 stores in the..... 21 Yes 22 of....? No 23 In case of a tie vote, the status quo shall obtain. If a 24 majority of the voting electors on any such question vote "yes," 25 then liquor licenses shall be granted by the [board] commission 26 to hotels, restaurants and clubs, or liquor licenses shall be 27 granted by the [board] commission to privately-owned private 28 golf courses, or malt and brewed beverage retail dispenser 29 licenses or wholesale distributor's and importing distributor's 30 license for the sale of malt or brewed beverages shall be 19870H1000B1366 - 154 -

granted by the [board] <u>commission</u>, or the [board] <u>commission</u> may 1 2 establish, operate and maintain Pennsylvania liquor stores, as 3 the case may be, in such municipality or part of a split 4 municipality, as provided by this act; but if a majority of the 5 electors voting on any such question vote "no," then the [board] commission shall have no power to grant or to renew upon their 6 7 expiration any licenses of the class so voted upon in such municipality or part of a split municipality; or if the negative 8 9 vote is on the question in respect to the establishment, 10 operation and maintenance of Pennsylvania liquor stores, the 11 [board] <u>commission</u> shall not open and operate a Pennsylvania liquor store in such municipality or part of a split 12 13 municipality, nor continue to operate a then existing 14 Pennsylvania liquor store in the municipality or part of a split 15 municipality for more than two years thereafter or after the 16 expiration of the term of the lease on the premises occupied by 17 such store, whichever period is less, unless and until at a 18 later election a majority of the voting electors vote "yes" on 19 such question.

Section 72. Section 472.1 of the act, added September 15,1961 (P.L.1337, No.590), is reenacted to read:

22 Section 472.1. Clubs. -- Whenever any club in existence at 23 least five years prior to the time of application for license 24 owns a contiguous plot of land in more than two municipalities 25 in one or more but less than all of which the granting of liquor 26 licenses has not been prohibited and at least one acre of the plot of land owned by the club is situated in each municipality 27 28 in which the granting of liquor licenses has not been prohibited, the club may be issued a club liquor license or a 29 30 catering license by the board if the board finds that the 19870H1000B1366 - 155 -

license will not be detrimental to any residential neighborhood.
 This section shall not be construed to prohibit the issuance of
 club liquor licenses or catering licenses which may otherwise be
 issued under the provisions of this act.

5 Section 73. Section 472.2 of the act, added November 18, 1969 (P.L.296, No.124), is reenacted and amended to read: 6 Section 472.2. Granting of Liquor Licenses in Certain 7 Municipalities.--(a) In any municipality which has, prior to 8 9 January 1, 1967, by referendum approved the granting of malt and 10 brewed beverage retail dispensers' licenses and has also 11 thereafter, in a separate and subsequent referendum approved the granting of liquor licenses prior to the effective date of this 12 13 amendment, the [board] commission may issue to an applicant 14 holding a malt and brewed beverage retail dispenser's license, a 15 liquor license: Provided, That the applicant surrenders for 16 cancellation the malt and brewed beverage retail dispenser's 17 license. The [board] commissioner shall not issue such a liquor 18 license in excess of one for each one thousand five hundred residents in said municipality and any application for said 19 20 license shall be filed within two years from the effective date of this amendment. 21

22 Nothing in this section shall otherwise affect any (b) existing malt and brewed beverage retail dispenser's license. 23 24 (c) The [board] <u>commission</u> may not accept, act upon, or 25 grant an application for a liquor license under this section, 26 when such application, if granted, would cause an excess in the 27 aforesaid quota of one liquor license for each one thousand five 28 hundred residents in said municipality. Nor shall an applicant under this section be required to surrender his malt and brewed 29 30 beverage retail dispenser's license until and unless the [board] 19870H1000B1366 - 156 -

1 commission has granted his application for a liquor license. Section 74. Section 472.3 of the act, added July 3, 1980 2 3 (P.L.348, No.88), is reenacted and amended to read: 4 Section 472.3. Exchange of Certain Licenses.--(a) In any 5 municipality wherein restaurant liquor license issue, the [board] <u>commission</u> may issue to a club as defined in this act, a 6 7 club liquor license in exchange for a club retail dispenser 8 license.

9 (b) An applicant under this section shall surrender his club 10 retail dispenser license for cancellation prior to the issuance 11 of the new club liquor license.

12 (c) The applicant for such exchange of license shall file an 13 application for a club liquor license and shall post a notice of 14 such application in the manner provided in section 403. In 15 determining whether the exchange shall be granted the [board] 16 <u>commission</u> shall have the same discretion as provided in section 17 404 in the case of any new license.

18 (d) The provisions of section 461 pertaining to quota shall19 not pertain to this section for exchange purposes.

20 Section 75. Section 473 of the act, added January 13, 1966 (1965 P.L.1301, No.518), is reenacted and amended to read: 21 22 Section 473. Public Record. -- (a) Any person having a pecuniary interest in the conduct of business on licensed 23 premises whether that interest is direct or indirect, legal or 24 25 equitable, individual, corporate, or mutual shall file his name 26 and address with the [board] commission on forms provided by the 27 [board] commission. In the case of corporate ownership, the 28 secretary of the corporation shall file with the [board] 29 commission the names and addresses of all persons having such a 30 corporate pecuniary interest.

19870H1000B1366

- 157 -

1 (b) The names and addresses required by this section shall 2 be recorded by the [board] <u>commission</u> and made available to the 3 public as a public record.

4 Section 76. Section 474 of the act, added July 20, 1968 5 (P.L.429, No.201), is reenacted and amended to read: Section 474. Surrender of Club Licenses for Benefit of 6 Licensees. -- Whenever a club license has been returned to the 7 [board] commission for the benefit of the licensee due to the 8 licensed establishment not having been in operation for any 9 10 reason whatsoever for a period of time not exceeding fifteen 11 days, the license shall be held by the [board] commission for the benefit of the licensee for a period of time not exceeding 12 13 one year, or, upon proper application to the [board] commission, 14 for an additional year, and the license shall be revoked at the 15 termination of the period, and transfer of the license shall not be permitted after the termination of the period. 16

Section 77. Section 475 of the act, amended November 26, 18 1978 (P.L.1389, No.326) and June 24, 1982 (P.L.624, No.176), is 19 reenacted to read:

Section 475. Establishments Proximate to Interstate Highways 20 21 Not To Be Licensed. -- (a) No license for the sale of liquor or 22 malt or brewed beverages in any quantity shall be granted to the proprietor, lessee, keeper or manager of an establishment the 23 24 building entrance to which is located within three hundred feet 25 of the entrance or exit of an interstate limited access highway. (b) This section shall not apply to existing licenses, nor 26 be deemed to affect the right of an existing licensee to 27 28 reinstatement or renewal of his license.

29 Section 78. Subheading (D) of Article IV of the act is 30 reenacted to read:

19870H1000B1366

- 158 -

(D) Unlawful Acts; Penalties.

Section 79. Section 491 of the act, amended July 18, 1961
(P.L.789, No.347), May 5, 1970 (P.L.342, No.110), October 11,
1972 (P.L.906, No.215), October 2, 1974 (P.L.665, No.220),
October 10, 1974 (P.L.692, No.231), December 12, 1980 (P.L.1195,
No.221) and February 9, 1984 (P.L.21, No.8), is reenacted and
amended to read:

8 Section 491. Unlawful Acts Relative to Liquor, Alcohol and
9 Liquor Licensees.--

10 It shall be unlawful--

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11 (1) Sales of Liquor. For any person, by himself or by an employe or agent, to expose or keep for sale, or directly or 12 13 indirectly, or upon any pretense or upon any device, to sell or 14 offer to sell any liquor within this Commonwealth, except in 15 accordance with the provisions of this act and the regulations of the [board] commission. This clause shall not be construed to 16 17 prohibit hospitals, physicians, dentists or veterinarians who 18 are licensed and registered under the laws of this Commonwealth 19 from administering liquor in the regular course of their 20 professional work and taking into account the cost of the liquor so administered in making charges for their professional 21 22 service, or a pharmacist duly licensed and registered under the 23 laws of this Commonwealth from dispensing liquor on a prescription of a duly licensed physician, dentist or 24 25 veterinarian, or selling medical preparations containing 26 alcohol, or using liquor in compounding prescriptions or medicines and making a charge for the liquor used in such 27 28 medicines, or a manufacturing pharmacist or chemist from using liquor in manufacturing preparations unfit for beverage purposes 29 30 and making a charge for the liquor so used. All such liquors so 19870H1000B1366 - 159 -

administered or sold by hospitals, physicians, dentists, 1 2 veterinarians, pharmacists or chemists shall conform to the 3 Pharmacopoeia of the United States, the National Formulary, or 4 the American Homeopathic Pharmacopoeia. This clause shall not be 5 construed to prohibit an executor or an administrator of a decedent's estate from selling privately or at public auction 6 liquor which was an asset of the decedent. The [board] 7 8 commission shall establish regulations to ensure that State taxes from the sales will be paid by the estate from the 9 10 proceeds of the sale. The [board] commission may not prohibit a 11 sale of liquor for the reason that it was not lawfully acquired prior to January 1, 1934 or has not been purchased from a 12 13 Pennsylvania Liquor Store or in compliance with Pennsylvania 14 law.

15 (2) Possession or Transportation of Liquor or Alcohol. For 16 any person, except a manufacturer or the [board] commission or 17 the holder of a sacramental wine license or of an importer's 18 license, to possess or transport any liquor or alcohol within 19 this Commonwealth which was not lawfully acquired prior to 20 January first, one thousand nine hundred and thirty-four, or has 21 not been purchased from a Pennsylvania Liquor Store or a 22 licensed limited winery in Pennsylvania, except miniatures 23 totalling less than one gallon purchased by a collector of the 24 same in another state or foreign country, or in accordance with 25 the [board's] <u>commission's</u> regulations. The burden shall be upon 26 the person possessing or transporting such liquor or alcohol to 27 prove that it was so acquired. But nothing herein contained 28 shall prohibit the manufacture or possession of wine by any person in his home for consumption of himself, his family and 29 30 guests and not for sale, not exceeding, during any one calendar 19870H1000B1366 - 160 -

year, two hundred gallons, any other law to the contrary
 notwithstanding. Such wine shall not be manufactured, possessed,
 offered for sale or sold on any licensed premises.

4 None of the provisions herein contained shall prohibit nor 5 shall it be unlawful for any person to import into Pennsylvania, transport or have in his possession, an amount of liquor not 6 7 exceeding one gallon in volume upon which a State tax has not been paid, if it can be shown to the satisfaction of the [board] 8 commission that such person purchased the liquor in a foreign 9 10 country or United States territory and was allowed to bring it 11 into the United States. Neither shall the provisions contained herein prohibit nor make it unlawful for (i) any member of the 12 13 armed forces on active duty, or (ii) any retired member of the 14 armed forces, or (iii) any totally disabled veteran, or (iv) the 15 spouse of any person included in the foregoing classes of 16 persons to import into Pennsylvania, transport or have in his possession an amount of liquor not exceeding one gallon per 17 18 month in volume upon which the State tax has not been paid, so 19 long as such liquor has been lawfully purchased from a package 20 store established and maintained under the authority of the United States and is in containers identified in accordance with 21 22 regulations issued by the Department of Defense. Such liquor 23 shall not be possessed, offered for sale or sold on any licensed 24 premises.

None of the provisions herein contained shall prohibit nor shall it be unlawful for any consul general, consul or other diplomatic officer of a foreign government to import into Pennsylvania, transport or have in his possession liquor upon which a State tax has not been paid, if it can be shown to the satisfaction of the [board] <u>commission</u> that such person acquired 19870H1000B1366 - 161 - the liquor in a foreign country and was allowed to bring it into
 the United States. Such liquor shall not be possessed, offered
 for sale or sold on any licensed premises.

4 Any person violating the provisions of this clause for a 5 first offense involving the possession or transportation in Pennsylvania of any liquor in a package (bottle or other 6 receptacle) or wine not purchased from a Pennsylvania Liquor 7 Store or from a licensed limited winery in Pennsylvania, with 8 9 respect to which satisfactory proof is produced that the 10 required Federal tax has been paid and which was purchased, procured or acquired legally outside of Pennsylvania shall upon 11 12 conviction thereof in a summary proceeding be sentenced to pay a 13 fine of twenty-five dollars (\$25) for each such package, plus 14 costs of prosecution, or undergo imprisonment for a term not 15 exceeding ninety (90) days. Each full quart or major fraction 16 thereof shall be considered a separate package (bottle or other 17 receptacle) for the purposes of this clause. Such packages of 18 liquor shall be forfeited to the Commonwealth in the manner prescribed in Article VI of this act but the vehicle, boat, 19 20 vessel, animal or aircraft used in the illegal transportation of 21 such packages shall not be subject to forfeiture: Provided, 22 however, That if it is a second or subsequent offense or if it is established that the illegal possession or transportation was 23 24 in connection with a commercial transaction, then the other 25 provisions of this act providing for prosecution as a 26 misdemeanor and for the forfeiture of the vehicle, boat, vessel, 27 animal or aircraft shall apply.

28 (3) Purchase of Liquor or Alcohol. For any person within 29 this Commonwealth, by himself or by an employe or agent, to 30 attempt to purchase, or directly or indirectly, or upon any 19870H1000B1366 - 162 - pretense or device whatsoever, to purchase any liquor or alcohol
 from any person or source other than a Pennsylvania Liquor
 Store, except in accordance with the provisions of this act or
 the regulations of the [board] <u>commission</u>.

5 (4) Possession and Use of Decanters. For any person to use 6 decanters of alcoholic beverages except that the use of 7 decanters or other similar receptacles by licensees shall be 8 permitted in the case of wines and then only in accordance with 9 the regulations of the [board] <u>commission</u>, but nothing herein 10 contained shall prohibit the manufacture and possession of wine 11 as provided in clause (2) of this section.

12 (5) Failure to Break Empty Liquor Containers. For any 13 restaurant, hotel or club licensee, his servants, agents or 14 employes, to fail to break any package in which liquors were 15 contained, except those decanter packages that the [board] 16 <u>commission</u> determines to be decorative, within twenty-four hours 17 after the original contents were removed therefrom.

18 (6) Sales by Restaurant and Hotel Liquor Licensees. For any restaurant or hotel licensee, his servants, agents or employes, 19 20 to sell any liquor or malt or brewed beverages for consumption 21 on the licensed premises except in a room or rooms or place on 22 the licensed premises at all times accessible to the use and 23 accommodation of the general public, but this section shall not 24 be interpreted to prohibit a <u>RESTAURANT LIQUOR LICENSEE FROM</u> 25 PROVIDING PRIVATE AFFAIRS THE PRIMARY FUNCTION OF WHICH IS FOR 26 CATERING ONLY TO WEDDINGS OR SPECIAL OCCASIONS ARRANGED TWENTY-27 FOUR HOURS IN ADVANCE, NOR TO PROHIBIT A hotel licensee, or a 28 restaurant licensee when the restaurant is located in a hotel, 29 from selling liquor or malt or brewed beverages in any room of 30 such hotel occupied by a bona fide guest or to prohibit a 19870H1000B1366 - 163 -

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restaurant licensee from selling liquor or malt or brewed
 beverages in a bowling alley when no minors are present where
 the restaurant and bowling alley are immediately adjacent and
 under the same roof.

5 (7) Sales of Liquor by Manufacturers and Licensed Importers. For any manufacturer or licensed importer of liquor in this 6 Commonwealth, his agents, servants or employes, to sell or offer 7 to sell any liquor in this Commonwealth except to the [board] 8 9 commission for use in Pennsylvania Liquor Stores, and in the 10 case of a manufacturer, to the holder of a sacramental wine 11 license or an importer's license, but a manufacturer or licensed importer may sell or offer to sell liquor to persons outside of 12 13 this Commonwealth.

14 (8) Importation and Sales of Alcohol. For any person, to 15 import alcohol into this Commonwealth, or to sell alcohol to any 16 person, except in accordance with the regulations of the [board] 17 <u>commission</u>.

(9) Possession of Alcohol. For any person, to have alcohol
in his possession, except in accordance with the provisions of
this act and the regulations of the [board] <u>commission</u>.

(10) Fortifying, Adulterating or Contaminating Liquor. For any licensee or any employe or agent of a licensee or of the [board] <u>commission</u>, to fortify, adulterate or contaminate any liquor, except as permitted by the regulations of the [board] <u>commission</u>, or to refill wholly or in part, with any liquid or substance whatsoever, any liquor bottle or other liquor container.

28 (11) Importation of Liquor. For any person, other than the 29 [board] <u>commission</u> or the holder of a sacramental wine license 30 or of an importer's license, to import any liquor whatsoever 19870H1000B1366 - 164 - 1 into this Commonwealth, but this section shall not be construed 2 to prohibit railroad and pullman companies from selling liquors 3 purchased outside the Commonwealth in their dining, club and 4 buffet cars which are covered by public service liquor licenses 5 and which are operated in this Commonwealth.

6 (12) Delivery of Liquor by Certain Licensees. For a liquor 7 licensee permitted to deliver liquor, to make any deliveries 8 except in his own vehicles bearing his name, address and license 9 number on each side in letters not smaller than four inches in 10 height, or in the vehicle of another person duly authorized to 11 transport liquor within this Commonwealth.

12 (13) Violation of Certain Rules and Regulations of [Board]
13 <u>Commission</u>. For any person, to violate any rules and regulations
14 adopted by the [board] <u>commission</u> to insure the equitable
15 wholesale and retail sale and distribution of liquor and alcohol
16 through the Pennsylvania Liquor Stores.

17 (14) Offering Commission or Gift to Members of [Board] 18 Commission or State Employe. For any person selling or offering to sell liquor or alcohol to, or purchasing at wholesale liquor 19 20 or alcohol from, the [board] commission, either directly or 21 indirectly, to pay or offer to pay any commission, profit or 22 remuneration, or to make or offer to make any gift to any member 23 or employe of the [board] commission or other employe of the Commonwealth or to anyone on behalf of such member or employe. 24 25 Section 80. Section 492 of the act, amended July 3, 1957 26 (P.L.475, No.268), June 22, 1980 (P.L.253, No.73) and June 24, 27 1982 (P.L.624, No.176), is reenacted and amended to read: 28 Section 492. Unlawful Acts Relative to Malt or Brewed 29 Beverages and Licensees. --

30 It shall be unlawful--

19870H1000B1366

- 165 -

(1) Manufacturing Without License. For any person, to
 manufacture malt or brewed beverages, unless such person holds a
 valid manufacturer's license for such purpose issued by the
 board.

5 (2) Sales of Malt or Brewed Beverages for Consumption on the Premises. For any person, to sell to another for consumption 6 upon the premises where sold or to permit another to consume 7 upon the premises where sold, any malt or brewed beverages, 8 unless such person holds a valid retail dispenser license or a 9 10 valid liquor license issued by the [board] commission 11 authorizing the sale of malt or brewed beverages for consumption 12 upon such premises.

(3) Sales of Malt or Brewed Beverages Not for Consumption on the Premises. For any person, to sell to another any malt or brewed beverages not for consumption upon the premises where sold, unless such person holds a valid license permitting such sale.

(4) Sunday Sales of Malt or Brewed Beverages by
Manufacturers, Importing Distributors or Distributors. For any
manufacturer of malt or brewed beverages, importing distributor
or distributor, or the servants, agents or employes of the same,
to sell, trade or barter in malt or brewed beverages between the
hours of twelve o'clock midnight of any Saturday and two o'clock
in the forenoon of the following Monday.

(5) Sales of Malt or Brewed Beverages by Hotels, Eating
Places or Public Service Licensees During Prohibited Hours.--For
any hotel or eating place holding a retail dispenser's license,
or the servants, agents or employes of such licensees, to sell,
trade or barter in malt or brewed beverages between the hours of
two o'clock antemeridian Sunday and seven o'clock in the
19870H1000B1366 - 166 -

forenoon of the following Monday, or between the hours of two 1 o'clock antemeridian and seven o'clock antemeridian of any week 2 3 day: Provided, That notwithstanding any provision to the 4 contrary, whenever the thirty-first day of December falls on a 5 Sunday such sales of malt or brewed beverages may be made on such day after one o'clock postmeridian and until two o'clock 6 7 antemeridian of the following day. For any public service licensee authorized to sell malt or brewed beverages or the 8 9 servants, agents or employes of such licensees to sell, trade or 10 barter in malt or brewed beverages between the hours of two 11 o'clock antemeridian and seven o'clock antemeridian on any day. 12 Any licensee holding a retail dispenser license or a malt or 13 brewed beverage public service license may, by giving notice to 14 the board, advance by one hour the hours herein prescribed as 15 those during which malt or brewed beverages may be sold during 16 such part of the year when daylight saving time is being 17 observed generally in the municipality in which the place of 18 business is located. Any licensee who elects to operate his place of business in accordance with daylight saving time shall 19 20 post a conspicuous notice in his place of business that he is 21 operating in accordance with daylight saving time.

22 Sales of Malt or Brewed Beverages on Election Day by (6) Hotels, Eating Places or Public Service Licensees. For any hotel 23 24 or eating place holding a retail dispenser's license, or any 25 malt or brewed beverage public service licensee, or his 26 servants, agents or employes, to sell, furnish or give any malt 27 or brewed beverages to any person after two o'clock antemeridian, or until one hour after the time fixed by law for 28 29 the closing of polling places on days on which a general, 30 municipal, special or primary election is being held except as 19870H1000B1366 - 167 -

1 permitted by subsection (f) of section 432.

2 (7) Clubs Selling Between Three O'Clock Antemeridian and
3 Seven O'Clock Antemeridian. For any club retail dispenser, or
4 its servants, agents or employes, to sell malt or brewed
5 beverages between the hours of three o'clock antemeridian and
6 seven o'clock antemeridian on any day.

7 Transportation of Malt or Brewed Beverages. For any (8) 8 person, to transport malt or brewed beverages except in the 9 original containers, or to transport malt or brewed beverages 10 for another who is engaged in selling either liquor or malt or 11 brewed beverages, unless such person shall hold (a) a license to transport for hire, alcohol, liquor and malt or brewed 12 13 beverages, as hereinafter provided in this act, or (b) shall 14 hold a permit issued by the board and shall have paid to the 15 board such permit fee, not exceeding one hundred dollars (\$100), 16 and shall have filed with the board a bond in the penal sum of 17 not more than two thousand dollars (\$2000), as may be fixed by 18 the rules and regulations of the board, any other law to the 19 contrary notwithstanding.

(9) Transportation of Malt or Brewed Beverages by Licensee.
For a malt or brewed beverage licensee, to deliver or transport
any malt or brewed beverages, excepting in vehicles bearing the
name and address and license number of such licensee painted or
affixed on each side of such vehicle in letters no smaller than
four inches in height.

26 (10) Importing or Transporting Malt or Brewed Beverages 27 Without Tax Stamps. For any person, to transport within or 28 import any malt or brewed beverages into this Commonwealth, 29 except in accordance with the rules and regulations of the 30 board, or for any person to transport malt or brewed beverages 19870H1000B1366 - 168 -

into or within this Commonwealth, unless there shall be affixed 1 to the original containers in which such malt or brewed 2 beverages are transported, stamps or crowns evidencing the 3 payment of the malt liquor tax to the Commonwealth: Provided, 4 5 however, That this clause shall not be construed to prohibit transportation of malt or brewed beverages through this 6 7 Commonwealth and not for delivery therein, if such transporting 8 is done in accordance with the rules and regulations of the [board] commission. 9

10 (11) Delivery of Malt or Brewed Beverages With Other 11 Commodities. For any manufacturer, importing distributor or 12 distributor, or his servants, agents or employes, except with 13 [board] <u>commission</u> approval, to deliver or transport any malt or 14 brewed beverages in any vehicle in which any other commodity is 15 being transported.

16 (12) Distributors and Importing Distributors Engaging in 17 Other Business. For any distributor or importing distributor, or 18 his servants, agents or employes, without the approval of the 19 [board] <u>commission</u>, and then only in accordance with [board] 20 <u>commission</u> regulations, to engage in any other business 21 whatsoever, except the business of distributing malt or brewed 22 beverages.

(13) Possession or Storage of Liquor or Alcohol by Certain Licensees. For any distributor, importing distributor or retail dispenser, or his servants, agents or employes, to have in his possession, or to permit the storage of on the licensed premises or in any place contiguous or adjacent thereto accessible to the public or used in connection with the operation of the licensed premises, any alcohol or liquor.

