## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1356 Session of 2011

INTRODUCED BY PETRI, CALTAGIRONE, GILLESPIE, KILLION, MILLER, MURT, MUSTIO AND RAPP, APRIL 20, 2011

AS REPORTED FROM COMMITTEE ON LIQUOR CONTROL, HOUSE OF REPRESENTATIVES, AS AMENDED, JUNE 21, 2011

## AN ACT

Amending the act of April 12, 1951 (P.L.90, No.21), entitled, as reenacted, "An act relating to alcoholic liquors, alcohol and 2 malt and brewed beverages; amending, revising, consolidating 3 and changing the laws relating thereto; regulating and 4 restricting the manufacture, purchase, sale, possession, consumption, importation, transportation, furnishing, holding 6 in bond, holding in storage, traffic in and use of alcoholic liquors, alcohol and malt and brewed beverages and the 7 8 persons engaged or employed therein; defining the powers and 9 duties of the Pennsylvania Liquor Control Board; providing 10 for the establishment and operation of State liquor stores, 11 for the payment of certain license fees to the respective 12 municipalities and townships, for the abatement of certain 13 nuisances and, in certain cases, for search and seizure 14 15 without warrant; prescribing penalties and forfeitures; providing for local option, and repealing existing laws," 16 further providing for general powers of the board, for 17 specific subjects on which board may adopt regulations and 18 for OFFICE OF ADMINISTRATIVE LAW JUDGE; PROVIDING FOR 19 EMPLOYEES OF THE BOARD; FURTHER PROVIDING FOR management of 20 Pennsylvania Liquor Stores; and making a repeal. 21

- The General Assembly of the Commonwealth of Pennsylvania
- 23 hereby enacts as follows:
- Section 1. Section 207(f) and (h) of the act of April 12,
- 25 1951 (P.L.90, No.21), known as the Liquor Code, reenacted and
- 26 amended June 29, 1987 (P.L.32, No.14), is amended and the
- 27 section is amended by adding a subsection to read:

- 1 Section 207. General Powers of Board.--Under this act, the
- 2 board shall have the power and its duty shall be:
- 3 \* \* \*
- 4 (f) To appoint, fix the compensation and define the powers
- 5 and duties of such managers, officers, inspectors, examiners,
- 6 clerks and other employes as shall be required for the operation
- 7 of this act, [subject to the provisions of The Administrative
- 8 Code of 1929 and the Civil Service Act] who shall serve at the
- 9 board's pleasure. NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO
- 10 THE CONTRARY, AN EMPLOYE OF THE BOARD SHALL NOT BE CONSIDERED A
- 11 MEMBER OF THE CLASSIFIED SERVICE, AS THAT TERM IS DEFINED IN THE
- 12 ACT OF AUGUST 5, 1941 (P.L.752, NO.286), KNOWN AS THE "CIVIL
- 13 SERVICE ACT, " EXCEPT AS SET FORTH IN THIS ACT. An employe of the
- 14 board shall be considered a State employe for purposes of 71
- 15 Pa.C.S. Pt. XXV (relating to retirement for State employees and
- 16 officers). The board shall establish a system of classification
- 17 and compensation of its employes and shall not be subject to the
- 18 provisions of the act of April 9, 1929 (P.L.177, No.175), known
- 19 as The Administrative Code of 1929, as to classification and
- 20 compensation for its employes, and shall conduct its activities
- 21 consistent with the practices and procedures of Commonwealth
- 22 agencies. THE BOARD SHALL ADHERE TO THE PROVISIONS OF 51 PA.C.S.
- 23 CH. 71 (RELATING TO VETERANS' PREFERENCE), AS THEY RELATE TO
- 24 NONCIVIL SERVICE POSITIONS.
- 25 \* \* \*
- 26 (h) Without in any way limiting or being limited by the
- 27 foregoing, to do all such things and perform all such acts as
- 28 are deemed necessary or advisable for the purpose of carrying
- 29 into effect the provisions of this act and the regulations made
- 30 thereunder. Notwithstanding any other provision of law to the