30 (14) Malt or Brewed Beverage Licensees Dealing in Liquor or 19870H1000B1366 - 169 - Alcohol. For any malt or brewed beverage licensee, other than a
 manufacturer, or the servants, agents or employes thereof, to
 manufacture, import, sell, transport, store, trade or barter in
 any liquor or alcohol.

5 (15) Selling to Persons Doing Illegal Business. For any malt 6 or brewed beverage licensee, or his servants, agents or 7 employes, to knowingly sell any malt or brewed beverages to any 8 person engaged in the business of illegally selling liquor or 9 malt or brewed beverages.

10 (16) Distributors and Importing Distributors Failing to Keep 11 Records. For any importing distributor or distributor engaged in 12 the sale of products, other than malt or brewed beverages, to 13 fail to keep such complete separate records covering in every 14 respect his transactions in malt or brewed beverages as the 15 [board] <u>commission</u> shall by regulation require.

16 (17) Fortifying, Adulterating or Contaminating Malt or 17 Brewed Beverages. For any person, to fortify, adulterate, 18 contaminate, or in any wise to change the character or purity 19 of, the malt or brewed beverages from that as originally 20 marketed by the manufacturer at the place of manufacture.

21 (18) Coercing Distributors and Importing Distributors. For 22 any manufacturer or any officer, agent or representative of any 23 manufacturer to coerce or persuade or attempt to coerce or 24 persuade any person licensed to sell or distribute malt or 25 brewed beverages at wholesale or retail to establish selling 26 prices for its products or to enter into any contracts or 27 agreements, whether written or oral, or take any action which will violate or tend to violate any provisions of this act or 28 29 any of the rules or regulations promulgated by the [board] 30 commission pursuant thereto.

19870H1000B1366

- 170 -

1 (19) Modifying or Terminating Distributing Rights Agreement. For any manufacturer or any officer, agent or representative of 2 any manufacturer to modify, cancel, terminate, rescind or not 3 4 renew, without good cause, any distributing rights agreement, 5 and in no event shall any modification, cancellation, termination, rescission or nonrenewal of any distributing rights 6 agreement become effective for at least ninety (90) days after 7 written notice of such modification, cancellation, termination, 8 rescission or intention not to renew has been served on the 9 10 affected party and [board] commission by certified mail, return 11 receipt requested, except by written consent of the parties to the agreement. The notice shall state all the reasons for the 12 13 intended modification, termination, cancellation, rescission or nonrenewal. The distributor or importing distributor holding 14 15 such agreement shall have ninety (90) days in which to rectify 16 any claimed deficiency, or challenge the alleged cause.

If the deficiency shall be rectified within ninety (90) days of notice, then the proposed modification, termination, cancellation, rescission or nonrenewal shall be null and void and without legal effect.

If the notice states as one of the reasons for the intended 21 22 modification, cancellation, termination, rescission or renewal that the importing distributor or distributor's equipment or 23 24 warehouse requires major changes or additions, then if the 25 distributor or importing distributor shall have taken some 26 positive action to comply with the required changes or 27 additions, the distributor or importing distributor shall have 28 deemed to have complied with the deficiency as set forth in the 29 notice. The notice provisions of this section shall not apply if the reason for termination, cancellation or nonrenewal is 30 19870H1000B1366 - 171 -

insolvency, assignment for the benefit of creditors, bankruptcy,
 liquidation, fraudulent conduct in its dealings with the
 manufacturer, revocation or suspension for more than a thirty
 (30) day period of the importing distributor or distributor
 license.

Interference with Transfer of License, Business or 6 (20) 7 Franchise. (i) For any manufacturer to interfere with or prevent 8 any distributor or importing distributor from selling or transferring his license, business or franchise, whether before 9 or after notice of modification, cancellation, termination, 10 11 rescission or nonrenewal has been given, provided the proposed purchaser of the business of the distributor or importing 12 13 distributor meets the material qualifications and standards 14 required of the manufacturers other distributors or importing 15 distributors; (ii) if the proposed transfer of the distributor 16 or importing distributor's business is to a surviving spouse or 17 adult child, the manufacturer shall not, for any reason, 18 interfere with, or prevent, the transfer of the distributor or 19 importing distributor's license, business or franchise. Any 20 subsequent transfer by surviving spouse or adult child shall 21 thereafter be subject to the provisions of subclause (i) above. 22 Inducing or Coercing Distributors or Importing (21)23 Distributors to Accept Unordered Products or Commit Illegal 24 Acts. For any manufacturer to compel or attempt to compel any 25 distributor or importing distributor to accept delivery of any 26 malt or brewed beverages or any other commodity which shall not 27 have been ordered by the distributor or importing distributor, or to do any illegal act by any means whatsoever including, but 28 not limited to, threatening to amend, cancel, terminate, rescind 29 30 or refuse to renew any agreement existing between manufacturer 19870H1000B1366 - 172 -

and the distributor or importing distributor, or to require a
 distributor or importing distributor to assent to any condition,
 stipulation or provision limiting the distributor or importing
 distributor in his right to sell the products of any other
 manufacturer.

Section 81. Section 493 of the act, amended June 14, 1957
(P.L.322, No.170), June 15, 1961 (P.L.423, No.211), September
25, 1967 (P.L.307, No.135), March 5, 1970 (P.L.137, No.55),
August 1, 1975 (P.L.161, No.83), March 9, 1982 (P.L.174, No.55)
and May 9, 1984 (P.L.246, No.54), is reenacted and 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--

(1) Furnishing Liquor or Malt or Brewed Beverages to Certain 18 19 Persons. For any licensee or the [board] <u>commission</u>, or any 20 employe, servant or agent of such licensee or of the [board] 21 commission, or any other person, to sell, furnish or give any 22 liquor or malt or brewed beverages, or to permit any liquor or malt or brewed beverages to be sold, furnished or given, to any 23 24 person visibly intoxicated, or to any insane person, or to any 25 minor, or to habitual drunkards, or persons of known intemperate 26 habits.

(2) Purchase or Sale of Liquor or Malt or Brewed Beverages on Credit. For any licensee, his agent, servant or employe, to sell or offer to sell or purchase or receive any liquor or malt or brewed beverages except for cash, excepting credit extended 19870H1000B1366 - 173 -

by a hotel or club to a bona fide guest or member, or by 1 railroad or pullman companies in dining, club or buffet cars to 2 3 passengers, for consumption while enroute, holding authorized 4 credit cards issued by railroad or railroad credit bureaus or by 5 hotel, restaurant and public service licensees to customers holding credit cards issued in accordance with regulations of 6 the [board] commission or credit cards issued by banking 7 8 institutions subject to State or Federal regulation: Provided further, That nothing herein contained shall be construed to 9 10 prohibit the use of checks or drafts drawn on a bank, banking 11 institution, trust company or similar depository, organized and existing under the laws of the United States of America or the 12 13 laws of any state, territory or possession thereof, in payment 14 for any liquor or malt or brewed beverages if the purchaser is 15 the payor of the check or draft and the licensee is the payee. 16 No right of action shall exist to collect any claim for credit 17 extended contrary to the provisions of this clause. Nothing 18 herein contained shall prohibit a licensee from crediting to a 19 purchaser the actual price charged for original containers 20 returned by the original purchaser as a credit on any sale, or 21 from refunding to any purchaser the amount paid by such 22 purchaser for such containers or as a deposit on containers when 23 title is retained by the vendor, if such original containers have been returned to the licensee. Nothing herein contained 24 25 shall prohibit a manufacturer from extending usual and customary 26 credit for liquor or malt or brewed beverages sold to customers 27 or purchasers who live or maintain places of business outside of 28 the Commonwealth of Pennsylvania, when the liquor or malt or 29 brewed beverages so sold are actually transported and delivered 30 to points outside of the Commonwealth: Provided, however, That 19870H1000B1366 - 174 -

as to all transactions affecting malt or brewed beverages to be
 resold or consumed within this Commonwealth, every licensee
 shall pay and shall require cash deposits on all returnable
 original containers and all such cash deposits shall be refunded
 upon return of the original containers.

(3) Exchange of Liquor or Malt or Brewed Beverages For 6 Merchandise, etc. For any licensee or the [board] commission, or 7 any employe, servant or agent of a licensee or of the [board] 8 9 <u>commission</u>, to sell, offer to sell or furnish any liquor or malt 10 or brewed beverages to any person on a pass book or store order, 11 or to receive from any person any goods, wares, merchandise or other articles in exchange for liquor or malt or brewed 12 13 beverages.

14 (4) Peddling Liquor or Malt or Brewed Beverages. For any
15 person, to hawk or peddle any liquor or malt or brewed beverages
16 in this Commonwealth.

17 (5) Failure to Have Brands as Advertised. For any licensee, his servants, agents or employes, to advertise or hold out for 18 sale any liquor or malt or brewed beverages by trade name or 19 20 other designation which would indicate the manufacturer or place 21 of production of the said liquor or malt or brewed beverages, 22 unless he shall actually have on hand and for sale a sufficient quantity of the particular liquor or malt or brewed beverages so 23 24 advertised to meet requirements to be normally expected as a 25 result of such advertisement or offer.

(6) Brand or Trade Name on Spigot. For any licensee, his
agents, servants or employes, to furnish or serve any malt or
brewed beverages from any faucet, spigot or other dispensing
apparatus, unless the trade name or brand of the product served
shall appear in full sight of the customer and in legible
19870H1000B1366 - 175 -

lettering upon such faucet, spigot or dispensing apparatus. 1 2 (7) Alcoholic Strength on Label of Malt or Brewed Beverages. 3 For any licensee, or his servants, agents or employes, to 4 transport, sell, deliver or purchase any malt or brewed 5 beverages upon which there shall appear a label or other informative data which in any manner refers to the alcoholic 6 7 contents of the malt or brewed beverage, or which refers in any manner to the original alcoholic strength, extract or balling 8 9 proof from which such malt or brewed beverage was produced. This 10 clause shall not be construed to prohibit a manufacturer from 11 designating upon the label or descriptive data the alcoholic 12 content of malt or brewed beverages intended for shipment into 13 another state or territory, when the laws of such state or 14 territory require that the alcoholic content of the malt or 15 brewed beverage must be stated upon the package.

16 (8) Advertisements on Labels Giving Alcoholic Content of 17 Malt or Brewed Beverages. For any manufacturer or other 18 licensee, or his servants, agents or employes, to issue, publish or post, or cause to be issued, published or posted, any 19 20 advertisement of any malt or brewed beverage including a label 21 which shall refer in any manner to the alcoholic strength of the 22 malt or brewed beverage manufactured, sold or distributed by 23 such licensees, or to use in any advertisement or label such 24 words as "full strength," "extra strength," "high test," "high 25 proof, " "pre-war strength," or similar words or phrases, which 26 would lead or induce a consumer to purchase a brand of malt or 27 brewed beverage on the basis of its alcoholic content, or to use 28 in or on any advertisement or label any numeral, unless 29 adequately explained in type of the same size, prominence and 30 color, or for any licensee to purchase, transport, sell or 19870H1000B1366 - 176 -

distribute any malt or brewed beverage advertised or labeled
 contrary to the provisions of this clause.

(9) Retail Licensees Furnishing Free Lunch, etc. For any
retail liquor licensee or any retail dispenser, his agents,
servants or employes, to furnish, give or sell below a fair cost
any lunch to any consumer, except such articles of food as the
[board] commission may authorize and approve.

8 Entertainment on Licensed Premises (Except Clubs); (10)9 Permits; Fees. For any licensee, his servants, agents or 10 employes, except club licensees, to permit in any licensed 11 premises or in any place operated in connection therewith, dancing, theatricals or floor shows of any sort, or moving 12 13 pictures other than television, or such as are exhibited through 14 machines operated by patrons by the deposit of coins, which 15 project pictures on a screen not exceeding in size twenty-four 16 by thirty inches and which forms part of the machine, unless the 17 licensee shall first have obtained from the [board] commission a 18 special permit to provide such entertainment, or for any 19 licensee, under any circumstances, to permit in any licensed 20 premises any lewd, immoral or improper entertainment, regardless 21 of whether a permit to provide entertainment has been obtained 22 or not. The [board] commission shall have power to provide for 23 the issue of such special permits, and to collect a fee for such 24 permits equal to one-fifth of the annual license fee but not 25 less than twenty-five dollars (\$25). All such fees shall be paid 26 into The State Stores Fund. No such permit shall be issued in 27 any municipality which, by ordinance, prohibits amusements in 28 licensed places. Any violation of this clause shall, in addition to the penalty herein provided, subject the licensee to 29 30 suspension or revocation of his permit and his license. 19870H1000B1366 - 177 -

1 (11) Licensees Employed by Others. For any hotel, restaurant or club liquor licensee, or any malt or brewed beverage 2 3 licensee, or any servant, agent or employe of such licensee, to be at the same time employed, directly or indirectly, by any 4 5 other person engaged in the manufacture, sale, transportation or storage of liquor, malt or brewed beverages or alcohol: 6 7 Provided, That any person (except a licensee or the manager, officer or director of a licensee) who is employed by a retail 8 9 licensee to prepare or serve food and beverages may be employed 10 in the same capacity by another retail licensee during other 11 hours or on other days.

Failure to Have Records on Premises. For any liquor 12 (12)13 licensee, or any importing distributor, distributor or retail 14 dispenser, to fail to keep on the licensed premises for a period 15 of at least two years complete and truthful records covering the 16 operation of his licensed business, particularly showing the 17 date of all purchases of liquor and malt or brewed beverages, 18 the actual price paid therefor, and the name of the vendor, 19 including State Store receipts, or for any licensee, his 20 servants, agents or employes, to refuse the [board] commission 21 or an authorized employe of the [board] commission or the 22 enforcement bureau access thereto or the opportunity to make 23 copies of the same when the request is made during business 24 hours.

(13) Retail Licensees Employing Minors. For any hotel, restaurant or club liquor licensee, or any retail dispenser, to employ or to permit any minor under the age of eighteen to serve any alcoholic beverages or to employ or permit any minor under the age of sixteen to render any service whatever in or about the licensed premises, nor shall any entertainer under the age 19870H1000B1366 - 178 -

of eighteen be employed or permitted to perform in any licensed 1 premises in violation of the labor laws of this Commonwealth: 2 3 Provided, That in accordance with [board] commission regulations 4 minors between the ages of sixteen and eighteen may be employed 5 to serve food, clear tables and perform other similar duties, not to include the dispensing or serving of alcoholic beverages. 6 7 (14) Permitting Undesirable Persons or Minors to Frequent Premises. For any hotel, restaurant or club liquor licensee, or 8 9 any retail dispenser, his servants, agents or employes, to 10 permit persons of ill repute, known criminals, prostitutes or 11 minors to frequent his licensed premises or any premises operated in connection therewith, except minors accompanied by 12 13 parents, guardians, or under proper supervision or except minors 14 who frequent any restaurant or retail dispensing licensee whose 15 sales of food and non-alcoholic beverages are equal to seventy 16 per centum or more of the combined gross sales of both food and 17 alcoholic beverages on the condition that alcoholic beverages 18 may not be served at the table or booth at which the said minor 19 is seated at the time (unless said minor is under proper 20 supervision as hereinafter defined) and on the further condition 21 that only table service of alcoholic beverages or take-out 22 service of beer shall be permitted in the room wherein the minor 23 is located: Provided, however, That it shall not be unlawful for 24 any hotel, restaurant or club liquor licensee or any retail 25 dispenser to permit minors under proper supervision upon the 26 licensed premises or any premises operated in connection 27 therewith for the purpose of a social gathering, even if such 28 gathering is exclusively for minors: And provided further, That no liquor shall be sold, furnished or given to such minors nor 29 30 shall the licensee knowingly permit any liquor or malt or brewed 19870H1000B1366 - 179 -

beverages to be sold, furnished or given to or be consumed by 1 any minor, and the area of such gathering shall be segregated 2 3 from the remainder of the licensed premises. In the event the area of such gathering cannot be segregated from the remainder 4 5 of the licensed premises, all alcoholic beverages must be either removed from the licensed premises or placed under lock and key 6 during the time the gathering is taking place. Notice of such 7 gathering shall be given the [Liquor Control Board] Commission 8 as it may, by regulation, require. Any licensee violating the 9 10 provisions of this clause shall be subject to the provisions of 11 section 471.

"Proper supervision," as used in this clause, means the 12 13 presence, on that portion of the licensed premises where a minor 14 or minors are present, of one person twenty-five years of age or 15 older for every fifty minors or part thereof who is directly 16 responsible for the care and conduct of such minor or minors while on the licensed premises and in such proximity that the 17 18 minor or minors are constantly within his sight or hearing. The presence of the licensee or any employe or security officer of 19 20 the licensee shall not constitute proper supervision.

(15) Cashing Pay Roll, Public Assistance, Unemployment
Compensation or Any Other Relief Checks. For any licensee or his
servants, agents or employes to cash pay roll checks or to cash,
receive, handle or negotiate in any way Public Assistance,
Unemployment Compensation or any other relief checks.

26 (16) Furnishing or Delivering Liquor or Malt or Brewed
27 Beverages at Unlawful Hours. For any licensee, his servants,
28 agents or employes, to give, furnish, trade, barter, serve or
29 deliver any liquor or malt or brewed beverages to any person
30 during hours or on days when the licensee is prohibited by this
19870H1000B1366 - 180 -

1 act from selling liquor or malt or brewed beverages.

2 (17) Licensees, etc., Interested or Employed in 3 Manufacturing or Sale of Equipment or Fixtures. For any 4 licensee, or any officer, director, stockholder, servant, agent 5 or employe of any licensee, to own any interest, directly or indirectly, in or be employed or engaged in any business which 6 7 involves the manufacture or sale of any equipment, furnishings or fixtures to any hotel, restaurant or club licensees, or to 8 any importing distributors, distributors or retail dispensers: 9 10 Provided, however, That as to malt or brewed beverage licensees, 11 the provisions of this subsection shall not apply to such a conflicting interest if it has existed for a period of not less 12 13 than three years prior to the first day of January, one thousand 14 nine hundred thirty-seven, and the [board] commission shall 15 approve.

16 Displaying Price of Liquor or Malt or Brewed Beverages. (18)17 For any restaurant, hotel or club liquor licensee, or any 18 importing distributor, distributor or retail dispenser, or the 19 servants, agents or employes of such licensees, to display on 20 the outside of any licensed premises or to display any place 21 within the licensed premises where it can be seen from the 22 outside, any advertisement whatsoever referring, directly or indirectly, to the price at which the licensee will sell liquor 23 24 or malt or brewed beverages.

(19) Licensee's Outside Advertisements. For any retail liquor licensee or any retail dispenser, distributor or importing distributor, to display in any manner whatsoever on the outside of his licensed premises, or on any lot of ground on which the licensed premises are situate, or on any building of which the licensed premises are a part, a sign of any kind, - 181 - 1 printed, painted or electric, advertising any brand of liquor or 2 malt or brewed beverage, and it shall be likewise unlawful for 3 any manufacturer, distributor or importing distributor, to 4 permit the display of any sign which advertises either his 5 products or himself on any lot of ground on which such licensed 6 premises are situate, or on any building of which such licensed 7 premises are a part.

8 (i) Retail Liquor and Retail Malt or Brewed Beverages (20)9 Licensee's Inside Advertisements. For any retail liquor or 10 retail malt or brewed beverages licensee, to display or permit 11 the display in the show window or doorways of his licensed premises, any placard or sign advertising the brands of liquor 12 13 or malt or brewed beverages produced by any one manufacturer, if 14 the total display area of any such placard or sign advertising 15 the products of any one manufacturer exceeds three hundred 16 square inches. Nothing herein shall prohibit a licensee from 17 displaying inside his licensed premises point of sale displays 18 advertising brand names of products sold by him, other than a 19 window or door display: Provided, That the total cost of all 20 such point of sale advertising matter relating to any one brand 21 of any one manufacturer shall not exceed the sum of seventy 22 dollars (\$70) at any one time, and no single piece of advertising shall exceed a cost of thirty-five dollars (\$35). 23 All such advertising material, including the window and door 24 25 signs, may be furnished by a manufacturer, distributor or 26 importing distributor. The restrictions on advertising set forth in subclause (ii) and in clauses (20.1) and (20.2) shall also 27 28 apply to this subclause.

29 (ii) Cooperative Advertising. No distributor or importing 30 distributor, directly or indirectly, independent or otherwise, 19870H1000B1366 - 182 - shall, except by prior written agreement, be required to
 participate with a manufacturer in the purchase of any
 advertising of a brand name product in any name, in any form,
 whether it be radio, television, newspaper, magazine or
 otherwise.

6 (20.1) Manufacturer Shall Not Require Advertising. For a
7 manufacturer to require a distributor or importing distributor
8 to purchase any type of advertising.

9 (20.2) Advertising Shall Be Ordered and Authorized in 10 Advance. For any advertising to be done on behalf of a 11 distributor or importing distributor which was not ordered and 12 authorized in advance by the distributor or importing 13 distributor.

14 (21) Refusing The Right of Inspection. For any licensee, or 15 his servants, agents or employes, to refuse the [board] 16 commission or the enforcement bureau or any of [its] their 17 authorized employes the right to inspect completely the entire 18 licensed premises at any time during which the premises are open for the transaction of business, or when patrons, guests or 19 20 members are in that portion of the licensed premises wherein 21 either liquor or malt or brewed beverages are sold.

(22) Allowance or Rebate to Induce Purchases. For any
licensee, or his servants, agents or employes, to offer, pay,
make or allow, or for any licensee, or his servants, agents or
employes, to solicit or receive any allowance or rebate, refunds
or concessions, whether in the form of money or otherwise, to
induce directly the purchase of liquor or malt or brewed
beverages.

29 (23) Money or Valuables Given to Employes to Influence 30 Actions of Their Employers. For any licensee, or any agent, 19870H1000B1366 - 183 -

employe or representative of any licensee, to give or permit to 1 2 be given, directly or indirectly, money or anything of 3 substantial value, in an effort to induce agents, employes or 4 representatives of customers or prospective customers to 5 influence their employer or principal to purchase or contract to purchase liquor or malt or brewed beverages from the donor of 6 7 such gift, or to influence such employers or principals to 8 refrain from dealing or contracting to deal with other 9 licensees.

10 (24)Things of Value Offered as Inducement. For any licensee 11 under the provisions of this article, or the [board] commission 12 or any manufacturer, or any employe or agent of a manufacturer, 13 licensee or of the [board] commission, to offer to give anything 14 of value or to solicit or receive anything of value as a premium 15 for the return of caps, stoppers, corks, stamps or labels taken 16 from any bottle, case, barrel or package containing liquor or 17 malt or brewed beverage, or to offer or give or solicit or 18 receive anything of value as a premium or present to induce 19 directly the purchase of liquor or malt or brewed beverage, or 20 for any licensee, manufacturer or other person to offer or give 21 to trade or consumer buyers any prize, premium, gift or other 22 inducement to purchase liquor or malt or brewed beverages, 23 except advertising novelties of nominal value which the [board] 24 commission shall define[: Provided, however, That this]. THIS 25 SECTION SHALL NOT PREVENT ANY MANUFACTURER OR ANY AGENT OF A 26 MANUFACTURER FROM OFFERING AND HONORING COUPONS WHICH OFFER 27 MONETARY REBATES ON PURCHASES OF WINES AND SPIRITS THROUGH STATE 28 LIQUOR STORES IN ACCORDANCE WITH CONDITIONS OR REGULATIONS ESTABLISHED BY THE COMMISSION. FURTHER, NO MANUFACTURER OR ANY 29 30 AGENT OF A MANUFACTURER SHALL HONOR ANY COUPONS WITHOUT PROOF OF 19870H1000B1366 - 184 -

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<u>PURCHASE IN THE FORM OF A SALES SLIP OR RECEIPT ATTACHED TO THE</u>
 <u>COUPONS. THIS</u> section shall not apply to the return of any
 monies specifically deposited for the return of the original
 container to the owners thereof.

5 (25) Employment of Females in Licensed Places. For any licensee or his agent, to employ or permit the employment of any 6 female at his licensed hotel, restaurant or eating place for the 7 purpose of enticing customers, or to encourage them to drink 8 liquor, or make assignations for improper purposes: Provided, 9 10 That nothing in this section shall be construed to prevent the 11 employment of any female waitress who regularly takes orders for food from serving food, liquor or malt or brewed beverages at 12 13 tables; also, that nothing shall prevent any such licensees from 14 employing any female stenographer, hotel secretary, clerk or 15 other employe for their respective positions: Provided further, 16 That nothing in this section shall be so construed as to prevent 17 the wife of any such licensee or agent or any employed female 18 from mixing or serving liquor or malt or brewed beverages behind 19 the bar of any such licensed place.

Any person violating the provisions of this clause shall be 20 21 guilty of a misdemeanor and, upon conviction of the same, shall 22 be sentenced to pay a fine of not less than one hundred dollars 23 (\$100), nor more than five hundred dollars (\$500), for each and 24 every female so employed, or undergo an imprisonment of not less 25 than three (3) months, nor more than one (1) year, or either or 26 both, at the discretion of the court having jurisdiction of the 27 case. The [board] administrative law judge shall have the power 28 to revoke or refuse licenses for violation of this clause.

29 (26) Worthless Checks. For any retail liquor licensee or any 30 retail dispenser, distributor or importing distributor, to make, 19870H1000B1366 - 185 -

draw, utter, issue or deliver, or cause to be made, drawn, 1 uttered, issued or delivered, any check, draft or similar order, 2 3 for the payment of money in payment for any purchase of malt or 4 brewed beverages, when such retail liquor licensee, retail 5 dispenser, distributor or importing distributor, has not sufficient funds in, or credit with, such bank, banking 6 7 institution, trust company or other depository, for the payment of such check. Any person who is a licensee under the provisions 8 9 of this article, who shall receive in payment for malt or brewed 10 beverages sold by him any check, draft or similar order for the 11 payment of money, which is subsequently dishonored by the bank, banking institution, trust company or other depository, upon 12 13 which drawn, for any reason whatsoever, shall, within five days 14 of receipt of notice of such dishonor, notify by certified mail 15 the person who presented the said worthless check, draft or similar order. 16

17 (27) Distributors and Importing Distributors Employing Minors. For any distributor or importing distributor to employ 18 minors under the age of eighteen but persons eighteen and over 19 20 may be employed to sell and deliver malt and brewed beverages. 21 Section 82. Section 494 of the act, amended May 25, 1956 22 (1955 P.L.1743, No.583), is reenacted and amended to read: 23 Section 494. Penalties.--(a) Any person who shall violate 24 any of the provisions of this article, except as otherwise 25 specifically provided, shall be guilty of a misdemeanor and, 26 upon conviction thereof, shall be sentenced to pay a fine of not 27 less than one hundred dollars (\$100), nor more than five hundred dollars (\$500), and on failure to pay such fine, to imprisonment 28 29 for not less than one month, nor more than three months, and for 30 any subsequent offense, shall be sentenced to pay a fine not 19870H1000B1366 - 186 -

less than three hundred dollars (\$300), nor more than five
 hundred dollars (\$500), and to undergo imprisonment for a period
 not less than three months, nor more than one year.

4 (b) The right [of the board] to suspend and revoke licenses
5 granted under this article shall be in addition to the penalty
6 set forth in this section.

7 Section 83. Section 495 of the act, amended June 22, 1980 8 (P.L.262, No.76), is reenacted and amended to read: 9 Section 495. Identification Cards; Licensees and State 10 Liquor Store Employes Saved From Prosecution. -- [(a) The board 11 shall issue, to any person who shall have attained the age of 12 twenty-one years, an identification card bearing said person's 13 date of birth, physical description, photograph, signature, and 14 such other information, as the board by regulation may 15 determine, attesting to the age of the applicant, upon 16 application therefor by said person, filed no earlier than 17 fifteen days prior to attaining the age of twenty-one. Such 18 cards shall be numbered and a record thereof maintained by the board for a period of five years. The board may, in its 19 20 discretion, impose a charge for such cards in an amount to be 21 determined by it, and it may, upon proof of loss of such 22 identification card by and upon application of anyone to whom 23 such card may have been issued, issue a duplicate thereof and 24 impose a charge therefor in an amount as it may by regulation 25 prescribe. The board shall have the power to make such 26 regulations as it shall, from time to time, deem proper 27 regarding the size, style and additional content of the 28 identification card, the form and content of any application 29 therefor, the type, style and quantity of proof required to 30 verify the applicant's age, the procedure for receiving and 19870H1000B1366 - 187 -

1 processing such application, the distribution of said card, the 2 charge to be imposed for any card more than one that it shall 3 issue to the same applicant, and all other matters the board 4 shall deem necessary or advisable for the purpose of carrying 5 into effect the provisions of this section.

(a.1)] (a) The photo driver's license or identification card
issued by the Department of Transportation shall, for the
purpose of this act, be accepted as an identification card.
[(a.2) For the purposes of this section, the term
identification card means a card which complies with either
subsection (a) or (a.1).]

(b) Such identification card shall be presented by the 12 13 holder thereof upon request of any State Liquor Store or any 14 licensee, or the servant, agent or employe thereof, for the 15 purpose of aiding such store, licensee, or the servant, agent or 16 employe to determine whether or not such person is twenty-one years of age and upwards, when such person desires alcoholic 17 18 beverage at a State Liquor Store or licensed establishment. (c) In addition to the presentation of such identification 19 20 card, the agent of the State Liquor Store or the licensee, or 21 his servant, agent or employe, shall require the person whose 22 age may be in question to fill in and sign a card in the following form: 23 24 19 25 I,...., hereby represent 26 to, a State Store or 27 licensee of the [Pennsylvania Liquor Control Board] Alcohol Beverages Commission, that I am of full age and discretion 28 29 and over the age of 21 years, having been born on 30

19870H1000B1366

- 188 -

This statement is made to induce said store or licensee above 1 2 named to sell or otherwise furnish alcoholic beverages to the 3 undersigned. Serial Number of Identification Card: 4 5 I understand that I am subject to a fine of \$300.00 and sixty days imprisonment for any 6 7 misrepresentation herein. 8 9 (Name) 10 11 (Address) 12 Witness: 13 Name..... Address..... 14 15 Such statement shall be printed upon a 3 inch by 5 inch or 4 16 inch by 5 inch file card, which card shall be filed 17 alphabetically by the State Liquor Store or licensee, at or 18 before the close of business on the day of which said 19 certificate is executed, in a file box containing a suitable 20 alphabetical index, and which card shall be subject to 21 examination by any officer, agent or employe of the [Liquor 22 Control Board] commission at any and all times. 23 (d) It shall be unlawful for the owner of an identification 24 card, as defined by this act, to transfer said card to any other 25 person for the purpose of aiding such person to secure alcoholic 26 beverage. Any person who shall transfer such identification card 27 for the purpose of aiding such transferee to obtain alcoholic 28 beverage shall be guilty of a misdemeanor and, upon conviction 29 thereof, shall be sentenced to pay a fine of not more than three 30 hundred dollars (\$300), or undergo imprisonment for not more 19870H1000B1366 - 189 -

than sixty (60) days. Any person not entitled thereto who shall 1 2 have unlawfully procured or have issued or transferred to him, 3 as aforesaid, identification card or any person who shall make 4 any false statement on any card required by subsection (c) 5 hereof to be signed by him shall be quilty of a misdemeanor and, upon conviction thereof, shall be sentenced to pay a fine of not 6 more than three hundred dollars (\$300), or undergo imprisonment 7 for not more than sixty (60) days. 8

9 (e) The signed statement in the possession of a licensee or 10 an employe of a State Liquor Store may be offered as a defense 11 in all civil and criminal prosecutions for serving a minor, and 12 no penalty shall be imposed if the [Liquor Control Board] 13 <u>commission</u> or the courts are satisfied that the licensee or 14 State Liquor Store employe acted in good faith.

15 Section 84. Section 496 of the act, added June 15, 1961 16 (P.L.423, No.211), is reenacted and amended to read:

17 Section 496. Reporting of Worthless Checks. -- Any person who 18 is a licensee under the provisions of this article, who shall 19 receive in payment for malt or brewed beverages sold by him any 20 check, draft or similar order, for the payment of money, which 21 is subsequently dishonored by the bank, banking institution, 22 trust company or other depository, upon which drawn, for any reason whatsoever, shall, within twenty days of receipt of 23 notice of such dishonor, notify the [board] commission thereof. 24 25 Such notification to the [board] commission shall be in such 26 manner and form as the board shall direct.

27 Section 85. Section 497 of the act, added December 22, 196528 (P.L.1144, No.441), is reenacted to read:

29 Section 497. Liability of Licensees.--No licensee shall be 30 liable to third persons on account of damages inflicted upon 19870H1000B1366 - 190 -

them off of the licensed premises by customers of the licensee 1 unless the customer who inflicts the damages was sold, furnished 2 3 or given liquor or malt or brewed beverages by the said licensee 4 or his agent, servant or employe when the said customer was 5 visibly intoxicated. 6 Section 86. The act is amended by adding a section to read: 7 Section 498. Unlawful Advertising.--(a) No manufacturer, wholesaler or shipper whether from outside or inside this 8 9 Commonwealth and no licensee under this act shall cause or 10 permit the advertising in any manner whatsoever of the price of 11 any malt beverage, cordial, wine or distilled liquor offered for 12 sale in this Commonwealth: Provided, however, That the 13 provisions of this section shall not apply to price signs or 14 tags attached to or placed on merchandise for sale within the 15 licensed premises in accordance with rules and regulations of 16 the commission. (b) No newspaper, periodical, radio or television 17 18 broadcaster or broadcasting company or any other person, firm or corporation with a principal place of business in this 19 20 Commonwealth which is engaged in the business of advertising or selling advertising time or space shall accept, publish or 21 22 broadcast any advertisement in this Commonwealth of the price or 23 make reference to the price of any alcoholic beverages. 24 (c) Any person who shall violate any of the provisions of 25 this section shall be quilty of a misdemeanor and upon 26 conviction shall be punished for the first offense by a fine in 27 the sum of fifty dollars (\$50) and for each additional offense 28 thereafter by a fine not exceeding the sum of one hundred dollars (\$100). Publication or broadcast by any person in 29 violation of the provisions of this section shall also be 30 19870H1000B1366 - 191 -

subject to injunctive proceedings in a court of competent 1 jurisdiction on a complaint brought by a retail licensee or an 2 3 association of retail licensees. 4 (d) The provisions of this section shall not apply to any 5 trade journal which is duly recognized and authorized to be exempt from the provisions of this section by the commission. 6 7 Section 87. The heading of Article V of the act is reenacted 8 to read: 9 ARTICLE V. 10 DISTILLERIES, WINERIES, BONDED WAREHOUSES, 11 BAILEES FOR HIRE AND TRANSPORTERS FOR HIRE. Section 88. Section 501 of the act is reenacted to read: 12 13 Section 501. License Required. -- Except as otherwise provided 14 in this article, and except as otherwise provided in article 15 four as to malt and brewed beverages, it shall be unlawful for 16 any person without a license obtained under provisions of this 17 article to hold in storage as bailee for hire, or transport for 18 hire, any malt or brewed beverage, or to manufacture, produce, 19 distill, develop or use in the process of manufacture, denature, 20 redistill, recover, rectify, blend, reuse, hold in bond, hold in 21 storage as bailee for hire, or transport for hire, within this 22 Commonwealth, any alcohol or liquor, except that a person may 23 manufacture wine out of grapes grown in Pennsylvania by fermentation only and with no alcohol or alcoholic product added 24 25 thereto by way of fortification and sell the same to a licensed 26 winery. 27 Section 89. Section 502 of the act is reenacted and amended 28 to read: Section 502. Exemptions. -- No license hereunder shall be 29 30 required from any registered pharmacist; or a physician licensed

19870H1000B1366

- 192 -

by the State Board of [Medical Education and Licensure] 1 2 Medicine; or any person who makes and sells vinegar, 3 nonalcoholic cider and fruit juices; or any person who 4 manufactures, stores, sells or transports methanol, propanol, 5 butanol and amanol; or any person who conducts a wholesale drug business; or any person who manufactures alcoholic preparations 6 7 not fit for use as a beverage, other than denatured alcohol or for beverage purposes; any person engaged in the manufacture; 8 possession or sale of patent, patented or proprietary medicines, 9 10 toilet, medicinal or antiseptic preparations unfit for beverage 11 purposes, or solutions or flavoring extracts or syrups unfit for 12 beverage purposes; or any person who manufactures or sells 13 paints, varnishes, enamels, lacquers, stains or paint, or 14 varnish removing or reducing compounds, or wood fillers; or any 15 person who manufactures any substance where the alcohol or any 16 liquor is changed into other chemical substances and does not 17 appear in the finished product as alcohol or liquor; or any 18 common carrier by railroad which is subject to regulation by the 19 Pennsylvania Public Utility Commission of the Commonwealth of 20 Pennsylvania, or scheduled common carriers by air of mail and 21 passengers; or any person who sells, stores or transports 22 alcohol or liquor completely denatured, as specified by the 23 [board] commission.

Section 90. Section 502.1 of the act, added December 14, 24 25 1979 (P.L.565, No.129), is reenacted and amended to read: 26 Section 502.1. Production of Denatured Ethyl Alcohol.--(a) 27 Notwithstanding any other provisions of this act, a person may 28 upon payment of an annual registration fee of twenty-five 29 dollars (\$25) and without the necessity of having to post a 30 bond, manufacture or distill, hold in storage and use denatured 19870H1000B1366 - 193 -

ethyl alcohol for the purpose of providing fuel for personal or
 business vehicles or machinery.

3 (b) No denatured ethyl alcohol produced under the provisions 4 of this section may be sold or utilized by any person other than 5 the producer.

6 (c) Each licensee shall file annually with the [board]
7 commission accurate records of the monthly production and
8 utilization of denatured ethyl alcohol fuel. The [board]
9 commission shall prescribe the form to be used for this report.
10 (d) Any violation of this section shall be subject to the
11 penalties set forth in section 519.

12 Section 91. Section 503 of the act is reenacted to read: 13 Section 503. Qualifications for License.--No license shall 14 be issued under the provisions of this article to any person 15 unless (a) in case of individuals, he or she is a citizen of the United States of America, (b) in case of companies or 16 unincorporated associations of individuals, each and every one 17 18 is a citizen of the United States of America, (c) in case of 19 corporations, each and every stockholder thereof is a citizen of 20 the United States of America.

Section 92. Section 504 of the act, amended September 28, 21 22 1961 (P.L.1728, No.702), is reenacted and amended to read: 23 Section 504. Applications; Filing Fees.--(a) Every 24 applicant for a license under this article shall file with the 25 [board] commission a written application in such form as the 26 [board] <u>commission</u> shall from time to time require. Every such 27 application shall be accompanied by a filing fee of twenty 28 dollars (\$20), the prescribed license fee and the bond hereinafter specified, and shall set forth: 29 30 [1.] (1) The legal names of the applicant and of the owner

19870H1000B1366

- 194 -

of the place where business under the license will be carried
 on, with their residence addresses by street and number, if a
 partnership, of each separate partner, and if a corporation, of
 each individual officer thereof.

5 [2.] (2) The exact location of said place of business and of every place to be occupied or used in connection with such 6 business, the productive capacity of each plant where any 7 alcohol or liquor is to be manufactured, produced, distilled, 8 rectified, blended, developed or used in the process of 9 10 manufacture, denatured, redistilled, recovered, reused, the 11 capacity of every warehouse or other place where such alcohol or liquor or malt or brewed beverage is to be held in bond or 12 13 stored for hire, or the equipment to be used where a transportation business is to be carried on under the license. 14 15 [3.] <u>(3)</u> That each and every one of the applicants is a citizen of the United States of America. 16

[4.] (4) Such other relevant information as the [board]
<u>commission</u> shall from time to time require by rule or
regulation.

(b) Each application must be verified by affidavit of the applicant made before any officer legally qualified to administer oaths, and if any false statement is wilfully made in any part of said application, the applicant or applicants shall be deemed guilty of a misdemeanor and, upon conviction, shall be subject to the penalties provided by this article.

Section 93. Section 505 of the act, amended July 31, 1968 (P.L.902, No.272), is reenacted and amended to read: Section 505. Licenses Issued.--Upon receipt of the application in the form herein provided, the proper fees and an approved bond as herein designated, the [board] <u>commission</u> may 19870H1000B1366 - 195 -

grant to such applicant a license to engage in, (a) the 1 2 operation of a limited winery or a winery; or, (b) the manufacturing, producing, distilling, developing, or using in 3 4 the process of manufacturing, denaturing, redistilling, 5 recovering, rectifying, blending and reusing of alcohol and liquor; or, (c) the holding in bond of alcohol and liquor; or, 6 (d) the holding in storage, as bailee for hire, of alcohol, 7 8 liquor and malt or brewed beverages; or, (e) the transporting for hire of alcohol, liquor and malt or brewed beverages. 9 10 Section 94. Section 505.1 of the act, amended February 17, 11 1956 (1955 P.L.1077, No.348), is reenacted and amended to read: 12 Section 505.1. Bonded Warehouse License Privilege 13 Restrictions. -- (a) Holders of bonded warehouse licenses may: 14 [(a)] (1) Receive and store in bond liquor owned by 15 Pennsylvania licensed manufacturers and importers.

16 [(b)] (2) Receive and store in bond alcohol owned by 17 Pennsylvania licensed manufacturers.

[(c)] (3) Receive and store in bond liquor owned by
licensees outside this Commonwealth. Such liquor shall be
released from the bonded warehouse for delivery within this
Commonwealth only to persons holding a liquor importer's license
issued by the [Pennsylvania Liquor Control Board] <u>commission</u>
authorizing the importation of liquor or to other storage
facilities or persons outside this Commonwealth.

[(d)] (4) Receive and store in bond alcohol owned by
licensees outside this Commonwealth. Such alcohol shall be
released from the bonded warehouse for delivery within this
Commonwealth only to persons holding an alcohol permit issued by
the [Pennsylvania Liquor Control Board] <u>commission</u> authorizing
the importation of alcohol or to other storage facilities or
19870H1000B1366 - 196 -

1 persons outside this Commonwealth.

2 (b) All liquor and alcohol received and stored pursuant to 3 this section shall be in original containers of ten gallons or 4 greater capacity. Liquor and alcohol placed in storage in 5 accordance with the foregoing provisions may remain in storage 6 notwithstanding any change in ownership.

7 Section 95. Section 505.2 of the act, amended November 5, 8 1981 (P.L.329, No.119) and December 17, 1982 (P.L.1390, No.319), 9 is reenacted and amended to read:

Section 505.2. Limited Wineries.--Holders of a limited winery license may:

(1) Produce wines <u>AND WINE COOLERS</u> only from fruits grown in <—
Pennsylvania in an amount not to exceed one hundred thousand
(100,000) gallons per year.

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15 (2) Sell wine AND WINE COOLERS produced by the limited 16 winery or purchased in bulk in bond from another Pennsylvania 17 limited winery on the licensed premises, under such conditions 18 and regulations as the [board] commission may enforce, to the [Liquor Control Board] commission, to individuals and to hotel, 19 20 restaurant, club and public service liquor licensees, and to Pennsylvania winery licensees: Provided, That a limited winery 21 22 shall not, in any calendar year, purchase wine produced by other 23 limited wineries in an amount in excess of fifty per centum of 24 the wine produced by the purchasing limited winery in the 25 preceding calendar year.

26 [Sell] <u>SEPARATELY OR IN CONJUNCTION WITH OTHER LIMITED</u> (3) <----27 <u>WINERIES, SELL</u> wine <u>AND WINE COOLERS</u> produced by the limited <----winery [on no more than three [board-approved] AT commission-28 <-----29 approved locations other than the licensed premises, with no 30 bottling or production requirement at those additional [board-19870H1000B1366 - 197 -

1 approved] commission-approved locations and under such 2 conditions and regulations as the [board] commission may 3 enforce, to the [Liquor Control Board] commission, to 4 individuals and to hotel, restaurant, club and public service 5 liquor licensees.

Section 96. Section 505.3 of the act, added July 30, 1975 6 7 (P.L.136, No.68), is reenacted and amended to read: 8 Section 505.3. Distilleries.--Distilleries of historical 9 significance established more than one hundred years prior to 10 January 1, 1975 which hold a license issued under section 505 11 may sell liquor produced by the distillery on the licensed premises under such conditions and regulations as the [board] 12 13 commission may enforce.

14 Section 97. Sections 506 and 507 of the act are reenacted 15 and amended to read:

16 Section 506. Bonds Required. -- (a) No license shall be 17 issued to any such applicant until he has filed with the [board] 18 commission an approved bond, duly executed, payable to the 19 Commonwealth of Pennsylvania, together with a warrant of 20 attorney to confess judgment in the penal sum herein set forth. All such bonds shall be conditioned for the faithful observance 21 22 of all the laws of this Commonwealth and regulations of the 23 [board] commission relating to alcohol, liquor and malt or brewed beverages and the conditions of the license, and shall 24 25 have as surety a duly authorized surety company, or shall have 26 deposited therewith, as collateral security, cash or negotiable 27 obligations of the United States of America or the Commonwealth 28 of Pennsylvania in the same amount as herein provided for the 29 penal sum of bonds.

30 (b) In all cases where cash or securities in lieu of other 19870H1000B1366 - 198 - surety have been deposited with the [board] <u>commission</u>, the depositor shall be permitted to continue the same deposit from year to year on each renewal of license, but in no event shall he be permitted to withdraw his deposit during the time he holds said license, or until six months after the expiration of the license held by him, or while revocation proceedings are pending against such licensee.

8 (c) All cash or securities received by the [board] 9 <u>commission</u> in lieu of other surety shall be turned over by the 10 [board] <u>commission</u> to the State Treasurer and held by him. The 11 State Treasurer shall repay or return money or securities 12 deposited with him to the respective depositors only on the 13 order of the [board] commission.

(d) After notice from the [board] commission that such a 14 15 bond has been forfeited, the State Treasurer shall immediately 16 pay into the State Stores Fund all cash deposited as collateral 17 with such bond, and when securities have been deposited with 18 such a bond, the State Treasurer shall sell at private sale, at not less than the prevailing market price, any such securities 19 20 so deposited as collateral with any such forfeited bond. The 21 State Treasurer shall thereafter deposit in The State Stores 22 Fund the net amount realized from the sale of such securities, except that if the amount so realized, after deducting proper 23 24 costs and expenses, is in excess of the penal amount of the 25 bond, such excess shall be paid over by him to the obligor on 26 such forfeited bond.

27 (e) The penal sum of bonds required to be filed by28 applicants for license shall be as follows:

In the case of a distillery (manufacturer), the bond shall be in the amount of ten thousand dollars (\$10,000); in the case of 19870H1000B1366 - 199 - a bonded warehouse, a bailee for hire and a transporter for
 hire, each shall be in the amount of three thousand dollars
 (\$3000); and in the case of a winery, shall be in the amount of
 five thousand dollars (\$5000). Such bonds shall be filed with
 and retained by the [board] <u>commission</u>.

6 (f) Every such bond shall be turned over to the [Department 7 of Justice] <u>Attorney General</u> to be collected if and when the 8 licensee's license shall have been revoked and his bond 9 forfeited as provided in this act.

10 Section 507. Hearings [Upon Refusal of Licenses] on Licenses 11 and Refusals. -- (a) The [board] commission may of its own motion, and shall upon the written request of the enforcement 12 13 bureau or of any applicant for license or for renewal thereof 14 whose application for such license or renewal has been refused, 15 fix a time and place for hearing of such application or renewal, 16 notice of which hearing shall be sent to the bureau and to the applicant, by registered mail, at the address given in his 17 18 application. Such hearing shall be before the [board] 19 commission, a member thereof, or an [examiner designated by the 20 board] administrative law judge.