- 1 contrary, the board is authorized to purchase all goods and
- 2 services in its sole discretion which are deemed necessary to
- 3 perform all such acts. The board is authorized to promulgate
- 4 regulations providing for the procurement of such goods and
- 5 services.
- 6 \* \* \*
- 7 (1) Notwithstanding any other provision of law to the
- 8 contrary, to enter into agreements with governmental units of
- 9 this Commonwealth and other states for the purchase or sale of
- 10 goods and/or services with, from or to the governmental units.
- 11 Section 2. Section 208(c) of the act is amended to read:
- 12 Section 208. Specific Subjects on Which Board May Adopt
- 13 Regulations. -- Subject to the provisions of this act and without
- 14 limiting the general power conferred by the preceding section,
- 15 the board may make regulations regarding:
- 16 \* \* \*
- 17 (c) The purchase, as provided in this act, of liquor and
- 18 alcohol, and its supply to Pennsylvania Liquor Stores and the
- 19 procurement of all other goods and services which are deemed
- 20 necessary by the board, in its sole discretion, to perform all
- 21 such acts.
- 22 \* \* \*
- 23 SECTION 3. SECTION 212 OF THE ACT, AMENDED JUNE 30, 1992
- 24 (P.L.327, NO.66), IS AMENDED TO READ:
- 25 SECTION 212. OFFICE OF ADMINISTRATIVE LAW JUDGE.--(A) THERE
- 26 IS HEREBY CREATED WITHIN THE BOARD AN AUTONOMOUS OFFICE TO BE
- 27 KNOWN AS THE OFFICE OF ADMINISTRATIVE LAW JUDGE.
- 28 (B) THE GOVERNOR SHALL APPOINT FROM A LIST OF QUALIFIED
- 29 CANDIDATES [SUBMITTED BY THE CIVIL SERVICE COMMISSION AFTER
- 30 APPROPRIATE EXAMINATION UNDER THE ACT OF AUGUST 5, 1941

- 1 (P.L.752, NO.286), KNOWN AS THE "CIVIL SERVICE ACT,"] AS MANY
- 2 ADMINISTRATIVE LAW JUDGES AS THE BOARD, WITH THE APPROVAL OF THE
- 3 GOVERNOR, DEEMS NECESSARY FOR THE HOLDING OF HEARINGS REQUIRED
- 4 OR PERMITTED UNDER THIS ACT. THE GOVERNOR SHALL DESIGNATE ONE OF
- 5 THE [CIVIL SERVICE] APPOINTEES AS THE CHIEF ADMINISTRATIVE LAW
- 6 JUDGE.
- 7 (C) ADMINISTRATIVE LAW JUDGES SHALL PRESIDE AT ALL CITATION
- 8 AND OTHER ENFORCEMENT HEARINGS REQUIRED OR PERMITTED UNDER THIS
- 9 ACT.
- 10 (D) ADMINISTRATIVE LAW JUDGES APPOINTED UNDER THIS SECTION
- 11 SHALL BE LEARNED IN THE LAW AND SHALL BE MEMBERS IN GOOD
- 12 STANDING OF THE BAR OF THE SUPREME COURT OF PENNSYLVANIA.
- 13 (E) COMPENSATION FOR THE ADMINISTRATIVE LAW JUDGES SHALL BE
- 14 ESTABLISHED BY THE EXECUTIVE BOARD.
- 15 (F) ADMINISTRATIVE LAW JUDGES SHALL DEVOTE FULL TIME TO
- 16 THEIR OFFICIAL DUTIES AND SHALL PERFORM NO DUTIES INCONSISTENT
- 17 WITH THEIR DUTIES AND RESPONSIBILITIES AS ADMINISTRATIVE LAW
- 18 JUDGES.
- 19 [(G) ADMINISTRATIVE LAW JUDGES APPOINTED UNDER THIS SECTION
- 20 SHALL BE AFFORDED EMPLOYMENT SECURITY AS PROVIDED BY THE "CIVIL
- 21 SERVICE ACT."
- 22 (H) THE BOARD SHALL SELECT FIVE HEARING EXAMINERS FROM THE
- 23 COMPLEMENT OF HEARING EXAMINERS, WHO HAVE BEEN APPOINTED BY THE
- 24 GOVERNOR AND WHO ARE EMPLOYED BY THE BOARD ON THE EFFECTIVE DATE
- 25 OF THIS SUBSECTION, TO CONDUCT THE LICENSING HEARINGS REQUIRED
- 26 BY THIS ACT. THE SELECTION OF THE FIVE HEARING EXAMINERS SHALL
- 27 BE AT THE BOARD'S DISCRETION.
- 28 (I) NOTHING IN THIS SECTION OR THIS ACT SHALL BE CONSTRUED
- 29 OR INTENDED TO CHANGE THE TERMS AND CONDITIONS OF EMPLOYMENT OF
- 30 THE FIVE HEARING EXAMINERS SELECTED BY THE BOARD PURSUANT TO