21 (b) At such hearing, the [board] <u>commission</u> shall present 22 its reasons for its refusal or withholding of such license or renewal thereof or the bureau shall present its objections to 23 24 the granting or renewal of the license, as the case may be. The 25 applicant may appear in person or by counsel, may cross-examine 26 the witnesses for the [board] commission or the bureau, and may 27 present evidence which shall likewise be subject to crossexamination by the [board] commission or the bureau. Such 28 29 hearing shall be stenographically recorded. The [examiner] 30 administrative law judge shall thereafter report to the [board] 19870H1000B1366 - 200 -

commission. The [board] commission shall thereafter grant or 1 refuse the license or renewal thereof. [If the board shall 2 3 refuse such license or renewal following such hearing, notice in 4 writing of such refusal shall be mailed to the applicant at the 5 address given in his application. In all cases, the board shall file of record at least a brief statement in the form of an 6 7 opinion of the reasons for the ruling or order.] 8 (c) Hearings and adjudications pursuant to this section 9 shall be in accordance with 2 Pa.C.S. Ch. 5 Subch. A (relating 10 to practice and procedure of Commonwealth agencies). 11 Section 98. Section 508 of the act, amended July 31, 1968 12 (P.L.902, No.272), is reenacted and amended to read: 13 Section 508. License Fees. -- (a) The annual fee for every 14 license issued to a limited winery or a winery shall be two 15 hundred and fifty dollars (\$250). The annual fee for every 16 license issued to a distillery (manufacturer) shall be twenty-17 five hundred dollars (\$2500) per annum if the annual production 18 is five hundred thousand (500,000) proof gallons or less, and an 19 additional fee of one hundred dollars (\$100) for each one 20 hundred thousand (100,000) proof gallons or fraction thereof in 21 excess of five hundred thousand (500,000) proof gallons, but for 22 the purpose of determining the amount of the fee payable by a distillery, the annual production of alcohol that is denatured 23 24 by the manufacturer thereof during the license year in 25 Pennsylvania and not elsewhere shall be excluded, but alcohol or 26 liquor used by the manufacturer thereof during the license year 27 in rectification or blending shall not be excluded, except that 28 no fee for a distillery shall be less than twenty-five hundred 29 dollars (\$2500) per annum. The annual fee for all other licenses 30 shall be one hundred dollars (\$100). The fee for any license 19870H1000B1366 - 201 -

when applied for and issued on or after April first, but prior to July first, shall be three-fourths of the annual fee; July first, but prior to October first, shall be one-half of the annual fee; October first, but prior to January first, onefourth of the annual fee.

6 (b) For the purpose of this section, the term "proof gallon" 7 shall mean a gallon liquid which contains one-half its volume of 8 alcohol of a specific gravity of seven thousand nine hundred 9 thirty-nine ten thousandths (.7939) at sixty degrees Fahrenheit. 10 Section 99. Section 509 of the act is reenacted and amended 11 to read:

Section 509. License Must Be Posted; Business Hours.--Licenses shall be issued by the [board] <u>commission</u> under its official seal. Every license so issued must at all times be posted in a conspicuous place where the business is carried on under it, and said place of business must be kept open during general business hours of every day in the year except Sundays and legal holidays.

19 Section 100. Sections 510 and 511 of the act are reenacted 20 to read:

21 Section 510. Containers To Be Labeled. -- All persons, except 22 as exempted by section five hundred two hereof, manufacturing, producing, distilling, developing or using in the process of 23 24 manufacture, denaturing, redistilling, recovering, rectifying, 25 blending, reusing, holding in bond, holding in storage as bailee 26 for hire, or transporting for hire of alcohol or liquor under the provisions of this article, shall securely and permanently 27 attach to every container ready for shipment thereof as the same 28 29 is manufactured, produced, distilled, developed, denatured, 30 redistilled, recovered, rectified, blended, reused, a label 19870H1000B1366 - 202 -

stating the name of the manufacturer, kind and quantity of alcohol or liquor contained therein, and the date of its manufacture, together with the number of the license authorizing the manufacture thereof, and all persons possessing such alcohol or liquor in wholesale quantities shall securely keep and maintain such label thereon.

7 Section 511. License To Specify Each Place Authorized For Use.--Every license issued under the provision of this article 8 9 shall specify by definite location every place to be occupied or 10 used in connection with the business to be conducted thereunder. 11 It shall be unlawful for the holder of any license to occupy or use any place in connection with any business authorized under a 12 13 license other than the place or places designated therein. Section 101. Sections 512, 513 and 514 of the act are 14 15 reenacted and amended to read:

16 Section 512. Records To Be Kept.--Every person holding a license issued under the provisions of this article shall keep 17 on the licensed premises daily permanent records which shall 18 show, (a) the quantities of any alcohol or liquor manufactured, 19 20 produced, distilled, developed, denatured, redistilled, recovered, reused, stored in bond, stored as bailee for hire, 21 22 received or used in the process of manufacture by him, and of all other material used in manufacturing or developing any 23 24 alcohol or liquor; (b) the sales or other disposition of any 25 alcohol, liquor or malt or brewed beverages if covered by said license; (c) the quantities thereof, if any, stored in bond, 26 stored for hire, or transported for hire by or for the licensee; 27 and (d) the names and addresses of the purchasers or other 28 29 recipients thereof: Provided, however, That persons holding licenses issued under the provisions of this article for the 30 19870H1000B1366 - 203 -

1 transportation for hire of any alcohol, liquor or malt or brewed
2 beverages shall not be required to keep the above records, but
3 shall keep daily permanent records showing the names and
4 addresses of the persons from whom any alcohol, liquor or malt
5 or brewed beverage was received and to whom delivered, and such
6 other permanent records as the [board] <u>commission</u> shall
7 prescribe.

8 Section 513. Premises and Records Subject To Inspection .--9 Every place operated under license secured under the provisions 10 of this article where any alcohol, liquor or malt or brewed 11 beverage covered by the license is manufactured, produced, 12 distilled, developed or used in the process of manufacture, 13 denatured, redistilled, rectified, blended, recovered, reused, 14 held in bond, stored for hire or in connection with a licensee's 15 business, shall be subject to inspection by members of the [board] commission or by persons duly authorized and designated 16 17 by the [board] <u>commission</u> at any and all times of the day or 18 night, as they may deem necessary, (a) for the detection of 19 violations of this act or of the rules and regulations of the 20 [board] <u>commission</u> promulgated under the authority of this act, 21 or (b) for the purpose of ascertaining the correctness of the 22 records required by this act to be kept by licensees and the books and records of licensees, and the books and records of 23 24 their customers, in so far as they relate to purchases from said 25 licensees, shall at all times be open to inspection by the members of the [board] commission or by persons duly authorized 26 and designated by the [board] commission for the purpose of 27 making inspections as authorized by this section. Members of the 28 29 [board] commission and the persons duly authorized and 30 designated by the [board] commission shall have the right, 19870H1000B1366 - 204 -

without fee or hindrance, to enter any place which is subject to
 inspection hereunder, or any place where records subject to
 inspection hereunder are kept, for the purpose of making such
 inspections.

5 Suspension and Revocation of Licenses.--(a) Section 514. Upon learning of any violation of this act or of any rule or 6 7 regulation promulgated by the [board] commission under the authority of this act, or any violation of any laws of the 8 Commonwealth or of the United States of America relating to the 9 10 tax payment of alcohol, liquor or malt or brewed beverages by 11 the holder of a license issued under the provisions of this article, or upon other sufficient cause, the [board] enforcement 12 13 bureau may, within one year from the date of such violation or 14 cause appearing, cite such licensee to appear before [it or its 15 examiner] an administrative law judge not less than ten (10) nor 16 more than [fifteen (15)] sixty (60) days from the date of 17 sending such licensee, by registered mail, a notice addressed to 18 his licensed premises, to show cause why the license should not 19 be suspended or revoked. Hearings on such citations shall be held in the same manner as provided herein for hearings on 20 21 applications for license. And upon such hearing, if satisfied 22 that any such violation has occurred or for other sufficient 23 cause, the [board] administrative law judge shall immediately suspend or revoke such license, notifying the licensee thereof 24 25 by registered letter addressed to his licensed premises, or to 26 the address given in his application where no licensed premises 27 is maintained in Pennsylvania.

(b) When a license is revoked, the licensee's bond may be forfeited [by the board]. Any licensee whose license is revoked shall be ineligible to have a license under this act or under 19870H1000B1366 - 205 -

any other act relating to alcohol, liquor or malt or brewed 1 beverages until the expiration of three (3) years from the date 2 3 such license was revoked. In the event [the board shall revoke a 4 license] of a revocation, no license shall be granted for the 5 premises or transferred to the premises in which said license was conducted for a period of at least one (1) year after the 6 date of the revocation of the license conducted in the said 7 premises, except in cases where the licensee or a member of his 8 9 immediate family is not the owner of the premises, in which case 10 the [board] commission may, in its discretion, issue or transfer 11 a license within said year. [In all such cases, the board shall file of record at least a brief statement in the form of an 12 13 opinion of the reasons for the ruling or order.] Such hearing 14 before and adjudication by an administrative law judge shall be 15 in accordance with 2 Pa.C.S. Ch. 5 Subch. A (relating to 16 practice and procedure of Commonwealth agencies).

17 Section 102. Section 515 of the act, repealed in part June 18 3, 1971 (P.L.118, No.6) and April 28, 1978 (P.L.202, No.53), is 19 reenacted and amended to read:

20 Section 515. Appeals. -- [Any] The commission, the enforcement 21 bureau or any applicant or any licensee aggrieved by any 22 decision [of the board] refusing, suspending or revoking a license under the provisions of this article may appeal to the 23 24 court of the county in which the licensed premises or the 25 premises to be licensed are located. In the event an applicant 26 or a licensee shall have no place of business established within 27 the Commonwealth, his appeal shall be to the [court of Dauphin 28 County] Commonwealth Court. Such appeal shall be [upon petition 29 of the applicant or licensee, as the case may be, who shall 30 serve a copy thereof upon the board. The said appeal shall act 19870H1000B1366 - 206 -

as a supersedeas, unless upon sufficient cause shown the court 1 2 shall determine otherwise. The court shall hear the application 3 de novo at such time as it shall fix, of which notice shall be 4 given to the board. The court shall, in the case of a refusal by 5 the board, either sustain such refusal or order the issuance of 6 the license to the applicant] in accordance with 2 Pa.C.S. Ch. 7 Subch. A (relating to judicial review of Commonwealth agency 7 8 action).

9 Section 103. Sections 516 and 517 of the act are reenacted 10 and amended to read:

11 Section 516. Compromise Penalty In Lieu of Suspension .-- In those cases where the [board] administrative law judge shall 12 13 suspend a license, the [board] administrative law judge may 14 accept from the licensee an offer in compromise as a penalty in 15 lieu of such suspension and shall thereupon rescind its order of 16 suspension. In the case of a distillery licensee, the offer in 17 compromise shall be at the rate of one hundred dollars (\$100) 18 for each day of suspension; in the case of a bonded warehouse, 19 bailee for hire and transporter for hire licensees, twenty-five 20 dollars (\$25) for each day; and in the case of a winery 21 licensee, fifty dollars (\$50) for each day. No offer in 22 compromise may be accepted [by the board] in those cases where 23 the suspension is for a period in excess of one hundred (100) 24 days.

Section 517. Expiration of Licenses; Renewals.--All licenses issued under this article shall expire at the close of the calendar year, but new licenses for the succeeding year shall be issued upon written application therefor, duly verified by affidavit, stating that the facts in the original application are unchanged, and upon payment of the fee as hereinafter 19870H1000B1366 - 207 -

provided and the furnishing of a new bond, without the filing of 1 further statements or the furnishing of any further information 2 unless specifically requested by the [board] commission: 3 4 Provided, however, That any such license issued to a corporation 5 shall expire thirty (30) days after any change in the officers 6 of such corporation, unless the name and address of each such new officer of such corporation shall, within that period, be 7 reported to the [board] <u>commission</u> by certificate, duly 8 9 verified. Applications for renewals must be made not less than 10 thirty (30) nor more than sixty (60) days before the first day 11 of January of the ensuing year. All applications for renewal received otherwise shall be treated as original applications. 12 13 Section 104. Section 518 of the act is reenacted to read: 14 Section 518. Unlawful Acts.--(a) It shall be unlawful for 15 any person to transport any illegal alcohol, liquor or malt or 16 brewed beverages.

17 (b) Whenever any person withdraws or removes any alcohol or 18 liquor which has not been denatured from any distillery, denaturing plant, winery or bonded warehouse for the purpose of 19 20 denaturing the same, it shall be unlawful for any such person to 21 use, sell or conceal, or attempt to use, sell or conceal, or be 22 concerned in the sale, use or concealment of, any such alcohol or liquor, unless before such sale or use the said alcohol or 23 24 liquor shall be denatured by adding thereto denaturing material 25 or materials or admixtures thereof which render it unfit for 26 beverage purposes.

(c) It shall be unlawful for any person to recover and reuse or attempt to recover and reuse, by redistillation or by any other process or means whatsoever, any alcohol or liquor from denatured alcohol or from any other liquor from denatured 19870H1000B1366 - 208 - 1 alcohol or from any other liquid, or to knowingly use, sell,

2 conceal, or otherwise dispose of, alcohol or liquor so recovered 3 or redistilled.

4 Section 105. Section 519 of the act is reenacted and amended 5 to read:

Section 519. Penalties .-- Any person or persons who knowingly 6 7 violate any of the provisions of this article, or any person who shall violate any of the conditions of any license issued under 8 9 the provisions of this article, or who shall falsify any record 10 or report required by this article to be kept, or who shall 11 violate any rule or regulation of the [board] commission, or who shall interfere with, hinder or obstruct any inspection 12 13 authorized by this article, or prevent any member of the [board] 14 commission or the enforcement bureau or any person duly 15 authorized and designated by the [board] commission or the 16 bureau from entering any place which such member of the [board] 17 commission or the bureau or such person is authorized by this 18 article to enter for the purpose of making an inspection, or who shall violate any other provision of this article, shall be 19 20 guilty of a misdemeanor and, upon conviction thereof, shall be 21 sentenced to pay a fine of not less than one hundred dollars 22 (\$100), nor more than five thousand dollars (\$5000), or undergo 23 imprisonment of not more than three (3) years, or both, at the discretion of the court. 24

25 Section 106. The headings of Article VI and Subdivision (A)
26 of Article VI of the act are reenacted to read:
27 ARTICLE VI.

28 PROPERTY ILLEGALLY POSSESSED OR USED; FORFEITURES;
 29 NUISANCES.

30 (A) Forfeitures.

19870H1000B1366

- 209 -

Section 107. Sections 601, 602 and 603 of the act, amended
 April 20, 1956 (1955 P.L.1508, No.499), are reenacted and
 amended to read:

4 Section 601. Forfeiture of Property Illegally Possessed or 5 Used. -- No property rights shall exist in any liquor, alcohol or malt or brewed beverage illegally manufactured or possessed, or 6 in any still, equipment, material, utensil, vehicle, boat, 7 vessel, animals or aircraft used in the illegal manufacture or 8 9 illegal transportation of liquor, alcohol or malt or brewed 10 beverages, and the same shall be deemed contraband and 11 proceedings for its forfeiture to the Commonwealth may[, at the discretion of the board,] be instituted in the manner 12 13 hereinafter provided. No such property when in the custody of 14 the law shall be seized or taken therefrom on any writ of 15 replevin or like process.

16 Section 602. Forfeiture Proceedings. -- (a) The proceedings 17 for the forfeiture or condemnation of all property shall be in 18 rem, in which the Commonwealth shall be the plaintiff and the property the defendant. A petition shall be filed in the court 19 20 of [quarter sessions] <u>common pleas</u>, verified by oath or affirmation of any officer or citizen, containing the following: 21 22 (1) a description of the property so seized; (2) a statement of the time and place where seized; (3) the owner, if known; (4) 23 24 the person or persons in possession, if known; (5) an allegation 25 that the same had been possessed or used or was intended for use 26 in violation of this act; (6) and, a prayer for an order of 27 forfeiture that the same be adjudged forfeited to the 28 Commonwealth, unless cause be shown to the contrary. 29 (b) A copy of said petition shall be served personally on 30 said owner if he can be found within the jurisdiction of the 19870H1000B1366 - 210 -

1 court, or upon the person or persons in possession at the time 2 of the seizure thereof. Said copy shall have endorsed thereon a 3 notice as follows:

To the Claimant of Within Described Property: You are required to file an answer to this petition, setting forth your title in and right to possession of said property, within fifteen (15) days from the service hereof; and you are also notified that if you fail to file said answer, a decree of forfeiture and condemnation will be entered against said property."

Said notice shall be signed by petitioner or his attorney, or the district attorney or the Attorney General.

13 (c) If the owner of said property is unknown or outside the 14 jurisdiction of the court and there was no person in possession 15 of said property when seized, or such person so in possession 16 cannot be found within the jurisdiction of the court, notice of 17 said petition shall be given by an advertisement in only one newspaper of general circulation published in the county where 18 such property shall have been seized, once a week for two (2) 19 20 successive weeks. No other advertisement of any sort shall be 21 necessary, any other law to the contrary notwithstanding. Said 22 notice shall contain a statement of the seizure of said property, with a description thereof, the place and date of 23 24 seizure, and shall direct any claimants thereof to file a claim 25 therefor on or before a date given in said notice, which date 26 shall not be less than ten (10) days from the date of the last 27 publication.

(d) Upon the filing of any claim for said property, setting
forth a right of possession thereof, the case shall be deemed at
issue and a time be fixed for the hearing thereof.

19870H1000B1366

- 211 -

1 (e) At the time of said hearing, if the Commonwealth shall 2 produce evidence that the property in question was unlawfully 3 possessed or used, the burden shall be upon the claimant to show 4 (1) that he is the owner of said property, (2) that he lawfully 5 acquired the same, and (3) that it was not unlawfully used or 6 possessed.

7 In the event such claimant shall prove by competent evidence to the satisfaction of the court that said liquor, alcohol or 8 9 malt or brewed beverage, or still, equipment, material, utensil, 10 vehicle, boat, vessel, container, animal or aircraft was 11 lawfully acquired, possessed and used, then the court may order the same returned or delivered to the claimant; but if it 12 13 appears that said liquor, alcohol or malt or brewed beverage or 14 still, equipment, material or utensil was unlawfully possessed 15 or used, the court shall order the same destroyed, delivered to 16 a hospital, or turned over to the [board] commission or 17 enforcement bureau, as hereinafter provided, or if it appears 18 that said vehicle, boat, vessel, container, animal or aircraft was unlawfully possessed or used, the court may, in its 19 20 discretion, adjudge same forfeited and condemned as hereinafter provided. 21

22 Section 603. Disposition of Forfeited Property.--If, upon petition as hereinbefore provided and hearing before the court 23 24 of [quarter sessions] common pleas, it appears that any liquor, 25 alcohol, or malt or brewed beverage or still, equipment, 26 material or utensil was so illegally possessed, or used, such 27 liquor, alcohol or malt or brewed beverage or still, equipment, material or utensil shall be adjudged forfeited and condemned, 28 29 or if it appears that any vehicle, boat, vessel, container, 30 animal or aircraft was so used in the illegal manufacture or 19870H1000B1366 - 212 -

1 transportation of liquor, alcohol or malt or brewed beverage,
2 such property may, in the discretion of the court, be adjudged
3 forfeited and condemned and in such case shall be disposed of as
4 follows:

5 (a) Upon conviction of any person of a violation of any of the provisions of this act, the court shall order the sheriff to 6 7 destroy all condemned liquor, alcohol or malt or brewed beverage and property seized or obtained from such defendants, except 8 9 that the court may order the liquor, alcohol or malt or brewed 10 beverages, or any part thereof, to be delivered to a hospital 11 for its use, and make return to the court of compliance with said order, and any vehicle, container, boat, vessel, animals or 12 13 aircraft seized under the provisions of this act shall be 14 disposed of as hereinafter provided.

15 (b) In any case in which the defendant is acquitted of a 16 violation of this act and denies the ownership or possession 17 thereof, or no claimant appears for same, or appearing, is 18 unable to sustain claim thereof, the court shall order all 19 condemned liquor, alcohol and malt or brewed beverages and 20 property (except vehicles, boats, vessels, containers, animals 21 and aircraft) publicly destroyed by the sheriff, except that the 22 court may order the liquor, alcohol or malt or brewed beverages, or any part thereof, to be delivered to a hospital for its use. 23 24 Return of compliance with said order shall be made by the 25 sheriff to the court.

(c) In the case of any vehicle, boat, vessel, container, animal or aircraft seized under the provisions of this act and condemned, the court shall order the same to be delivered to the [board] <u>enforcement bureau</u> for its use or for sale or disposition by the [board] <u>bureau</u>, in its discretion. Notice of - 213 - such sale shall be given in such manner as the [board] <u>bureau</u>
 may prescribe. The proceeds of such sale shall be paid into The
 State Stores Fund.

4 Section 108. Section 604 of the act is reenacted and amended 5 to read:

Section 604. Motor Vehicle Licenses To Be Revoked .-- In 6 addition to the foregoing provisions, the court may, in its 7 order of condemnation, and in every conviction under this act 8 9 where it shall appear that liquor, alcohol or malt or brewed 10 beverages were unlawfully transported in a motor vehicle, declare that the license issued by the Department of [Revenue] 11 Transportation for any motor vehicle so forfeited and condemned, 12 13 or issued to any defendant convicted of transporting liquor, 14 alcohol or malt or brewed beverages in any motor vehicle, shall 15 be forfeited and revoked, and it shall be the duty of the clerk of the court in which such conviction is had and order of 16 condemnation made to certify such conviction to the Secretary of 17 18 [Revenue] Transportation, who shall suspend or revoke the license issued for such motor vehicles: Provided, That a license 19 20 may be issued for such motor vehicle to the [board] commission 21 or the enforcement bureau to any purchaser of the vehicle after 22 the sale thereof, as above provided.

Section 109. Section 605 of the act is reenacted to read: Section 605. Application of Subdivision.--The provisions of this subdivision shall apply to the disposition of any liquor, alcohol or malt or brewed beverage or property in the custody of the law or of any officer at the time of the passage of this act.

29 Section 110. The heading of Subdivision (B) of Article VI of 30 the act is reenacted to read:

19870H1000B1366

- 214 -

(B) Nuisances.

1

2 Section 111. Section 611 of the act is reenacted and amended 3 to read:

4 Section 611. Nuisances; Actions To Enjoin.--(a) Any room, 5 house, building, boat, vehicle, structure or place, except a private home, where liquor, alcohol or malt or brewed beverages 6 are manufactured, possessed, sold, transported, offered for 7 sale, bartered or furnished, or stored in bond, or stored for 8 hire, in violation of this act, and all such liquids, beverages 9 10 and property kept or used in maintaining the same, are hereby 11 declared to be common nuisances, and any person who maintains such a common nuisance shall be guilty of a misdemeanor and, 12 13 upon conviction thereof, shall be subject to the same penalties provided in section four hundred ninety four of this act. 14

15 (b) An action to enjoin any nuisance defined in this act may 16 be brought in the name of the Commonwealth of Pennsylvania by 17 the Attorney General [or], by the district attorney of the 18 proper county or by a person who resides or has a place of business within five hundred feet of the location of the alleged 19 20 nuisance. Such action shall be brought and tried as an action in 21 equity and may be brought in any court having jurisdiction to 22 hear and determine equity cases within the county in which the 23 offense occurs. If it is made to appear, by affidavit or otherwise, to the satisfaction of the court that such nuisance 24 25 exists, a temporary writ of injunction shall forthwith issue, 26 restraining the defendant from conducting or permitting the continuance of such nuisance until the conclusion of the 27 28 proceedings. If a temporary injunction is prayed for, the court may issue an order restraining the defendant and all other 29 30 persons from removing or in any way interfering with the 19870H1000B1366 - 215 -

liquids, beverages or other things used in connection with the 1 2 violation of this act constituting such nuisance. No bond shall be required in instituting such proceedings brought in the name 3 4 of the Commonwealth by the Attorney General or the district 5 attorney. Where such proceedings are brought by a person, the court, upon application of the defendant and prior to any 6 injunction being issued, may direct the plaintiff to post bond 7 8 in such amount as the court may find to be reasonable and 9 <u>sufficient</u>. It shall not be necessary for the court to find the 10 property involved was being unlawfully used, as aforesaid, at 11 the time of the hearing, but on finding that the material allegations of the petition are true, the court shall order that 12 13 no liquor, alcohol or malt or brewed beverage shall be 14 manufactured, sold, offered for sale, transported, bartered or 15 furnished, or stored in bond, or stored for hire in such room, 16 house, building, structure, boat, vehicle, or place, or any part 17 thereof.

18 (c) Upon the decree of the court ordering such nuisance to be abated, the court may, upon proper cause shown, order that 19 20 the room, house, building, structure, boat, vehicle or place 21 shall not be occupied or used for one year thereafter, but the 22 court may, in its discretion, permit it to be occupied or used if the owner, lessee, tenant or occupant thereof shall give bond 23 24 with sufficient surety to be approved by the court making the 25 order in the penal and liquidated sum of not less than five hundred dollars (\$500.00), payable to the Commonwealth of 26 27 Pennsylvania, for use of the county in which said proceedings are instituted, and conditioned that neither liquor, alcohol, 28 29 nor malt or brewed beverages will thereafter be manufactured, 30 sold, transported, offered for sale, bartered or furnished, or 19870H1000B1366 - 216 -

stored in bond, or stored for hire therein or thereon in 1 violation of this act, and that he will pay all fines, costs and 2 3 damages that may be assessed for any violation of this act upon 4 said property. 5 Section 112. The headings of Article VII and Subdivision (A) of Article VII of the act are reenacted to read: 6 7 ARTICLE VII. 8 DEALING IN DISTILLERY BONDED WAREHOUSE 9 CERTIFICATES. 10 (A) Preliminary Provisions. 11 Section 113. Section 701 of the act is reenacted and amended 12 to read: 13 Section 701. Definitions and Interpretation.--(a) When used 14 in this article, the following words or phrases, unless the 15 context clearly indicates otherwise, shall have the meanings 16 ascribed to them in this section. 17 "Agent" shall mean and include every person employed by a 18 distillery certificate broker to sell, offer for sale or 19 delivery, to purchase, exchange, or to enter into agreements for 20 the purchase, sale or exchange, or to solicit subscriptions to, 21 or orders for, or to undertake to dispose of, or to deal in any 22 manner in, distillery bonded warehouse certificates. 23 "Fraud," "fraudulent" and "fraudulent practice" shall include 24 any misrepresentation in any manner of a relevant fact not made 25 honestly and in good faith; any promise or representation or 26 prediction as to the future not made honestly and in good faith, or an intentional failure to disclose a material fact; the 27 gaining, directly or indirectly, through the purchase, sale or 28 29 exchange of distillery bonded warehouse certificates, of any 30 promotion fee or profit, selling or managing commission or 19870H1000B1366 - 217 -

profit, so gross and exorbitant as to be unconscionable and fraudulent; and any scheme, device, artifice or investment plan to obtain such an unconscionable profit: Provided, however, that nothing herein shall limit or diminish the full meaning of the terms "fraud" and "fraudulent" as applied or accepted in courts of law or equity.

7 Nothing contained in this article shall be construed as (b) permitting the holder or owner of a distillery bonded warehouse 8 certificate, as defined in this act, to secure possession of the 9 10 whiskey or other potable distilled spirits named or designated 11 in such certificate, except in accordance with the provisions of this act and the laws of this Commonwealth hereafter enacted 12 13 relating to alcohol or alcoholic beverages and the regulations 14 of the [board] commission adopted and promulgated thereunder. 15 Section 114. The heading of Subdivision (B) of Article VII 16 of the act is reenacted to read:

17

(B) Permits.

18 Section 115. Section 702 of the act is reenacted to read: 19 Section 702. Unlawful to Act as a Distillery Certificate 20 Broker or to Buy or Sell Distillery Bonded Warehouse Certificate Without a Permit.--It shall be unlawful for any person, except 21 22 as hereinafter exempted, directly or through an agent, to sell, purchase, exchange, offer for sale, deliver, enter into 23 24 agreements for the purchase, sale, exchange, solicit 25 subscriptions to, orders for, undertake to dispose of, deal in 26 any manner in, distillery bonded warehouse certificates, without first having obtained a permit to act as a distillery 27 28 certificate broker as provided in this article. Section 116. Section 703 of the act is reenacted and amended 29 30 to read:

19870H1000B1366

- 218 -

1 Section 703. Authority to Issue Permits to Distillery Certificate Brokers. -- Subject to the provisions of this article 2 3 and regulations promulgated under this act, the [board] 4 commission shall have authority to issue to any reputable 5 financially responsible person whose plan of business in dealing in distillery bonded warehouse certificates is not deemed by the 6 7 [board] commission to constitute "fraudulent practice," as defined herein, a permit to act as distillery certificate 8 9 broker.

Section 117. Section 704 of the act, amended September 28, 10 11 1961 (P.L.1728, No.702), is reenacted and amended to read: Section 704. Application for Permit; Filing Fee.--Every 12 13 applicant for a distillery certificate broker permit shall file 14 a written application with the [board] commission outlining his 15 plan of business in dealing in distillery bonded warehouse 16 certificates, in such form and containing such other information 17 as the [board] commission shall from time to time prescribe, 18 which shall be accompanied by a filing fee of twenty dollars 19 (\$20) and the prescribed permit fee. If the applicant is a 20 natural person, his application must show that he is a citizen 21 of the United States, and if a corporation, the application must 22 show that the corporation was created under the laws of Pennsylvania or holds a certificate of authority to transact 23 24 business in Pennsylvania. The application shall be signed and 25 verified by oath or affirmation of the applicant, if a natural 26 person, or in the case of an association, by a member or partner 27 thereof, or in the case of a corporation, by an executive 28 officer thereof or any person specifically authorized by the 29 corporation to sign the application, to which shall be attached 30 written evidence of his authority. If the applicant is an 19870H1000B1366 - 219 -

association, the application shall set forth the names and 1 2 addresses of the persons constituting the association, and if a 3 corporation, the names and addresses of all the officers 4 thereof. All applications must be verified by affidavit of 5 applicant and if any false statement is intentionally made in any part of the application, the signer shall be guilty of a 6 7 misdemeanor and upon indictment and conviction, shall be subject to penalties provided by this article. 8

9 Section 118. Section 705 of the act is reenacted and amended 10 to read:

11 Section 705. Issuance of Permits. -- Upon receipt of the 12 application and proper fees and upon being satisfied of the 13 truth of the statements in the application, and being also 14 satisfied that the applicant's plan of business in dealing in 15 distillery bonded warehouse certificates does not constitute 16 "fraudulent practice," as defined in this article, and that the 17 applicant is a person of good repute and financially 18 responsible, the [board] commission may issue to such applicant a permit authorizing the permittee to sell, purchase, exchange, 19 pledge and deal in distillery bonded warehouse certificates. 20 21 Section 706 of the act is reenacted to read: Section 119. Section 706. Office or Place of Business to be Maintained .--22 Every applicant for a distillery certificate broker permit under 23 24 this article and every person to whom such a permit is issued 25 shall maintain an office or place of business within the 26 Commonwealth.

27 Section 120. Sections 707, 708 and 709 of the act are 28 reenacted and amended to read:

29 Section 707. Permit Fee; Permits Not Assignable or 30 Transferable; Display of Permit; Term of Permit.--Every 19870H1000B1366 - 220 -

applicant for distillery certificate broker permit shall, before 1 receiving such permit, pay to the [board] commission an annual 2 3 permit fee of one hundred dollars (\$100). Permits issued under 4 this act may not be assigned or transferred and shall be 5 conspicuously displayed at the place of business of the permittee. All permits shall be valid only during the year for 6 7 which issued and shall automatically expire on the thirty-first day of December of each calendar year unless suspended, revoked 8 or cancelled prior thereto. 9

Section 708. Records to be Kept. -- Every person holding a 10 11 permit issued under this act shall keep daily permanent records containing a complete record of all transactions in distillery 12 13 bonded warehouse certificates within this Commonwealth, in such form and manner as the [board] commission may from time to time 14 15 prescribe. Such records shall be available for examination by the [board's] commission's officers at the broker's principal 16 17 place of business or office in Pennsylvania.

18 Section 709. Renewal of Permits.--Upon the filing of an application and the payment of the prescribed filing fee and 19 20 permit fee in the same amount as herein required on original applications for permits, the [board] commission may renew the 21 22 permit for the calendar year beginning January first, provided such application for renewal is filed and fee paid on or before 23 December fifteenth of the preceding year, unless the [board] 24 25 commission shall have given previous notice of objections to the 26 renewal of the permit, based upon violation of this article or the [board's] commission's regulations promulgated thereunder, 27 28 or unless the applicant has by his own act become a person of ill repute or ceases to be financially responsible. 29

 30
 Section 121. Section 710 of the act, amended June 3, 1971

 19870H1000B1366
 - 221

(P.L.118, No.6) and April 28, 1978 (P.L.202, No.53), is
 reenacted and amended to read:

3 Section 710. Permit Hearings; Appeals From Refusal of the 4 [Board] <u>Commission</u> to Issue or Renew Permits.--The [board] 5 commission may of its own motion, and shall upon written request of any applicant for distillery certificate broker permit or for 6 7 renewal thereof whose application for such permit or renewal has been refused, fix a time and place for hearings of such 8 application for permit or for renewal thereof, notice of which 9 10 hearing shall be sent by registered mail to the applicant at the 11 address given in his application. Such hearing shall be before the [board] commission or a member thereof. At such hearing, the 12 [board] commission shall present its reasons for its refusal or 13 14 withholding a permit or renewal thereof. The applicant may 15 appear in person or by counsel, cross-examine the witnesses of 16 the [board] commission, and may present evidence which shall be 17 subject to cross-examination by the [board] commission. Such 18 hearings shall be stenographically recorded. The [board] 19 commission shall thereupon grant or refuse the permit or renewal 20 thereof. If the [board] commission shall refuse such permit or renewal following such hearing, notice in writing of such 21 22 refusal shall be sent by registered mail to the applicant at the address given in his application. In all such cases, the [board] 23 commission shall file of record at least a brief statement in 24 25 the form of an opinion of the reasons for the ruling or order 26 and furnish a copy thereof to the applicant.

Section 122. Section 712 of the act, amended April 28, 1978
(P.L.202, No.53), is reenacted and amended to read:

29 Section 712. Revocation and Suspension of Permit.--Upon 30 learning of any violation of this act or regulations of the 19870H1000B1366 - 222 -

1 [board] commission promulgated thereunder, or any violation of any laws of this Commonwealth or of the United States of America 2 3 by the permittee, his officers, servants, agents or employes, or 4 upon any other sufficient cause shown, the [board] commission 5 may cite such permittee to appear before it or a member thereof not less than ten or more than fifteen days from the date of 6 sending such permittee, by registered mail, a notice addressed 7 8 to him at the address set forth in the application for permit, to show cause why such permit should not be suspended or 9 10 revoked. When such notice is duly addressed and deposited in the 11 post office, it shall be deemed due and sufficient notice. Hearings on such citations shall be held in the same manner as 12 provided herein for hearing on application for permit. Upon such 13 14 hearing, if satisfied that any such violation has occurred, or 15 for other sufficient cause, the [board] commission shall 16 immediately suspend or revoke the permit, notifying the permittee thereof by registered letter addressed to the address 17 18 set forth in the application for permit. Any permittee whose permit is revoked shall be ineligible to have a permit under 19 20 this act until the expiration of three years from the date such 21 permit was revoked. In all such cases, the [board] commission 22 shall file of record at least a brief statement in the form of an opinion of the reasons for the ruling or order. 23 24

24 Section 123. The heading of Subdivision (C) of Article VII 25 of the act is reenacted to read:

(C) Permittees' Registered Agents.

26

27 Section 124. Section 721 of the act is reenacted to read: 28 Section 721. Unlawful to Act as Agent or to Employ Agents 29 Without Registration.--It shall be unlawful for a distillery 30 certificate broker to employ any person to act as agent, or for 19870H1000B1366 - 223 - any person to act as agent for any distillery certificate
 broker, in purchasing, exchanging, offering for sale,
 delivering, entering into agreements for the purchase, sale,
 exchange, soliciting subscriptions to, orders for, undertaking
 to dispose of, dealing in any manner in, distillery bonded
 warehouse certificates, without such person first having been
 registered as an agent as provided in this article.

8 Section 125. Section 722 of the act is reenacted and amended 9 to read:

10 Section 722. Registered Agents. -- Every person holding a 11 distillery certificate broker permit under this article who 12 desires to employ an agent or agents in the operation of his 13 business under the permit shall make application to the [board] 14 commission for registration of such agent or agents. Every such 15 permittee's application shall set forth the name of the 16 permittee and the address of his main office or principal place 17 of business in Pennsylvania, and the full address where complete 18 records are maintained covering the permittee's operations in Pennsylvania. With each such permittee's application there shall 19 20 be filed an agent's application for each agent to be registered. 21 Permittees' applications for agents and agents' applications 22 shall contain such information as the [board] commission shall 23 from time to time require, and shall be signed and verified by 24 oath or affirmation of the agent. Each application shall be 25 accompanied by two unmounted photographs of the agent. 26 Section 126. Section 723 of the act is reenacted to read: 27 Section 723. Registration Fee.--Every application for the registration of agents filed by a permittee shall be accompanied 28 29 by a registration fee in the amount of ten dollars (\$10) for

19870H1000B1366

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- 224 -

each agent to be registered, which shall cover the agent's

registration from date of approval until December thirty-first 1 of the year in which approved. Registrations may be renewed for 2 a period of one calendar year upon the filing of a new 3 4 application and payment of the same registration fee as herein 5 provided for original registration, together with agent's new application and photographs of each agent. Applications for 6 7 renewal of registration shall be filed not later than December fifteenth of each year. 8

9 Section 127. Section 724 of the act is reenacted and amended 10 to read:

Section 724. Registration and Issuance of Identification Card.--Upon receipt of the application, the proper fees, and upon being satisfied of the truth of the statements in the application and that the applicant is a person of good reputation and the applicant seeks a registration as defined in this act, the [board] <u>commission</u> may register such agent and issue to him an identification card.

Section 128. Sections 725 and 726 of the act, amended April 28, 1978 (P.L.202, No.53), are reenacted and amended to read: Section 725. Hearings Upon Refusal of the [Board] <u>Commission</u>; Appeals.--In the event that the [board] <u>commission</u> shall refuse to issue or to renew an agent's registration, a hearing shall be had.

Section 726. Revocation and Suspension of Agents' 24 25 Registrations.--Upon learning of any violation of this act or 26 regulation of the [board] commission promulgated thereunder, or 27 any violation of any laws of this Commonwealth or of the United 28 States of America by a registered agent, the [board] commission 29 may revoke or suspend the agent's registration in the same 30 manner as provided herein for the revocation and suspension of 19870H1000B1366 - 225 -

1 distillery certificate broker permits.

2 Section 129. Section 727 of the act is reenacted and amended 3 to read:

4 Section 727. Identification Cards. -- (a) Upon approval by 5 the [board] commission of the application for registration of an agent, there shall be issued to such registered agent an 6 7 identification card containing the name and address of the distillery certificate broker, the name, address and physical 8 9 description of the agent. There shall also be affixed to the 10 identification card a photograph of the agent, and no 11 identification card shall be valid until signed by both the distillery certificate broker and the agent and counter-signed 12 13 by a representative of the [board] commission.

14 (b) Before any agent's registration can be changed from one 15 distillery certificate broker to another, the identification 16 card of such agent shall either be returned to the [board] 17 <u>commission</u> by the broker under whom he is registered, or such 18 broker shall file with the [board] <u>commission</u> a notice in 19 writing that he has knowledge of and consents to the employment 20 of such agent by the other broker.

21 (c) When the employment of any agent is terminated, the 22 broker shall immediately notify the [board] <u>commission</u> and the 23 identification card issued to the agent shall be surrendered to 24 the [board] commission.

25 Section 130. The heading of Subdivision (D) of Article VII26 of the act is reenacted to read:

27

(D) Exemptions.

28 Section 131. Sections 731, 732 and 733 of the act are 29 reenacted to read:

30 Section 731. Bank and Trust Companies and Other Persons.--19870H1000B1366 - 226 -

Bank and trust companies and other persons duly authorized 1 within this Commonwealth to engage in the business of lending 2 money to licensed distillers, rectifiers, importers and 3 4 distillery certificate brokers may, without a permit required 5 under the provisions of this act, accept distillery bonded warehouse certificates as security or collateral for any loan 6 made in the regular conduct of their business, and such banks 7 and trust companies and other persons may liquidate such 8 security or collateral by sale only to licensed distillers, 9 10 rectifiers, importers or distillery certificate brokers. 11 Section 732. Distillers, Rectifiers and Importers.--Duly licensed distillers, rectifiers and importers may, without a 12 13 permit required under the provisions of this article, deal in 14 distillery bonded warehouse certificates, but only with other 15 duly licensed distillers, rectifiers, importers and with 16 distillery certificate brokers.

17 Section 733. Certificates Owned Since July 24, 1939.--18 Persons other than licensed distillers, rectifiers, importers and distillery certificate brokers, holding distillery bonded 19 20 warehouse certificates on and since the twenty-fourth day of 21 July, one thousand nine hundred thirty-nine, may dispose of same 22 without a permit required under the provisions of this act, but only to or through a distillery certificate broker holding a 23 24 permit from the board.

25 Section 132. The heading of Subdivision (E) of Article VII26 of the act is reenacted to read:

27 (E) Administration and Enforcement.
28 Section 133. Section 741 of the act is reenacted and amended
29 to read:

 30
 Section 741.
 Duties of the [Board] Commission.--It shall be

 19870H1000B1366
 - 227

the duty of the [board] <u>commission</u> to see that the provisions of 1 this article are at all times properly administered and obeyed, 2 3 and to take such measures and make such investigations as will 4 detect the violations of any provisions thereof. In the event it 5 shall discover any violation, it shall, in addition to revoking any permit or registration of an agent, take such measures as 6 may be necessary to cause the apprehension and prosecution of 7 8 all persons deemed guilty thereof.

9 Section 134. The heading of Subdivision (F) of Article VII 10 of the act is reenacted to read:

11

(F) Fines and Penalties.

Section 135. Section 751 of the act is reenacted to read: 12 13 Section 751. Penalties .-- Any person who shall violate any of 14 the provisions of this article, or who shall engage in any fraud 15 or fraudulent practice, as defined herein, shall be guilty of a 16 misdemeanor and, upon conviction thereof, shall be sentenced to 17 pay the costs of prosecution and a fine of not less than one 18 thousand dollars (\$1000), nor more than five thousand dollars 19 (\$5000), or undergo imprisonment of not less than one year, nor 20 more than five years, or both, at the discretion of the court. 21 Section 136. The heading of Article VIII of the act is 22 reenacted to read:

23

ARTICLE VIII.

24DISPOSITION OF MONEYS COLLECTED UNDER25PROVISIONS OF ACT.

26 Section 137. Section 801 of the act is reenacted and amended 27 to read:

Section 801. Moneys Paid Into Liquor License Fund and Returned to Municipalities.--(a) The following fees collected by the [board] <u>commission</u> under the provisions of this act shall 19870H1000B1366 - 228 - be paid into the State Treasury through the Department of
 Revenue into a special fund to be known as the "Liquor License
 Fund":

4 (1) License fees for hotel, restaurant and club liquor5 licenses.

6 (2) License fees for retail dispensers' (malt and brewed7 beverages) licenses.

8 The moneys in the Liquor License Fund shall, on the (b) 9 first days of February and August of each year, be paid by the 10 [board] commission to the respective municipalities in which the 11 respective licensed places are situated, in such amounts as represent the aggregate license fees collected from licenses in 12 13 such municipalities during the preceding period. THESE MONEYS SHALL BE USED EXCLUSIVELY FOR THE ENFORCEMENT OF THE LIQUOR LAWS 14 15 OF THIS COMMONWEALTH.

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16 The [board] commission shall have the power to (C) 17 appropriate moneys in the Liquor License Fund for the payment of 18 claims for refunds allowed and approved by the [board] 19 commission for moneys paid into the Liquor License Fund because 20 of the over-payment or overcharge on license fees. In the event 21 that the moneys in the Liquor License Fund have been distributed 22 to the respective municipalities, the [board] commission shall have the authority to deduct from the next semi-annual payment 23 24 to the respective municipalities the amount of any over-payment 25 previously refunded by the [board] <u>commission</u> to any person on account of an overcharge or over-payment on a license fee. 26 27 Section 138. Section 802 of the act, amended September 28, 1961 (P.L.1728, No.702), is reenacted and amended to read: 28 29 Section 802. Moneys Paid Into The State Stores Fund for Use 30 of the Commonwealth. --(a) All moneys, except fees to be paid 19870H1000B1366 - 229 -

into the Liquor License Fund as provided by the [preceding] 1 section 801, collected, received or recovered under the 2 3 provisions of this act for license fees, permit fees, filing 4 fees and registration fees, from forfeitures, sales of forfeited 5 property, compromise penalties and sales of liquor and alcohol at the Pennsylvania Liquor Stores, shall be paid into the State 6 7 Treasury through the Department of Revenue into a special fund 8 to be known as "The State Stores Fund."

9 (b) One-half of all application filing and transfer fees 10 shall be credited to a special account designated as the 11 Enforcement Officers' Retirement Account. The moneys credited to 12 this account shall be paid, annually, by the [board] <u>commission</u> 13 to the State Employes' Retirement Board to be paid into the 14 State Employes' Retirement Fund and credited to the Enforcement 15 Officers' Benefit Account.

16 (c) One per centum of annual profits from the sale of liquor

17 and alcohol shall be annually transferred to the Department of

18 Health for use by the Office of Drug and Alcohol Programs, or

19 its successor in function, for the following purposes:

20 (1) Treatment and rehabilitation of persons addicted to the
21 excessive use of alcoholic beverages.

22 (2) Promotion of education, prevention and early

23 intervention programs designed to eliminate abuse and addiction

24 to alcohol or other mood-altering substances or secure

25 <u>appropriate treatment for the already addicted.</u>

26 (3) Study of the problem of addiction.

27 (d) All other moneys in such fund shall be available for the 28 purposes for which they are appropriated by law.

29 (e) Annually, at the time the budget for the enforcement

30 bureau is approved, an amount equal to the amount appropriated

19870H1000B1366

- 230 -

from the General Fund for the enforcement bureau shall be 1 2 transferred from the State Store Fund to the General Fund. 3 Section 139. Section 803 of the act is reenacted and amended 4 to read: 5 Section 803. Alcohol Tax Moneys Paid Into General Fund.--All taxes collected or received by the [board] commission on sales 6 of taxable alcohol under the provisions of this act shall be 7 8 paid into the State Treasury through the Department of Revenue 9 into the General Fund. 10 Section 140. The heading of Article IX of the act is 11 reenacted to read: 12 ARTICLE IX. 13 REPEALS. 14 Section 141. Section 901 of the act is reenacted to read: 15 Section 901. Acts and Parts of Acts Repealed. -- The following acts and parts of acts and all amendments thereof are hereby 16 17 repealed to the extent hereinafter specified: 18 Section five of the act, passed in one thousand seven hundred 19 five (1 Sm. L. 25), entitled "An act to restrain people from 20 labour on the first day of the week," absolutely. 21 The act, passed in one thousand seven hundred five (1 Sm. L. 22 43), entitled "An act for selling beer and ale by wine-measure," 23 absolutely. 24 The act, passed the thirty-first day of May, one thousand 25 seven hundred eighteen (1 Sm. L. 104), entitled "An act empowering the Justices to settle the prices of liquors in 26 27 public houses, and provender for horses in public stables," 28 absolutely. 29 The act, passed the twenty-sixth day of August, one thousand 30 seven hundred twenty-one (1 Sm. L. 126), entitled "A

19870H1000B1366

- 231 -

Supplementary act to a law of this province, entitled 'An act
 that no public house or inn, within this province, be kept
 without license,'" absolutely.

Section twenty of the act, approved the thirtieth day of
March, one thousand eight hundred eleven (Pamphlet Laws 145),
entitled "An act to amend and consolidate the several acts
relating to the settlement of the public accounts and the
payment of the public monies, and for other purposes,"
absolutely.

10 The act, approved the fourteenth day of March, one thousand 11 eight hundred fourteen (Pamphlet Laws 100), entitled "An act providing for the inspection of spirituous liquors," absolutely. 12 13 Sections one, two, three and four of the act, approved the 14 second day of April, one thousand eight hundred twenty-two 15 (Pamphlet Laws 286), entitled "An act to prevent the disturbance 16 of meetings held for the purpose of religious worship," 17 absolutely.

18 The act, approved the eighth day of March, one thousand eight 19 hundred fifteen (Pamphlet Laws 91), entitled "An act altering 20 the mode of issuing tavern licenses," absolutely.

The act, approved the thirteenth day of March, one thousand eight hundred fifteen (Pamphlet Laws 171), entitled "A supplement to the act, entitled 'An act providing for the inspection of spirituous liquors,' passed the fourteenth day of March, one thousand eight hundred and fourteen, and for the prevention of fraud in the purchase or sale of flour or whiskey," absolutely.