- 1 SUBSECTION (H).]
- 2 SECTION 4. THE ACT IS AMENDED BY ADDING A SECTION TO READ:
- 3 SECTION 218. EMPLOYES OF THE BOARD.--(A) ALL COLLECTIVE
- 4 BARGAINING AGREEMENTS IN EFFECT AT THE TIME OF ENACTMENT OF THIS
- 5 SECTION SHALL REMAIN IN FORCE FOR THE TERM OF THE CONTRACT. NEW
- 6 <u>COLLECTIVE BARGAINING AGREEMENTS SHALL BE NEGOTIATED BY THE</u>
- 7 COLLECTIVE BARGAINING AGENT FOR EACH BARGAINING UNIT. THE BOARD
- 8 SHALL BE THE EMPLOYER OF RECORD FOR ALL EMPLOYES AND SHALL
- 9 CONDUCT ITS ACTIVITIES CONSISTENT WITH THE PRACTICES AND
- 10 PROCEDURES OF OTHER COMMONWEALTH AGENCIES.
- 11 (B) EMPLOYES OF THE BOARD SHALL BE DEEMED PUBLIC EMPLOYES.
- 12 LABOR RELATIONS AND COLLECTIVE BARGAINING SHALL BE GOVERNED BY
- 13 THE ACT OF JULY 23, 1970 (P.L.563, NO.195), KNOWN AS THE "PUBLIC"
- 14 EMPLOYE RELATIONS ACT" AND THE ACT OF APRIL 9, 1929 (P.L.177,
- 15 NO.175), KNOWN AS "THE ADMINISTRATIVE CODE OF 1929," ON THE
- 16 EFFECTIVE DATE OF THIS SECTION.
- 17 <u>(C) THE CIVIL SERVICE STATUS OF A PERSON EMPLOYED BY THE</u>
- 18 BOARD ON THE EFFECTIVE DATE OF THIS SECTION SHALL REMAIN THE
- 19 SAME AS IT WAS IMMEDIATELY PRIOR TO THE EFFECTIVE DATE OF THIS
- 20 SECTION, FOR AS LONG AS THE PERSON REMAINS IN THE POSITION THE
- 21 PERSON HELD ON THE EFFECTIVE DATE OF THIS SECTION.
- 22 Section  $\frac{3}{2}$  5. Section 302 of the act is repealed:
- 23 [Section 302. Selection of Personnel.--Officers and employes
- 24 of the board, except as herein otherwise provided, shall be
- 25 appointed and employed subject to the provisions of the Civil
- 26 Service Act.]
- 27 Section 4 6. Section 303 of the act is amended to read:
- 28 Section 303. Management of Pennsylvania Liquor Stores. --
- 29 Every Pennsylvania Liquor Store shall be conducted by a person
- 30 appointed [in the manner provided in the Civil Service Act] by

- 1 the board who shall be known as the "manager" and who shall,
- 2 under the directions of the board, be responsible for carrying
- 3 out the provisions of this act and the regulations adopted by
- 4 the board under this act as far as they relate to the conduct of
- 5 such stores.
- 6 Section  $\frac{5}{7}$ . This act shall take effect in 60 days.