The act, approved the twenty-seventh day of March, one thousand eight hundred twenty-one (Pamphlet Laws 133), entitled "An act to regulate inspections," absolutely.

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19870H1000B1366
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- 232 -

1 The act, approved the second day of April, one thousand eight 2 hundred twenty-one (Pamphlet Laws 244), entitled "An act laying 3 a duty on the retailers of foreign merchandise," in so far as it 4 relates to wine or distilled liquors.

5 Section two of the act, approved the second day of April, one 6 thousand eight hundred twenty-two (Pamphlet Laws 226), entitled 7 "A further supplement to the act, entitled 'An act relative to 8 habitual Drunkards,'" absolutely.

9 The act, approved the sixteenth day of January, one thousand 10 eight hundred twenty-three (Pamphlet Laws 10), entitled "A 11 supplement to the act entitled, 'An act providing for the 12 inspection of spirituous liquors,'" absolutely.

Section one of the act, approved the twelfth day of April, one thousand eight hundred twenty-five (Pamphlet Laws 247), entitled "An act more effectually to secure the collection of the revenue from tavern licenses, and for other purposes," absolutely.

18 The act, approved the seventh day of April, one thousand 19 eight hundred thirty (Pamphlet Laws 352), entitled "An act to 20 regulate inns and taverns," absolutely.

The act, approved the fifteenth day of February, one thousand eight hundred thirty-two (Pamphlet Laws 73), entitled "A supplement to an act entitled 'An act to regulate inns and taverns,' passed April seventh, eighteen hundred and thirty," absolutely.

Sections one, two, three, four, five, ten, eleven, twelve, thirteen, fourteen, fifteen, sixteen, seventeen, eighteen, nineteen, twenty, twenty-one, twenty-two, twenty-three, twentyfour, twenty-five, twenty-six and twenty-seven of the act, approved the eleventh day of March, one thousand eight hundred 19870H1000B1366 - 233 - thirty-four (Pamphlet Laws 117), entitled "An act relating to
 Inns, Taverns, and retailers of vinous and spirituous liquors,"
 absolutely.

4 Sections one hundred twenty-three, one hundred twenty-four, 5 one hundred twenty-five, one hundred twenty-six, one hundred twenty-seven, one hundred twenty-eight, one hundred twenty-nine, 6 one hundred thirty, one hundred thirty-one, one hundred thirty-7 two, one hundred thirty-three, one hundred thirty-four, one 8 9 hundred thirty-five, one hundred thirty-six, one hundred thirty-10 seven, one hundred thirty-eight, one hundred thirty-nine and one hundred forty of the act, approved the fifteenth day of April, 11 one thousand eight hundred thirty-five (Pamphlet Laws 384), 12 13 entitled "An act relating to Inspections," absolutely.

14 Section sixty-six of the act, approved the thirteenth day of 15 June, one thousand eight hundred thirty-six (Pamphlet Laws 589), 16 entitled "An act relating to lunatics and habitual drunkards," 17 absolutely.

18 Section twenty-two of the act, approved the twenty-seventh 19 day of May, one thousand eight hundred forty (Pamphlet Laws 20 548), entitled "An act to erect the town of South Easton, in the 21 county of Northampton, into a borough, and for other purposes," 22 absolutely.

The act, approved the twenty-ninth day of March, one thousand eight hundred forty-one (Pamphlet Laws 121), entitled "An act supplementary to the various Acts relating to Tavern Licenses," absolutely.

27 Section forty-four of the act, approved the twenty-fifth day 28 of March, one thousand eight hundred forty-two (Pamphlet Laws 29 192), entitled "An act to appoint Commissioners to Re-survey and 30 mark that portion of the county line, which divides the township 19870H1000B1366 - 234 - of Bristol, in the county of Philadelphia, from the township of
 Cheltenham, in the county of Montgomery, and for other
 purposes, " absolutely.

Section four of the act, approved the twenty-first day of April, one thousand eight hundred forty-six (Pamphlet Laws 431), entitled "An act to authorize the voters of Mifflin county to decide the question of tavern license therein, and to prohibit the sale of intoxicating drinks within specified limits in certain counties," absolutely.

10 Sections twenty, twenty-one, twenty-two, twenty-three, 11 thirty-one, thirty-two and thirty-three of the act, approved the 12 tenth day of April, one thousand eight hundred forty-nine 13 (Pamphlet Laws 570), entitled "An act to create a sinking fund, 14 and to provide for the gradual and certain extinguishment of the 15 debt of the commonwealth," absolutely.

16 The act, approved the sixteenth day of April, one thousand 17 eight hundred forty-nine (Pamphlet Laws 657), entitled "An act 18 to change the mode of granting tavern licenses in the city and 19 county of Philadelphia," absolutely.

20 Sections five, six and eight of the act, approved the thirtieth day of April, one thousand eight hundred fifty 21 22 (Pamphlet Laws 634), entitled "An act regulating the hunting of 23 deer in the county of Warren; and relative to hawkers and peddlers in the counties of Carbon, Butler and Union; 24 25 authorizing the Philadelphia, Germantown and Norristown railroad 26 company to become stockholders in the Chester Valley railroad 27 company; relative to the sale of spirituous and vinous liquors 28 in Washington county; and to the licensing of inn-keepers in this commonwealth; to the estate of John Claar, deceased; 29 30 legitimating John Diffenbach, of Lancaster county; and 19870H1000B1366 - 235 -

authorizing the sale of the real estate of Darius Grimes, of
 Fayette county, deceased, " absolutely.

3 Section eight of the act, approved the fourteenth day of 4 April, one thousand eight hundred fifty-one (Pamphlet Laws 569), 5 entitled "A further supplement to the act entitled 'An Act authorizing the Governor to incorporate the Bear Mountain 6 Railroad Company,' and for other purposes, passed July 7 thirteenth, one thousand eight hundred and forty-two, and 8 9 relative to roads, streets, and alleys in the borough of 10 Pottsville, in Schuylkill county, to hawkers and peddlers in Armstrong and Carbon counties, to the Bethany and Dingman's 11 choice turnpike road, to the district of West Philadelphia, to 12 13 the bottling of cider and malt liquors, licensing billiard rooms 14 and bowling saloons, to the district of Moyamensing, and to 15 authorize Charles B. Mench to sell certain real estate," 16 absolutely.

Sections one, two, three, six, seven and eight of the act, approved the eighth day of May, one thousand eight hundred fifty-four (Pamphlet Laws 663), entitled "An act to protect certain domestic and private Rights, and prevent abuses in the Sale and Use of Intoxicating Drinks," absolutely.

The act, approved the twenty-sixth day of January, one thousand eight hundred fifty-five (Pamphlet Laws 53), entitled "An act to prevent the Sale of Intoxicating Liquors on the First Day of the Week, commonly called Sunday," absolutely.

Sections one, two, three, four, five, six, seven, eight, nine, ten, eleven, twelve, thirteen, fourteen, fifteen, sixteen, seventeen, eighteen, nineteen, twenty, twenty-one, twenty-two, twenty-three, twenty-four, twenty-five, thirty, thirty-two, thirty-three and thirty-four of the act, approved the thirty-19870H1000B1366 - 236 - first day of March, one thousand eight hundred fifty-six
 (Pamphlet Laws 200), entitled "An act to Regulate the Sale of
 Intoxicating Liquors," absolutely.

4 Sections one, two, three, four, five, six, seven, eight, 5 nine, ten, eleven, twelve, thirteen, fourteen, fifteen, sixteen, seventeen, eighteen, nineteen, twenty, twenty-one, twenty-three 6 and twenty-four of the act, approved the twentieth day of April, 7 one thousand eight hundred fifty-eight (Pamphlet Laws 365), 8 9 entitled "A supplement to an act to Regulate the Sale of 10 Intoxicating Liquors, approved the thirty-first of March, Anno 11 Domini one thousand eight hundred and fifty-six," absolutely. The act, approved the twenty-first day of April, one thousand 12 13 eight hundred fifty-eight (Pamphlet Laws 393), entitled "A 14 further supplement to an act relative to the Inspection of 15 Liquors, " absolutely.

16 Section two of the act, approved the seventeenth day of 17 March, one thousand eight hundred fifty-nine (Pamphlet Laws 18 167), entitled "An act relating to Trustees of Farmers' High 19 Schools of Pennsylvania," absolutely.

The act, approved the fourteenth day of April, one thousand eight hundred fifty-nine (Pamphlet Laws 653), entitled "An act relating to the granting of Licenses to Hotel, Inn, or Tavern Keepers," absolutely.

The act, approved the twenty-ninth day of March, one thousand eight hundred sixty (Pamphlet Laws 346), entitled "An act to prevent Recovery for the Sale of Adulterated Liquors," absolutely.

The act, approved the fifteenth day of April, one thousand eight hundred sixty-three (Pamphlet Laws 480), entitled "An act relating to the inspection of domestic distilled spirits," 19870H1000B1366 - 237 - 1 absolutely.

The act, approved the twenty-second day of March, one 2 3 thousand eight hundred sixty-seven (Pamphlet Laws 40), entitled 4 "A further supplement to an act to regulate the granting of 5 licenses to hotels and eating houses, approved March thirtyfirst, one thousand eight hundred and fifty-six," absolutely. 6 7 The act, approved the twenty-ninth day of April, one thousand eight hundred sixty-seven (Pamphlet Laws 95), entitled "A 8 supplement to an act, entitled 'An act to prevent the sale of 9 10 intoxicating liquors on the first day of the week, commonly 11 called Sunday, ' approved February twenty-six, one thousand eight hundred and fifty-five, " absolutely. 12

Sections two and four of the act, approved the eighth day of April, one thousand eight hundred seventy-three (Pamphlet Laws 566), entitled "An act to provide for the appointment of mercantile appraisers in the city of Philadelphia, defining the duties of the same, and constituting a board of appeal," absolutely.

19 Sections two, three, four, five, six, seven, eight, nine, ten 20 eleven and twelve of the act, approved the twelfth day of April, 21 one thousand eight hundred seventy-five (Pamphlet Laws 40), 22 entitled "An act to repeal and act to permit the voters of this 23 commonwealth to vote every three years on the question of 24 granting licenses to sell intoxicating liquors, and to restrain 25 and regulate the sale of the same," absolutely.

Section one of the act, approved the twelfth day of April, one thousand eight hundred seventy-five (Pamphlet Laws 48), entitled "An act to prevent the sale of intoxicating liquors, and for the preservation of order at soldiers' encampments or re-unions," absolutely.

19870H1000B1366

- 238 -

1 The act, approved the second day of June, one thousand eight hundred eighty-one (Pamphlet Laws 43), entitled "An act to 2 3 prevent the use of poisonous or deleterious drugs or chemicals, 4 or impure or injurious materials, or those prejudicial to the 5 public health, in the brewing or manufacture of ale, beer or other malt liquors, or in the fermentation, distillation or 6 7 manufacture of any vinous or spirituous liquors, and to provide for the punishment of any persons using the same," absolutely. 8 9 The act, approved the ninth day of July, one thousand eight 10 hundred eighty-one (Pamphlet Laws 162), entitled "An act to 11 prohibit the granting of a license for the sale of liquors to proprietors, lessees, keepers or managers of theaters or other 12 13 places of amusement," absolutely.

14 Section four of the act, approved the twenty-eighth day of 15 May, one thousand eight hundred eighty-five (Pamphlet Laws 27), 16 entitled "An act supplementary to an act, entitled 'An act to protect children from neglect and cruelty, and relating to their 17 18 employment, protection and adoption, ' approved the eleventh day 19 of June, one thousand eight hundred and seventy-nine, providing 20 for the further protection of minors, and regulating the 21 boarding and maintaining of infant children for hire," in so far 22 as it relates to premises for which a hotel, restaurant or club liquor license or a retail dispenser's license is held. 23

The act, approved the twenty-fourth day of May, one thousand eight hundred eighty-seven (Pamphlet Laws 194), entitled "An act providing for the licensing of wholesale dealers in intoxicating liquors," absolutely.

The act, approved the second day of June, one thousand eight hundred ninety-one (Pamphlet Laws 173), entitled "An act to permit the growers of grapes in this Commonwealth to manufacture 19870H1000B1366 - 239 - wine from grapes of their own raising that are not first-class
 or marketable, and sell such wine to licensed dealers without
 taking out or paying a license for such manufacture or sale,"
 absolutely.

5 The act, approved the ninth day of June, one thousand eight 6 hundred ninety-one (Pamphlet Laws 257), entitled "An act to 7 restrain and regulate the sale of vinous and spirituous, malt or 8 brewed liquors or any admixture thereof by wholesale," 9 absolutely.

10 The act, approved the twentieth day of June, one thousand 11 eight hundred ninety-three (Pamphlet Laws 474), entitled "An act authorizing distillers of spirituous or vinous liquors to sell 12 13 such liquors of their own manufacture in original packages of 14 not less than forty gallons, without being required to take out 15 a license as is now required by existing laws," absolutely. 16 Section one of the act, approved the twenty-fifth day of May, one thousand eight hundred ninety-seven (Pamphlet Laws 93), 17 18 entitled "An act relating to the prosecutions of licensed dealers and their employes on the charge of furnishing 19 20 intoxicating liquors to minors, and prescribing the penalty 21 therefor, " absolutely.

The act, approved the twenty-first day of June, one thousand eight hundred ninety-seven (Pamphlet Laws 176), entitled "An act providing that the manufacturers who shall pay a certain sum, annually, into the Treasury of the Commonwealth, shall sell only malt or brewed liquors of their own manufacture to dealers only who have been licensed by the court," absolutely.

The act, approved the thirtieth day of July, one thousand eight hundred ninety-seven (Pamphlet Laws 464), entitled "An act to provide revenue and regulate the sale of malt, brewed, vinous 19870H1000B1366 - 240 - and spirituous liquors or any admixture thereof, by requiring and authorizing licenses to be taken out by brewers, distillers, wholesalers, bottlers, rectifiers, compounders, storekeepers and agents, having a store, office or place of business within this Commonwealth, prescribing the amount of license fees to be paid in such cases, and by imposing an additional license fee on retail dealers in intoxicating liquors," absolutely.

Section one of the act, approved the eleventh day of May, one 8 9 thousand nine hundred one (Pamphlet Laws 162), entitled "A 10 supplement to an act, entitled 'An act to restrain and regulate 11 the sale of vinous and spirituous, malt or brewed liquors, or any admixture thereof, ' approved the thirteenth day of May, Anno 12 13 Domini one thousand eight hundred and eighty-seven, " absolutely. 14 The act, approved the nineteenth day of June, one thousand 15 nine hundred one (Pamphlet Laws 572), entitled "An act 16 authorizing the several courts of quarter sessions of this 17 Commonwealth to grant licenses to sell intoxicating liquors at 18 retail, wholesale or by brewers for a longer or shorter period than one year in certain cases but only for the purpose of 19 20 changing the date from which annual licenses shall thereafter 21 run and take effect, " absolutely.

22 The act, approved the twenty-second day of April, one thousand nine hundred three (Pamphlet Laws 257), entitled "An 23 24 act to amend the second section of an act, entitled 'An act to 25 protect certain domestic and private rights and prevent abuses 26 in the sale and use of intoxicating drinks, ' approved the eighth day of May, Anno Domini one thousand eight hundred and fifty-27 four, in relation to the penalties and fines therein prescribed, 28 29 and giving the court discretionary power in relation thereto," 30 absolutely.

19870H1000B1366

- 241 -

Section one of the act, approved the twenty-second day of April, one thousand nine hundred three (Pamphlet Laws 259), entitled "An act providing for the payment of liquor license money to school districts, in townships in which the roads shall be made and repaired by taxpayers pursuant to the act of twelfth of June, Anno Domini one thousand eight hundred and ninetythree, and its supplements," absolutely.

8 The act, approved the twenty-third day of April, one thousand 9 nine hundred three (Pamphlet Laws 265), entitled "A supplement 10 to an act, entitled 'An act to restrain and regulate the sale of 11 vinous and spirituous, malt or brewed liquors, or any admixture 12 thereof,' approved the thirteenth day of May, Anno Domini one 13 thousand eight hundred and eighty-seven," absolutely.

14 The act, approved the twenty-seventh day of April one 15 thousand nine hundred three (Pamphlet Laws 317), entitled "An 16 act amending section three of an act, entitled 'An act to 17 provide revenue and regulate the sale of malt, brewed, vinous 18 and spirituous liquors, or any admixture thereof, by requiring 19 and authorizing licenses to be taken out by brewers, distillers, 20 wholesalers, bottlers, rectifiers, compounders, store-keepers 21 and agents, having a store, office or place of business within 22 this Commonwealth, prescribing the amount of license fees to be paid in such cases, and by imposing an additional license fee on 23 24 retail dealers in intoxicating liquors, ' approved the thirtieth 25 day of July, Anno Domini one thousand eight hundred and ninety-26 seven, by providing that, in counties having a population of 27 more than five hundred thousand (500,000) and less than one million (1,000,000), the cost of publishing the list of 28 applicants for liquor licenses shall be paid out of the general 29 30 funds of the county, and not deducted from the fees paid by such 19870H1000B1366 - 242 -

1 applicants for expenses connected therewith, " absolutely.

2 The act, approved the twenty-ninth day of March, one thousand 3 nine hundred seven (Pamphlet Laws 38), entitled "An act to amend 4 section two of an act, entitled 'An act to provide revenue, and 5 regulate the sale of malt, brewed, vinous, and spirituous liquors, or any admixture thereof, by requiring and authorizing 6 7 licenses to be taken out by brewers, distillers, wholesalers, bottlers, rectifiers, compounders, storekeepers, and agents, 8 9 having a store, office, or place of business within this 10 Commonwealth; prescribing the amount of license fees to be paid 11 in such cases, and by imposing an additional license fee on 12 retail dealers in intoxicating liquors, ' approved the thirtieth 13 day of July, Anno Domini one thousand eight hundred and ninety-14 seven, by changing the time when the treasurers of the 15 respective counties shall pay all license funds to the State 16 Treasurer and to the treasurers of the respective 17 municipalities, " absolutely.

18 The act, approved the twenty-seventh day of April, one 19 thousand nine hundred seven (Pamphlet Laws 122), entitled "An 20 act authorizing licensed wholesale liquor sellers and dealers to 21 purchase vinous, spirituous, malt, or brewed liquors, in kegs, 22 barrels, or otherwise in bulk, and to transfer the same into bottles or smaller packages; and to sell the same in such 23 24 bottles or smaller packages, in certain quantities, and fixing 25 the annual license-fee of such dealers in cities of the first 26 class, second class, third class, and in boroughs and 27 townships, " absolutely.

The act, approved the twenty-ninth day of May, one thousand nine hundred seven (Pamphlet Laws 307), entitled "An act regulating the payment of retail liquor license-fees in this 19870H1000B1366 - 243 - 1 Commonwealth, " absolutely.

The act, approved the twenty-second day of April, one thousand nine hundred nine (Pamphlet Laws 136), entitled "An act regulating the payment of brewers' wholesale and bottlers' license fees in this Commonwealth," absolutely.

6 The act, approved the second day of April, one thousand nine 7 hundred thirteen (Pamphlet Laws 32), entitled "An act permitting 8 any wholesale or retail licensed liquor dealer or bottler to 9 keep such licensed place of business open during the pendency of 10 any application for transfer of license," absolutely.

11 The act, approved the fourteenth day of May, one thousand 12 nine hundred thirteen (Pamphlet Laws 203), entitled "An act to 13 provide and fix fees and compensation to be received by 14 constables in this Commonwealth for visiting places where 15 liquors are sold or kept," absolutely.

16 The act, approved the twelfth day of June, one thousand nine hundred thirteen (Pamphlet Laws 490), entitled "An act 17 18 prohibiting the offering or giving of premium by any person, 19 partnership, or corporation, licensed to sell vinous, 20 spirituous, malt, or brewed liquors at wholesale or retail, for 21 the return of caps, stoppers, corks, stamps, or labels taken 22 from any bottle, case, keg, barrel, or package containing such vinous, spirituous, malt, or brewed liquors, and providing a 23 penalty for the violation thereof," absolutely. 24

Section one of the act, approved the twenty-second day of July, one thousand nine hundred thirteen (Pamphlet Laws 914), entitled "An act authorizing any person, firm or corporation, owning or operating distilleries producing only denatured alcohol for industrial purposes, and not for use as a beverage or for medicinal purposes, to operate such distillery without a 19870H1000B1366 - 244 - 1 license; regulating the taxation of such corporations; requiring 2 certain reports to be made to the Auditor General, and providing 3 penalties," in so far as it exempts any person, firm or 4 corporation owning or operating a distillery from the necessity 5 of obtaining a license under the provisions of this act to 6 operate such distillery.

7 The act, approved the seventeenth day of July, one thousand nine hundred seventeen (Pamphlet Laws 1020), entitled "An act 8 9 amending an act, entitled 'An act prohibiting the offering or 10 giving of premium, by any person, partnership, or corporation 11 licensed to sell vinous, spirituous, malt, or brewed liquors, at wholesale or retail, for the return of caps, stoppers, corks, 12 13 stamps, or labels taken from any bottle, case, keg, barrel, or package containing such vinous, spirituous, malt, or brewed 14 15 liquors, and providing a penalty for the violation thereof, ' 16 approved the twelfth day of June, Anno Domini one thousand nine 17 hundred thirteen; prohibiting the offer or gift or premiums or 18 presents as an inducement for the purchase of liquors, or for 19 any other purpose, " absolutely.

The act, approved the eighteenth day of July, one thousand nine hundred seventeen (Pamphlet Laws 1071), entitled "An act amending section one of an act, approved the fourteenth day of May, one thousand nine hundred thirteen, entitled 'An act to provide and fix fees and compensation to be received by constables in this Commonwealth for visiting places where liquors are sold or kept,'" absolutely.

The act, approved the twenty-sixth day of February, one thousand nine hundred nineteen (Pamphlet Laws 9), entitled "An act to amend section one of an act, approved the thirtieth day of July, one thousand eight hundred and ninety-seven (Pamphlet 19870H1000B1366 - 245 -

Laws, four hundred sixty-four), entitled 'An act to provide 1 revenue and regulate the sale of malt, brewed, vinous and 2 3 spiritous liquors or any admixture thereof, by requiring and 4 authorizing licenses to be taken out by brewers, distillers, 5 wholesalers, bottlers, rectifiers, compounders, storekeepers and agents, having a store, office or place of business within this 6 7 Commonwealth, prescribing the amount of license fees to be paid in such cases, and by imposing an additional license fee on 8 retail dealers in intoxicating liquors, '" absolutely. 9

10 The act, approved the eighth day of May, one thousand nine 11 hundred nineteen (Pamphlet Laws 167), entitled "An act providing for the refunding of liquor license fees and additional taxes to 12 13 wholesale and retail dealers, brewers, distillers, rectifiers, 14 compounders, bottlers, agents, and other persons, prevented from 15 engaging in business by order or regulation of the President or 16 Secretary of War; providing for the return of the proportions 17 thereof paid to municipalities and the Commonwealth; and making 18 an appropriation, " absolutely.

19 The act, approved the twenty-sixth day of June, one thousand 20 nine hundred nineteen (Pamphlet Laws 673), entitled "An act permitting wholesale or retail dealers, brewers, distillers, 21 22 rectifiers, compounders, bottlers, agents, or other persons 23 licensed to deal in or sell any vinous, spirituous, malt or 24 brewed liquors, to surrender licenses heretofore granted and 25 issued; authorizing county treasurers to refund a proportionate 26 amount of the annual license fee and additional license tax where such licenses have been surrendered or where the licensees 27 28 have been prevented from selling thereunder by any State or 29 Federal laws or regulation; and requiring the State Treasurer 30 and the municipalities to contribute to the amount so refunded; 19870H1000B1366 - 246 -

1 and making an appropriation, " absolutely.

The act, approved the twenty-first day of July, one thousand nine hundred nineteen (Pamphlet Laws 1069), entitled "An act to provide for the manufacture or distillation and sale of ethyl alcohol for medicinal, scientific, mechanical, commercial, and other lawful purposes, and the issuance of licenses therefor; and providing a penalty for violation of the provisions hereof," absolutely.

9 Section forty-two of the act, approved the seventeenth day of 10 May, one thousand nine hundred twenty-one (Pamphlet Laws 869), 11 entitled "An act providing for the organization, government, 12 discipline, maintenance, and regulation of the armed land forces 13 of this Commonwealth," in so far as it relates to liquor or malt 14 or brewed beverages.

15 The act, approved the nineteenth day of February, one 16 thousand nine hundred twenty-six (Pamphlet Laws 16), entitled "A 17 supplement to the act, approved the twenty-seventh day of March, 18 one thousand nine hundred and twenty-three (Pamphlet Laws, thirty-four), entitled 'An act concerning alcoholic liquors; 19 20 prohibiting the manufacture, advertising, furnishing, traffic 21 in, and possession of intoxicating liquors for beverage 22 purposes, and articles and substances designed or intended for use in the manufacture thereof; defining intoxicating liquor; 23 24 providing for penalties, forfeitures, and the abatement of 25 nuisances; and repealing existing alcoholic liquor laws and 26 alcoholic liquor license laws'; providing for the registering of 27 federal permits; also regulating, under permit, through a Pennsylvania Alcohol Permit Board created in the Department of 28 29 Welfare, the manufacture, production, distillation, development, 30 use in manufacture, denaturization, redistillation, recovery, 19870H1000B1366 - 247 -

reuse, holding in bond, holding in storage by bailees for hire, 1 sale at wholesale, and transportation for hire, of any alcohol 2 3 or alcoholic liquid, by certain persons; also providing for fees 4 and the disposition thereof; also authorizing the inspection of 5 the records of permittees and purchasers of said alcohol or alcoholic liquid; also declaring certain places nuisances and 6 7 providing for their abatement; also providing penalties; and also repealing all acts or parts of acts inconsistent with this 8 9 act, " absolutely.

The act, approved the third day of May, one thousand nine 10 11 hundred thirty-three (Pamphlet Laws 252), entitled "An act to regulate and restrain the traffic in malt, brewed, and vinous 12 13 and fruit juice beverages, as herein defined; providing for the 14 licensing of the sale and distribution of such beverages; 15 imposing license fees, and providing for collection and 16 distribution thereof; restricting ownership and interest in 17 licensed places; permitting municipalities and townships, by 18 vote of the electors, to prevent the licensing therein of places where such beverages may be sold for consumption on the 19 20 premises, and regulating elections for this purpose; imposing duties upon county treasurers, the Department of Revenue, 21 22 quarter sessions courts, district attorneys, proper authorities of political subdivisions of the State, and election officers; 23 24 providing penalties; and repealing existing acts," absolutely. 25 The act, approved the twenty-ninth day of November, one 26 thousand nine-hundred thirty-three (Pamphlet Laws 13, (1933-27 34)), entitled "An act creating an independent administrative 28 board to be known as the Pennsylvania Liquor Control Board," 29 absolutely.

30 The act, approved the twenty-ninth day of November, one 19870H1000B1366 - 248 -

thousand nine hundred thirty-three (Pamphlet Laws 15, (1933-1 2 34)), entitled "An act to regulate and restrain the sale, 3 importation, and use of certain alcoholic beverages; conferring 4 powers and imposing duties upon the Pennsylvania Liquor Control 5 Board, the Department of Public Instruction, other officers of the State government, courts, and district attorneys; 6 7 authorizing the establishment and operation of State stores for 8 the sale of such beverages not for consumption on the premises, and the granting of licenses, subject to local option, to sell 9 10 such beverages for consumption on the premises; forbidding 11 importation or bringing of such beverages into the State except as herein provided; prohibiting certain sales or practices in, 12 13 connections with, and transactions in such beverages by 14 licensees and others; making disposition of the receipts from 15 State stores and of license fees; and imposing penalties," 16 absolutely.

17 The act, approved the eighth day of December, one thousand 18 nine hundred thirty-three (Pamphlet Laws 57, (1933-34)), 19 entitled "An act to amend the title and certain sections of the 20 act, approved the nineteenth day of February, one thousand nine 21 hundred twenty-six (Pamphlet Laws, sixteen), entitled 'A 22 supplement to the act, approved the twenty-seventh day of March, 23 one thousand nine hundred and twenty-three (Pamphlet Laws, 24 thirty-four), entitled "An act concerning alcoholic liquors; 25 prohibiting the manufacturer, advertising, furnishing, traffic 26 in, and possession of intoxicating liquors for beverage 27 purposes, and articles and substances designed or intended for 28 use in the manufacture thereof; defining intoxicating liquor; providing for penalties, forfeitures, and the abatement of 29 30 nuisances; and repealing existing alcoholic liquor laws and 19870H1000B1366 - 249 -

alcoholic liquor license laws'; providing for the registering of 1 Federal permits; also regulating, under permit, through a 2 3 Pennsylvania Alcohol Permit Board created in the Department of 4 Welfare, the manufacture, production, distillation, development, 5 use in manufacture, denaturization, redistillation, recovery, reuse, holding in bond, holding in storage by bailees for hire, 6 7 sale at wholesale, and transportation for hire, of any alcohol or alcoholic liquid, by certain persons; also providing for fees 8 and the disposition thereof; also authorizing the inspection of 9 10 the records of permittees and purchasers of said alcohol or 11 alcoholic liquid; also declaring certain places nuisances and providing for their abatement; also providing penalties; and 12 13 also repealing all acts or parts of acts inconsistent with this 14 act, by providing that the act shall be administered by the 15 Pennsylvania Liquor Control Board; making the act consistent 16 with the repeal of the Eighteenth Amendment; changing 17 definitions and exemptions; bringing rectifiers and blenders 18 within the act; allowing appeals to the courts; providing for 19 the abatement of nuisances; and increasing fees, " absolutely. 20 The act, approved the twentieth day of December, one thousand 21 nine hundred thirty-three (Pamphlet Laws 75, (1933-34)), 22 entitled "An act to amend the title and certain sections of the act, approved the third day of May, one thousand nine hundred 23 24 thirty-three (Act number ninety-one), entitled 'An act to 25 regulate and restrain the traffic in malt, brewed, and vinous 26 and fruit juice beverages, as herein defined; providing for the 27 licensing of the sale and distribution of such beverages; 28 imposing license fees, and providing for collection and 29 distribution thereof; restricting ownership and interest in 30 licensed places; permitting municipalities and townships, by 19870H1000B1366 - 250 -

vote of the electors, to prevent the licensing therein of places 1 2 where such beverages may be sold for consumption on the 3 premises, and regulating elections for this purpose; imposing 4 duties upon county treasurers, the Department of Revenue, 5 quarter sessions courts, district attorneys, proper authorities of political subdivisions of the State, and election officers; 6 providing penalties; and repealing existing acts, ' by limiting 7 8 the provisions of the act to malt liquors, as defined therein, 9 and clarifying certain provisions of the act," absolutely. 10 The act, approved the eighteenth day of July, one thousand 11 nine hundred thirty-five (Pamphlet Laws 1217), entitled "An act to reenact and amend the title and the act, approved the third 12 13 day of May, one thousand nine hundred and thirty-three (Pamphlet 14 Laws, two hundred fifty-two), entitled 'An act to regulate and 15 restrain the traffic in malt, brewed, and vinous and fruit juice 16 beverages, as herein defined; providing for the licensing of the 17 sale and distribution of such beverages; imposing license fees, 18 and providing for collection and distribution thereof; 19 restricting ownership and interest in licensed places; 20 permitting municipalities and townships, by vote of the 21 electors, to prevent the licensing therein of places where such 22 beverages may be sold for consumption on the premises, and regulating elections for this purpose; imposing duties upon 23 24 county treasurers, the Department of Revenue, quarter sessions 25 courts, district attorneys, proper authorities of political 26 subdivisions of the State, and election officers; providing 27 penalties; and repealing existing acts, ' as amended, by 28 providing for the issue by the county treasurer of retail dispensers' licenses, and by the Pennsylvania Liquor Control 29 Board of distributors', importing distributors', and 30 19870H1000B1366 - 251 -

manufacturers' licenses; regulating the business of 1 manufacturers of malt and brewed beverages; and providing for 2 3 the issue of public service licenses and special permits 4 relating to entertainment and transportation for hire by said 5 board; changing, fixing, and providing for the fixing of permit and license fees, and providing for the disposition thereof; 6 providing for the abatement of nuisances; providing for the 7 revocation and suspension of licenses by the court of quarter 8 sessions and the board; further regulating the manufacture, 9 10 sale, transportation and traffic in malt and brewed beverages; 11 prescribing penalties; and repealing inconsistent acts," 12 absolutely.

13 The act, approved the eighteenth day of July, one thousand 14 nine hundred thirty-five (Pamphlet Laws 1246), entitled "An act 15 to reenact and amend the title and the act approved the twenty-16 ninth day of November, one thousand nine hundred and thirtythree (Pamphlet Laws, fifteen--one thousand nine hundred thirty-17 18 three-one thousand nine hundred thirty-four), entitled 'An act 19 to regulate and restrain the sale, importation, and use of 20 certain alcoholic beverages; conferring powers and imposing 21 duties upon the Pennsylvania Liquor Control Board, the 22 Department of Public Instruction, other officers of the State government, courts and district attorneys; authorizing the 23 24 establishment and operation of State stores for the sale of such 25 beverages not for consumption on the premises, and the granting 26 of licenses, subject to local option, to sell such beverages for 27 consumption on the premises; forbidding importation or bringing 28 of such beverages into the State except as herein provided; 29 prohibiting certain sales or practices in, connections with, and 30 transactions in such beverages by licenses and others; making 19870H1000B1366 - 252 -

disposition of the receipts from State stores and of license 1 fees; and imposing penalties, ' by extending the provisions of 2 3 said act to the manufacture and possession of alcohol, alcoholic 4 beverages and malt or brewed beverages; permitting licensees to 5 sell malt or brewed beverages for consumption off premises; providing for the revocation and suspension of licenses by the 6 7 board and the court of quarter sessions, and conferring additional powers and imposing additional duties on the board, 8 9 including power to fix the form and capacity of packages and 10 containers, and the duty to require certain manufacturers and 11 other persons to secure permit and pay permit fees; conferring power on agents of the board to arrest on view without warrant 12 13 and to confiscate property unlawfully used, and providing for 14 the destruction and disposition thereof; providing for the 15 disposition of license and filing fees; providing that fines and 16 penalties collected shall be for the use of counties; legalizing 17 the home manufacture and possession of wine; extending the civil 18 service provisions of this act; further regulating the manufacture, sale and traffic in alcohol, alcoholic beverages 19 20 and malt and brewed beverages; prescribing penalties and 21 repealing existing laws," absolutely.

22 The act, approved the eighteenth day of July, one thousand nine hundred thirty-five (Pamphlet Laws 1283), entitled "An act 23 24 to amend clauses (i) and (l) of section two, and section three 25 of the act, approved the nineteenth day of February, one 26 thousand nine hundred and twenty-six (Pamphlet Laws, sixteen), 27 entitled, and amended 'An act regulating, under permit, through the Pennsylvania Liquor Control Board, the manufacture, 28 29 production, distillation, development, use in manufacture, denaturization, redistillation, rectification, blending, 30 19870H1000B1366 - 253 -

recovery, reuse, holding in bond, holding in storage by bailees 1 for hire, and transportation for hire, of any alcohol, alcoholic 2 3 liquid or alcoholic beverage, by certain persons; requiring the 4 registration of Federal permits; also providing for fees and the 5 disposition thereof, and for appeals to the courts; also authorizing the inspection of the records of permittees and 6 purchasers of said alcohol, alcoholic liquid, and alcoholic 7 beverages; also declaring certain places nuisances and providing 8 for their abatement; also providing penalties; and also 9 10 repealing all acts or parts of acts inconsistent with this act, ' 11 as amended; further defining distilleries and wineries; and providing for the licensure and rights of manufacturers of 12 13 wine," absolutely.

14 The act, approved the sixteenth day of June, one thousand 15 nine hundred thirty-seven (Pamphlet Laws 1762), entitled "An act 16 to re-enact and further amend the title and the act, approved 17 the twenty-ninth day of November, one thousand nine hundred and 18 thirty-three (Pamphlet Laws, fifteen--one thousand nine hundred 19 thirty-three--thirty-four), entitled, as amended 'An act to 20 regulate and restrain the sale, manufacture, possession, 21 transportation, importation, traffic in, and use of alcohol, and 22 alcoholic and malt or brewed beverages; conferring powers and 23 imposing duties upon the Pennsylvania Liquor Control Board and 24 its agents, the Department of Public Instruction, other officers 25 of the State government, courts, and district attorneys; 26 authorizing the establishment and operation of State stores for 27 the sale of such beverages not for consumption on the premises, 28 and the granting of licenses, subject to local option, to sell 29 such beverages for consumption on and off the premises; 30 forbidding importation or bringing of such beverages into the 19870H1000B1366 - 254 -

State except as herein provided; prohibiting certain sales or 1 practices in, connection with, and transactions in such 2 beverages by licensees and others; making disposition of the 3 4 receipts from State stores and of fees; and imposing penalties, ' 5 further regulating the manufacture, sale, importation, use, and traffic in liquors, alcohol, and malt and brewed beverages; 6 conferring additional powers and imposing additional duties on 7 the Pennsylvania Liquor Control Board; further regulating those 8 licensed under this act; imposing additional filing fees; and 9 10 increasing fees for certain permits; and providing for the 11 disposition thereof; further regulating the establishment of State liquor stores, and the employment and use of personnel by 12 13 the board; regulating and providing the procedure for the 14 granting, transfer, revocation, and suspension of licenses, and 15 for compromises in certain cases, and the disposition of moneys arising therefrom; providing for the forfeiture of certain 16 17 property; regulating the jurisdiction of courts, and local 18 option procedure; prohibiting certain interlocking business; and 19 providing penalties, " absolutely.

20 The act, approved the sixteenth day of June, one thousand nine hundred thirty-seven (Pamphlet Laws 1811), entitled "An act 21 22 to re-enact and amend the act, approved the nineteenth day of February, one thousand nine hundred twenty-six (Pamphlet Laws, 23 24 sixteen), entitled, as amended 'An act regulating, under permit, 25 through the Pennsylvania Liquor Control Board, the manufacture, 26 production, distillation, development, use in manufacture, denaturization, redistillation, rectification, blending, 27 28 recovery, reuse, holding in bond, holding in storage by bailees for hire, and transportation for hire, of any alcohol, alcoholic 29 30 liquid or alcoholic beverage, by certain persons; requiring the 19870H1000B1366 - 255 -

registration of Federal permits; also providing for fees and the 1 disposition thereof, and for appeals to the courts; also 2 3 authorizing the inspection of the records of permittees and 4 purchasers of said alcohol, alcoholic liquid, and alcoholic 5 beverages; also declaring certain places nuisances and providing for their abatement; also providing penalties; and also 6 repealing all acts or parts of acts inconsistent with this act, ' 7 further regulating the manufacture, sale, use, and traffic in 8 alcohol and alcoholic liquids; conferring additional powers and 9 10 imposing additional duties upon the Pennsylvania Liquor Control 11 Board; further regulating those licensed under this act; imposing filing fees; changing the method of calculating certain 12 13 license fees; providing for the use of the word "license" 14 instead of "permit"; regulating and providing the procedure for 15 the granting, suspension, and revocation of licenses, and for 16 compromises in certain cases; providing for the disposition of 17 fees, compromise penalties, and forfeitures; regulating the 18 jurisdiction of courts; and providing penalties," absolutely. 19 The act, approved the sixteenth day of June, one thousand 20 nine hundred thirty-seven (Pamphlet Laws 1827), entitled "An act 21 to re-enact and further amend the title and the act, approved 22 the third day of May, one thousand nine hundred and thirty-three 23 (Pamphlet Laws, two hundred fifty-two), entitled, as amended 'An 24 act to regulate and restrain the traffic in malt and brewed 25 beverages, as herein defined; providing for the licensing of the 26 manufacture, transportation, sale and distribution of such 27 beverages; imposing license and permit fees, and providing for 28 collection and distribution thereof; restricting ownership and 29 interest in licensed places; permitting municipalities and 30 townships, by vote of the electors, to prevent the licensing 19870H1000B1366 - 256 -

therein of places where such beverages may be sold for 1 consumption on the premises, and regulating elections for this 2 3 purpose; imposing duties upon county treasurers, the 4 Pennsylvania Liquor Control Board, quarter sessions courts, 5 district attorneys, the Department of Justice, proper authorities of political subdivisions of the State, and election 6 7 officers; providing penalties; and repealing existing acts, ' defining and further defining and regulating licensees, 8 application for licenses, and sales by licensees, and fixing 9 10 fees for amusement permits; regulating the granting, suspension, 11 revocation, and transfer of licenses, and the procedure therefor, and conferring jurisdiction on certain courts; 12 13 providing for the granting of licenses by the Pennsylvania 14 Liquor Control Board instead of the county treasurer, and 15 prescribing the powers and duties of said board; providing for 16 compromises where licenses are suspended, and for the 17 disposition of application license permit fees, forfeitures, and 18 penalties; and providing penalties, " absolutely.

19 The act, approved the twenty-fifth day of June, one thousand 20 nine hundred thirty-seven (Pamphlet Laws 2073), entitled "An act to amend section five of the act, approved the twenty-ninth day 21 22 of November, one thousand nine hundred thirty-three (One 23 thousand nine hundred thirty-three-one thousand nine hundred 24 thirty-four--Pamphlet Laws, thirteen), entitled 'An act creating 25 an independent administrative board to be known as the 26 Pennsylvania Liquor Control Board, ' by making further provision 27 with respect to the fidelity bonds of the members, secretary, 28 and employes of the board, " absolutely.

29The act, approved the twenty-sixth day of June, one thousand30nine hundred thirty-nine (Pamphlet Laws 764), entitled "An act19870H1000B1366- 257 -

to regulate and restrain the sale, purchase, exchange, pledge, 1 2 and dealing in distillery bonded warehouse certificate for 3 whiskey or any other potable distilled spirits, except ethyl 4 alcohol; conferring powers and imposing duties upon the 5 Pennsylvania Liquor Control Board; authorizing the granting of permits and registration of agents to deal in such certificates, 6 and the suspension and revocation of such permits and 7 registration of agents; providing for hearings and appeals to 8 9 the court of common pleas; forbidding transaction in such 10 certificates in this State except as herein provided; prescribing and imposing penalties; and providing for the 11 disposition of filing, registration and permit fees," 12 13 absolutely.

14 The act, approved the twenty-fourth day of June, one thousand 15 nine hundred thirty-nine (Pamphlet Laws 802), entitled "An act 16 to further amend clause (a) of section four hundred and seven of 17 the act, approved the twenty-ninth day of November, one thousand 18 nine hundred and thirty-three (Pamphlet Laws, fifteen, 1933-34), entitled, as amended 'An act to regulate and restrain the sale, 19 20 manufacture, possession, transportation, importation, traffic 21 in, and use of alcohol, and alcoholic and malt or brewed 22 beverages; conferring powers and imposing duties upon the Pennsylvania Liquor Control Board and its agents, the Department 23 of Public Instruction, other officers of the State government, 24 25 courts, and district attorneys; authorizing the establishment 26 and operation of State stores for the sale of such beverages not 27 for consumption on the premises, and the granting of licenses, 28 subject to local option, to sell such beverages for consumption 29 on and off the premises; forbidding importation or bringing of 30 such beverages into the State except as herein provided; 19870H1000B1366 - 258 -

1 prohibiting certain sales or practices in, connection with, and 2 transactions in such beverages by licensees and others; 3 providing for the forfeiture of certain property; making 4 disposition of the receipts from State stores and of fees; and 5 imposing penalties,' changing the fees for hotel and restaurant 6 liquor licenses in certain cases," absolutely.

7 The act, approved the twenty-fourth day of June, one thousand nine hundred thirty-nine (Pamphlet Laws 804), entitled "An act 8 to amend clause (e) of section six hundred and nine of the act, 9 10 approved the twenty-ninth day of November, one thousand nine 11 hundred and thirty-three (Pamphlet Laws, fifteen, 1933-34), entitled, as amended 'An act to regulate and restrain the sale 12 13 manufacture, possession, transportation, importation, traffic 14 in, and use of alcohol, and alcoholic and malt or brewed 15 beverages; conferring powers and imposing duties upon the 16 Pennsylvania Liquor Control Board and its agents, the Department 17 of Public Instruction, other officers of the State government, 18 courts, and district attorneys; authorizing the establishment 19 and operation of State stores for the sale of such beverages not 20 for consumption on the premises, and the granting of licenses, 21 subject to local option, to sell such beverages for consumption 22 on and off the premises; forbidding importation or bringing of 23 such beverages into the State except as herein provided; prohibiting certain sales or practices, in connection with, and 24 25 transactions in such beverages by licensees and others; 26 providing for the forfeiture of certain property; making 27 disposition of the receipts from State stores and of fees; and 28 imposing penalties, ' as reenacted and amended permitting hotel, 29 restaurant and club licensees to own land but not the buildings 30 thereon where such land is leased and the buildings owned by a 19870H1000B1366 - 259 -

holder of a retail dispenser's license under the beverage
 license law, " absolutely.

3 The act, approved the twenty-fourth day of June, one thousand 4 nine hundred thirty-nine (Pamphlet Laws 806), entitled "An act 5 limiting the number of licenses for the retail sale of liquor, malt or brewed beverages, or malt and brewed beverages, to be 6 7 issued by the Pennsylvania Liquor Control Board; defining hotels, and prescribing the accommodations required of hotels in 8 9 certain municipalities," except insofar as the provisions of 10 section one, as amended, shall apply to hotel licenses granted 11 prior to the first day of September, one thousand nine hundred 12 forty-nine, or granted on any application made and pending prior 13 to said date, or to any renewal or transfer of such licenses, or to hotels under construction or for which a bona fide contract 14 15 had been entered into for construction prior to said date. 16 The act, approved the eighteenth day of July, one thousand nine hundred forty-one (Pamphlet Laws 408), entitled "An act 17 18 relative to the employment of females in hotels, taverns, saloons and eating houses for the mixing or sale of alcoholic 19 20 drinks, and the penalty for violation thereof," absolutely. 21 The act, approved the twenty-fourth day of July, one thousand 22 nine hundred forty-one (Pamphlet Laws 480), entitled "An act to 23 further amend section two of the act, approved the third day of 24 May, one thousand nine hundred thirty-three (Pamphlet Laws, two 25 hundred fifty-two), entitled, as amended, 'An act to regulate 26 and restrain the traffic in malt and brewed beverages, as herein 27 defined; providing for the licensing of the manufacture, 28 transportation, sale and distribution of such beverages; imposing license and permit fees, and providing for collection 29 30 and distribution thereof; restricting ownership and interest in 19870H1000B1366 - 260 -

licensed places; permitting municipalities and townships, by 1 vote of the electors, to prevent the licensing therein of places 2 where such beverages may be sold for consumption on the 3 4 premises, and regulating elections for this purpose; imposing 5 duties upon the Pennsylvania Liquor Control Board, guarter sessions courts, district attorneys, the Department of Justice, 6 proper authorities of political subdivisions of the State, and 7 election officers; providing penalties; and repealing existing 8 9 acts,' by permitting clubs to waive or reduce or pay dues 10 payable by members in military service, " absolutely.

11 The act, approved the twenty-fourth day of July, one thousand nine hundred forty-one (Pamphlet Laws 483), entitled "An act to 12 further amend section two of the act, approved the twenty-ninth 13 14 day of November, one thousand nine hundred thirty-three 15 (Pamphlet Laws, fifteen, 1933-34), entitled 'An act to regulate 16 and restrain the sale, manufacture, possession, transportation, 17 importation, traffic in, and use of alcohol, and alcoholic and 18 malt or brewed beverages; conferring powers and imposing duties 19 upon the Pennsylvania Liquor Control Board and its agents, the 20 Department of Public Instruction, other officers of the State 21 government, courts, and district attorneys; authorizing the 22 establishment and operation of State stores for the sale of such beverages not for consumption on the premises, and the granting 23 24 of licenses, subject to local option, to sell such beverages for 25 consumption on and off the premises; forbidding importation or 26 bringing of such beverages into the State except as herein 27 provided; prohibiting certain sales or practices in, connection 28 with, and transactions in such beverages by licensees and 29 others; providing for the forfeiture of certain property; making 30 disposition of the receipts from State stores and of fees; and 19870H1000B1366 - 261 -

imposing penalties,' by permitting clubs to waive or reduce or 1 2 pay dues payable by members in military service," absolutely. 3 The act, approved the sixteenth day of April, one thousand 4 nine hundred forty-three (Pamphlet Laws 60), entitled "An act to 5 further amend section four hundred ten of the act, approved the twenty-ninth day of November, one thousand nine hundred and 6 thirty-three (Pamphlet Laws, fifteen, one thousand nine hundred 7 thirty-three and thirty-four), entitled, as amended 'An act to 8 9 regulate and restrain the sale, manufacture, possession, 10 transportation, importation, traffic in, and use of alcohol, and 11 alcoholic and malt or brewed beverages; conferring powers and imposing duties upon the Pennsylvania Liquor Control Board and 12 13 its agents, the Department of Public Instruction, other officers 14 of the State government, courts, and district attorneys; 15 authorizing the establishment and operation of State stores for 16 the sale of such beverages not for consumption on the premises, 17 and the granting of licenses, subject to local option, to sell 18 such beverages for consumption on and off the premises; forbidding importation or bringing of such beverages into the 19 20 State except as herein provided; prohibiting certain sales or practices in, connection with, and transactions in such 21 22 beverages by licensees and others; providing for the forfeiture of certain property; making disposition of the receipts from 23 24 State stores and of fees; and imposing penalties, ' by postponing 25 the time for the taking effect of orders of the Pennsylvania 26 Liquor Control Board, suspending or revoking licenses for a 27 period of twenty days, during which time the licensee may take 28 an appeal," absolutely.

29The act, approved the twenty-first day of May, one thousand30nine hundred forty-three (Pamphlet Laws 332), entitled "An act19870H1000B1366- 262 -

to further amend subsection fourteen of section six hundred two 1 2 of the act, approved the twenty-ninth day of November, one 3 thousand nine hundred and thirty-three (Pamphlet Laws, fifteen--4 1933-34) entitled, as amended 'An act to regulate and restrain 5 the sale, manufacture, possession, transportation, importation, traffic in, and use of alcohol, and alcoholic and malt or brewed 6 7 beverages; conferring powers and imposing duties upon the Pennsylvania Liquor Control Board and its agents, the Department 8 of Public Instruction, other officers of the State government, 9 10 courts, and district attorneys; authorizing the establishment 11 and operation of State stores for the sale of such beverages not 12 for consumption on the premises, and the granting of licenses, 13 subject to local option, to sell such beverages for consumption 14 on and off the premises; forbidding importation or bringing of 15 such beverages into the State except as herein provided; 16 prohibiting certain sales of practices in, connection with, and 17 transactions in such beverages by licensees and others; 18 providing for the forfeiture of certain property; making disposition of the receipts from State stores and of fees; and 19 20 imposing penalties'; exempting certain coin operated motion 21 picture machines from provisions of the act requiring special 22 permits, " absolutely.

23 The act, approved the twenty-first day of May, one thousand 24 nine hundred forty-three (Pamphlet Laws 374), entitled "An act 25 to further amend section sixteen of the act, approved the third 26 day of May, one thousand nine hundred thirty-three (Pamphlet 27 Laws, two hundred fifty-two), entitled, as amended 'An act to 28 regulate and restrain the traffic in malt and brewed beverages, 29 as herein defined; providing for the licensing of the 30 manufacture, transportation, sale and distribution of such 19870H1000B1366 - 263 -

beverages; imposing license and permit fees, and providing for 1 collection and distribution thereof; restricting ownership and 2 3 interest in licensed places; permitting municipalities and 4 townships, by vote of the electors, to prevent the licensing 5 therein of places where such beverages may be sold for consumption on the premises, and regulating elections for this 6 7 purpose; imposing duties upon the Pennsylvania Liquor Control Board, quarter sessions courts, district attorneys, the 8 Department of Justice, proper authorities of political 9 subdivisions of the State, and election officers; providing 10 11 penalties; and repealing existing acts,' by providing for the surrendering by persons in military service of licenses granted 12 to them, the renewal thereof by the board during the licensee's 13 continuance in such service, and the renewal thereof 14 15 thereafter, " absolutely.

16 The act, approved the twenty-first day of May, one thousand nine hundred forty-three (Pamphlet Laws 401), entitled "An act 17 18 to amend section four hundred nine of the act, approved the 19 twenty-ninth day of November, one thousand nine hundred thirty-20 three (Pamphlet Laws, fifteen, 1933-34), entitled, as amended 21 'An act to regulate and restrain the sale, manufacture, 22 possession, transportation, importation, traffic in, and use of alcohol, and alcoholic and malt or brewed beverages; conferring 23 24 powers and imposing duties upon the Pennsylvania Liquor Control 25 Board and its agents, the Department of Public Instruction, 26 other officers of the State government, courts, and district 27 attorneys; authorizing the establishment and operation of State 28 stores for the sale of such beverages not for consumption on the premises, and the granting of licenses, subject to local option, 29 30 to sell such beverages for consumption on and off the premises; 19870H1000B1366 - 264 -

forbidding importation or bringing of such beverages into the 1 2 State except as herein provided; prohibiting certain sales or 3 practices in, connection with, and transactions in such 4 beverages by licensees and others; providing for the forfeiture 5 of certain property; making disposition of the receipts from State stores and of fees; and imposing penalties, ' by providing 6 7 for the surrendering by persons in military service of licenses granted to them, the renewal thereof by the board during 8 licensee's continuance in such service, and the renewal thereof 9 10 thereafter, " absolutely.

11 The act, approved the twenty-first day of May, one thousand nine hundred forty-three (Pamphlet Laws 403), entitled "An act 12 13 to further amend sections two, three hundred five, section six 14 hundred two and section six hundred three of the act, approved 15 the twenty-ninth day of November, one thousand nine hundred 16 thirty-three (Pamphlet Laws, fifteen--1933-34), entitled, as 17 amended 'An act to regulate and restrain the sale, manufacture, 18 possession, transportation, importation, traffic in, and use of 19 alcohol, and alcoholic and malt or brewed beverages; conferring 20 powers and imposing duties upon the Pennsylvania Liquor Control 21 Board and its agents, the Department of Public Instruction, 22 other officers of the State government, courts, and district attorneys; authorizing the establishment and operation of State 23 24 stores for the sale of such beverages not for consumption on the 25 premises, and the granting of licenses, subject to local option, 26 to sell such beverages for consumption on and off the premises; 27 forbidding importation or bringing of such beverages into the 28 State except as herein provided; prohibiting certain sales or practices in, connection with, and transactions in such 29 30 beverages by licensees and others; providing for the forfeiture 19870H1000B1366 - 265 -

of certain property; making disposition of the receipts from 1 2 State stores and of fees; and imposing penalties, ' by defining 3 "Official Seal"; authorizing the designation of wholesale or retail stores; authorizing the Pennsylvania Liquor Control Board 4 5 to adopt and enforce rules and regulations, to insure the equitable wholesale and retail sale and distribution of liquor 6 7 and alcohol through the Pennsylvania liquor stores during times of shortage, and making it unlawful to violate any such rules 8 and regulations, " absolutely. 9

10 The act, approved the twenty-seventh day of May, one thousand 11 nine hundred forty-three (Pamphlet Laws 688), entitled "An act to further amend sections four hundred four and four hundred ten 12 13 of the act, approved the twenty-ninth day of November, one 14 thousand nine hundred thirty-three (Pamphlet Laws fifteen--15 1933-34), entitled, as amended 'An act to regulate and restrain 16 the sale, manufacture, possession, transportation, importation, 17 traffic in, and use of alcohol, and alcoholic and malt or brewed 18 beverages; conferring powers and imposing duties upon the Pennsylvania Liquor Control Board and its agents, the Department 19 20 of Public Instruction, other officers of the State government, 21 courts, and district attorneys; authorizing the establishment 22 and operation of State stores for the sale of such beverages not 23 for consumption on the premises, and the granting of licenses, 24 subject to local option, to sell such beverages for consumption 25 on and off the premises; forbidding importation or bringing of 26 such beverages into the State except as herein provided; 27 prohibiting certain sales or practices in, connection with, and transactions in such beverages by licensees and others; 28 29 providing for the forfeiture of certain property; making 30 disposition of the receipts from State stores and of fees; and 19870H1000B1366 - 266 -

imposing penalties, ' conferring jurisdiction on the county court
 of Allegheny County, in cases of appeals from the Pennsylvania
 Liquor Control Board, " absolutely.

4 The act, approved the twenty-seventh day of May, one thousand 5 nine hundred forty-three (Pamphlet Laws 694), entitled "An act to further amend sections seven and thirteen of the act, 6 approved the third day of May, one thousand nine hundred thirty-7 three (Pamphlet Laws, two hundred fifty-two), entitled, as 8 amended 'An act to regulate and restrain the traffic in malt and 9 10 brewed beverages, as herein defined; providing for the licensing 11 of the manufacture, transportation, sale and distribution of such beverages; imposing license and permit fees, and providing 12 13 for collection and distribution thereof; restricting ownership 14 and interest in licensed places; permitting municipalities and 15 townships, by vote of the electors, to prevent the licensing 16 therein of places where such beverages may be sold for 17 consumption on the premises, and regulating elections for this 18 purpose; imposing duties upon the Pennsylvania Liquor Control Board, quarter sessions courts, district attorneys, the 19 20 Department of Justice, proper authorities of political subdivisions of the State, and election officers; providing 21 22 penalties; and repealing existing acts, ' conferring jurisdiction on the county court of Allegheny County in cases of appeals from 23 24 the Pennsylvania Liquor Control Board, " absolutely.

The act, approved the twenty-third day of May, one thousand nine hundred forty-seven (Pamphlet Laws 287), entitled "An act providing that the statement of registration issued to electors and his signed declaration of age shall be sufficient proof of age for the purchase of alcoholic beverages; prohibiting transfers thereof and false statements; imposing penalties, and 19870H1000B1366 - 267 - saving from prosecution licensees serving holders of such
 statements making such declarations," absolutely.

3 The act, approved the fourteenth day of April, one thousand 4 nine hundred forty-nine (Pamphlet Laws 481), entitled "An act to further amend section five of the act, approved the nineteenth 5 day of February, one thousand nine hundred twenty-six (Pamphlet 6 Laws 16), entitled, as amended 'An act regulating, under permit, 7 through the Pennsylvania Liquor Control Board, the manufacture, 8 9 production, distillation, development, use in manufacture, 10 denaturization, redistillation, rectification, blending, 11 recovery, reuse, holding in bond, holding in storage by bailees for hire, and transportation for hire, of any alcohol, alcoholic 12 13 liquid or alcoholic beverage, by certain persons; requiring the 14 registration of Federal permits; also providing for fees and the 15 disposition thereof, and for appeals to the courts; also 16 authorizing the inspection of the records of permittees and 17 purchasers of said alcohol, alcoholic liquid, and alcoholic 18 beverages; also declaring certain places nuisances and providing 19 for their abatement; also providing penalties; and also 20 repealing all acts or parts of acts inconsistent with this act,' 21 by exempting scheduled common carriers by air of mail and 22 passengers from license requirement, " absolutely. 23 The act, approved the twenty-eighth day of April, one 24 thousand nine hundred forty-nine (Pamphlet Laws 764), entitled "An act to further amend section four hundred twelve and 25 26 subsections (9) and (10) of section six hundred two of the act, 27 approved the twenty-ninth day of November, on thousand nine 28 hundred thirty-three (Pamphlet Laws 15, 1933-34), entitled, as 29 amended 'An act to regulate and restrain the sale, manufacture, 30 possession, transportation, importation, traffic in, and use of

19870H1000B1366

- 268 -

alcohol, and alcoholic and malt or brewed beverages; conferring 1 2 powers and imposing duties upon the Pennsylvania Liquor Control 3 Board and its agents, the Department of Public Instruction, 4 other officers of the State government, courts, and district 5 attorneys; authorizing the establishment and operation of State stores for the sale of such beverages not for consumption on the 6 premises, and the granting of licenses, subject to local option, 7 8 to sell such beverages for consumption on and off the premises; forbidding importation or bringing of such beverages into the 9 10 State except as herein provided; prohibiting certain sales or 11 practices in, connection with, and transactions in such beverages by licensees and others; providing for the forfeiture 12 13 of certain property; making disposition of the receipts from 14 State stores and of fees; and imposing penalties,' by further 15 regulating advertisements allowed on and about licensed premises 16 and increasing the quantity of malt or brewed beverages which 17 may be sold in a single sale by certain licensees for 18 consumption off premises, " absolutely.

19 The act, approved the twenty-eighth day of April, one thousand nine hundred forty-nine (Pamphlet Laws 769), entitled 20 "An act to further amend the act, approved the third day of May, 21 22 one thousand nine hundred thirty-three (Pamphlet Laws 252), 23 entitled, as amended, 'An act to regulate and restrain the 24 traffic in malt and brewed beverages, as herein defined; 25 providing for the licensing of the manufacture, transportation, 26 sale and distribution of such beverages; imposing license and 27 permit fees, and providing for collection and distribution 28 thereof; restricting ownership and interest in licensed places; 29 permitting municipalities and townships, by vote of the 30 electors, to prevent the licensing therein of places where such 19870H1000B1366 - 269 -

beverages may be sold for consumption on the premises, and 1 regulating elections for this purpose; imposing duties upon the 2 3 Pennsylvania Liquor Control Board, quarter sessions courts, 4 district attorneys, the Department of Justice, proper 5 authorities of political subdivisions of the State, and election officers; providing penalties; and repealing existing acts,' by 6 7 providing the quantity of malt or brewed beverages to be sold by 8 any manufacturer, distributor, importing distributor, or retail dispenser; further regulating advertisements allowed on and 9 10 about licensed premises, " absolutely.

11 The act, approved the second day of May, one thousand nine hundred forty-nine (Pamphlet Laws 896), entitled "An act to 12 13 further amend subsection fourteen of section six hundred two of 14 the act, approved the twenty-ninth day of November, one thousand 15 nine hundred and thirty-three (Pamphlet Laws 15, 1933-34), 16 entitled, as amended 'An act to regulate and restrain the sale, 17 manufacture, possession, transportation, importation, traffic 18 in, and use of alcohol, and alcoholic and malt or brewed beverages; conferring powers and imposing duties upon the 19 20 Pennsylvania Liquor Control Board and its agents, the Department of Public Instruction, other officers of the State Government, 21 22 courts, and district attorneys; authorizing the establishment and operation of State stores for the sale of such beverages not 23 24 for consumption on the premises, and the granting of licenses, 25 subject to local option, to sell such beverages for consumption 26 on and off the premises; forbidding importation or bringing of 27 such beverages into the State except as herein provided; prohibiting certain sales or practices in, connection with, and 28 29 transactions in such beverages by licensees and others; 30 providing for the forfeiture of certain property; making 19870H1000B1366 - 270 -

disposition of the receipts from State stores and of fees; and 1 imposing penalties,' by exempting television exhibitions from 2 3 provisions of the act requiring special permits," absolutely. 4 The act, approved the ninth day of May, one thousand nine 5 hundred forty-nine (Pamphlet Laws 964), entitled "An act to amend section one of the act, approved the twenty-fourth day of 6 7 June, one thousand nine hundred thirty-nine (Pamphlet Laws 806), entitled 'An act limiting the number of licenses for the retail 8 9 sale of liquor, malt or brewed beverages, or malt and brewed 10 beverages, to be issued by the Pennsylvania Liquor Control 11 Board; defining hotels, and prescribing the accommodations required of hotels in certain municipalities, ' changing the 12 13 requirements necessary for a hotel to qualify under said act," 14 except in so far as it shall apply to hotel licenses granted 15 prior to September first, one thousand nine hundred forty-nine, 16 or granted on any application made and pending prior to said 17 date, or to any renewal or transfer of such licenses, or to 18 hotels under construction or for which a bona fide contract had 19 been entered into for construction prior to said date. 20 The act, approved the twentieth day of May, one thousand nine 21 hundred forty-nine (Pamphlet Laws 1482), entitled "An act to 22 further amend section four hundred fifteen of the act, approved 23 the twenty-ninth day of November, one thousand nine hundred and 24 thirty-three (Pamphlet Laws, fifteen--one thousand nine hundred 25 thirty-three and thirty-four), entitled, as amended 'An act to 26 regulate and restrain the sale, manufacture, possession, 27 transportation, importation, traffic in, and use of alcohol, and 28 alcoholic and malt or brewed beverages; conferring powers and 29 imposing duties upon the Pennsylvania Liquor Control Board and 30 its agents, the Department of Public Instruction, other officers 19870H1000B1366 - 271 -

of the State government, courts, and district attorneys; 1 authorizing the establishment and operation of State stores for 2 3 the sale of such beverages not for consumption on the premises, 4 and the granting of licenses, subject to local option, to sell 5 such beverages for consumption on and off the premises; forbidding importation or bringing of such beverages into the 6 State except as herein provided; prohibiting certain sales or 7 practices in, connection with, and transactions in such 8 9 beverages by licensees and others; providing for the forfeiture 10 of certain property; making disposition of the receipts from 11 State stores and of fees; and imposing penalties,' by permitting holders of importers' licenses to sell liquor when in original 12 13 containers of ten gallons or greater capacity to licensed 14 manufacturers within this Commonwealth, " absolutely.

15 The act, approved the twentieth day of May, one thousand nine 16 hundred forty-nine (Pamphlet Laws 1546), entitled "An act to amend the act, approved the third day of May, one thousand nine 17 18 hundred thirty-three (Pamphlet Laws 252), entitled, as amended 19 'An act to regulate and restrain the traffic in malt and brewed 20 beverages, as herein defined; providing for the licensing of the 21 manufacture, transportation, sale and distribution of such 22 beverages; imposing license and permit fees, and providing for 23 collection and distribution thereof; restricting ownership and 24 interest in licensed places; permitting municipalities and 25 townships, by vote of the electors, to prevent the licensing therein of places where such beverages may be sold for 26 27 consumption on the premises, and regulating elections for this 28 purpose; imposing duties upon the Pennsylvania Liquor Control Board, quarter sessions courts, district attorneys, the 29 30 Department of Justice, proper authorities of political 19870H1000B1366 - 272 -

subdivisions of the State, and election officers; providing
 penalties; and repealing existing acts,' by further defining the
 parties who may appeal and the powers of courts in certain
 appeals from the board and providing for certain appeals to the
 Superior Court," absolutely.

6 The act, approved the twentieth day of May, one thousand nine hundred forty-nine (Pamphlet Laws 1551), entitled "An act to 7 amend the act, approved the twenty-ninth day of November, one 8 9 thousand nine hundred thirty-three (Pamphlet Laws 15, 1933-34), 10 entitled, as amended 'An act to regulate and restrain the sale, 11 manufacture, possession, transportation, importation, traffic in, and use of alcohol, and alcoholic and malt or brewed 12 13 beverages; conferring powers and imposing duties upon the 14 Pennsylvania Liquor Control Board and its agents, the Department 15 of Public Instruction, other officers of the State government, 16 courts, and district attorneys; authorizing the establishment 17 and operation of State stores for the sale of such beverages not 18 for consumption on the premises, and the granting of licenses, 19 subject to local option, to sell such beverages for consumption 20 on and off the premises; forbidding importation or bringing of 21 such beverages into the State except as herein provided; 22 prohibiting certain sales or practices in, connection with, and 23 transactions in such beverages by licensees and others; providing for the forfeiture of certain property; making 24 25 disposition of the receipts from State stores and of fees; and 26 imposing penalties,' by further defining the parties who may 27 appeal and the powers of courts in certain appeals from the 28 board and providing for certain appeals to the Superior Court," 29 absolutely.

30 Section 142. Section 902 of the act is reenacted to read: 19870H1000B1366 - 273 - Section 902. General Repeal Clause.--All acts and parts of
 acts inconsistent with the provisions of this act are hereby
 repealed.

4 Section 143. (a) All personnel, allocations, 5 appropriations, equipment, files, records, contracts, 6 agreements, obligations and other materials which are used, 7 employed or expended in connection with the powers, duties or functions transferred by this act to the Office of 8 Administrative Law Judge are hereby transferred to the Office of 9 10 Administrative Law Judge with the same force and effect as if 11 the allocations and appropriations had been made to and said items had been the personnel and property of the office in the 12 13 first instance and if the contracts, agreements and obligations had been incurred or entered into by the office. 14

15 (b) All personnel, allocations, appropriations, equipment, 16 files, records, contracts, agreements, obligations and other materials which are used, employed or expended in connection 17 18 with the powers, duties or functions transferred by this act to 19 the Bureau of Liquor Control Enforcement of the Pennsylvania 20 State Police are hereby transferred to the Pennsylvania State Police with the same force and effect as if the allocations and 21 22 appropriations had been made to and said items had been the personnel and property of the bureau in the first instance and 23 24 if the contracts, agreements and obligations had been incurred 25 or entered into by the Pennsylvania State Police.

(c) All present employees of the Pennsylvania Liquor Control Board whose powers, duties or functions are transferred under subsections (a) and (b) shall be transferred to the Office of Administrative Law Judge or the bureau as appropriate. All such employees are to continue in their employment with either the - 274 -

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commission, the Office of Administrative Law Judge or the bureau
 with the same pay scales, salaries, wages, seniority benefits,
 pension rights and other incidents of employment, including, but
 not limited to, civil service status, as if this act had not
 been effective.

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6 (D) NOTWITHSTANDING ANY PROVISIONS OF THIS SECTION,
7 ENFORCEMENT OFFICERS OF THE PENNSYLVANIA LIQUOR CONTROL BOARD
8 SHALL, IN ORDER OF SENIORITY, BE GIVEN THE CHOICE OF
9 TRANSFERRING TO THE BUREAU OF LIQUOR CODE ENFORCEMENT OF THE
10 PENNSYLVANIA STATE POLICE OR REMAINING WITHIN THE ALCOHOLIC
11 BEVERAGES COMMISSION.

12 Section 144. The chief administrative law judge and the 13 Commissioner of the Pennsylvania State Police shall separately 14 by regulation provide for appropriate training of personnel to 15 carry out the responsibilities imposed by this act upon 16 employees of their respective agencies.

17 Section 145. The agency known as the Alcoholic Beverages 18 Commission shall be subject to evaluation and review and shall 19 terminate on June 30, 1992, in the manner provided for by the 20 act of December 22, 1981 (P.L.508, No.142), known as the Sunset 21 Act.

22 Section 146. The presently confirmed members of the 23 Pennsylvania Liquor Control Board as of December 31, 1986, shall 24 continue to serve as members of the Alcoholic Beverages 25 Commission for a term of 120 days beyond the effective date of 26 this act or until the members first appointed after the 27 effective date of this act are appointed and qualified, 28 whichever occurs sooner.

31, 1986, shall remain in effect after such date until repealed
 or amended by the Alcoholic Beverages Commission OR UNTIL IT
 TERMINATES IN ACCORDANCE WITH ITS OWN TERMS.

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Section 148. Only those members appointed to the Alcoholic
Beverages Commission after the effective date of this act shall
be eligible for the increased salary authorized for commission
members pursuant to this act.

8 Section 149. Only those Alcoholic Beverages Commission 9 members appointed after the effective date of this act shall be 10 required to restrict outside employment and income pursuant to 11 this act.

12 Section 150. By September 30, 1987, the Alcoholic Beverages 13 Commission shall recommend to the General Assembly such fee 14 increases as the commission determines are necessary so that 15 revenues are sufficient to cover the costs of licensing and 16 enforcement activities.

SECTION 151. THE AMENDMENT TO SECTION 491(6) RELATING TO
CATERING BY RESTAURANT LIQUOR LICENSEE SHALL APPLY TO CASES OF
CHARGED VIOLATIONS WHICH HAVE NOT BEEN ADJUDICATED BY THE
PENNSYLVANIA LIQUOR CONTROL BOARD ON THE EFFECTIVE DATE OF THIS
ACT.

22 Section 152. (a) Section 207.1(c)(2) of the act of April 9, 23 1929 (P.L.177, No.175), known as The Administrative Code of 24 1929, is repealed to the extent that it requires a vote of two-25 thirds of the members elected to the Senate to confirm 26 appointments to the Pennsylvania Liquor Control Board.

(b) All other acts or parts of acts are repealed insofar asthey are inconsistent with this act.

29 Section 153. The provisions of this act are severable. If 30 any provision of this act or its application to any person or 19870H1000B1366 - 276 - circumstance is held invalid, the invalidity shall not affect
 other provisions or applications of this act which can be given
 effect without the invalid provision or application.

4 Section 154. Sections 146 and 147 of this act shall be 5 retroactive to December 31, 1986.

6 Section 155. This act shall take effect July 1, 1987, or7 immediately, whichever is later.