## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 947

Session of 2019

INTRODUCED BY SCHWEYER, FREEMAN, OTTEN, HILL-EVANS, SCHLOSSBERG, MADDEN, KULIK, DEASY AND RAVENSTAHL, MARCH 25, 2019

REFERRED TO COMMITTEE ON LIQUOR CONTROL, MARCH 25, 2019

## AN ACT

- Amending the act of April 12, 1951 (P.L.90, No.21), entitled "An act relating to alcoholic liquors, alcohol and malt and 2 brewed beverages; amending, revising, consolidating and 3 changing the laws relating thereto; regulating and restricting the manufacture, purchase, sale, possession, 5 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 10 duties of the Pennsylvania Liquor Control Board; providing 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 without warrant; prescribing penalties and forfeitures; 15 providing for local option, and repealing existing laws," in 16 licenses and regulations, liquor, alcohol and malt and brewed beverages, further providing for hours of operation relative 17 18 to manufacturers, importing distributors and distributors; 19 and, in distilleries, wineries, bonded warehouses, bailees 20 for hire and transporters for hire, further providing for 21 distilleries. 22 23 The General Assembly of the Commonwealth of Pennsylvania 24 hereby enacts as follows: 25 Section 1. Sections 492.1(a) and (c) and 505.4(b)(1) and (5) 26 and (c) of the act of April 12, 1951 (P.L.90, No.21), known as 27 the Liquor Code, are amended to read:
- 28 Section 492.1. Hours of Operation Relative to Manufacturers,

- 1 Importing Distributors and Distributors.--(a) (1)
- 2 Manufacturers may sell or deliver malt or brewed beverages
- 3 between two o'clock antemeridian of any Monday and twelve
- 4 o'clock midnight of the following Saturday.
- 5 (2) Notwithstanding any other provision of law,
- 6 <u>manufacturers may sell malt and brewed beverages and alcohol</u>
- 7 <u>subject to section 446(a)(2) for on-premises consumption between</u>
- 8 the hours of nine o'clock antemeridian and twelve o'clock
- 9 <u>antemeridian Monday through Saturday and Sunday between the</u>
- 10 hours of nine o'clock antemeridian and eleven o'clock
- 11 <u>postmeridian.</u>
- 12 \* \* \*
- 13 (c) (1) In addition to the hours authorized under
- 14 subsections (a) and (b), [manufacturers,] importing distributors
- 15 and distributors, upon purchasing a permit from the board at an
- 16 annual fee of one hundred dollars (\$100), may sell malt or
- 17 brewed beverages to persons not licensed under this act or to a
- 18 holder of a special occasion permit on Sunday between the hours
- 19 of nine o'clock antemeridian and nine o'clock postmeridian.
- 20 (2) Manufacturers may sell malt or brewed beverages to
- 21 holders of a special occasion permit between the hours of nine
- 22 <u>o'clock antemeridian and nine o'clock postmeridian.</u>
- 23 \* \* \*
- 24 Section 505.4. Distilleries.--\* \* \*
- 25 (b) (1) The board may issue a limited distillery license
- 26 that will allow the holder thereof to operate a distillery that
- 27 shall not exceed production of one hundred thousand (100,000)
- 28 gallons of distilled liquor per year. The holder of the license
- 29 may manufacture and sell bottled liquors produced on the
- 30 licensed premises to the board, to entities licensed by the

- 1 board and to the public between the hours of nine o'clock
- 2 antemeridian and [eleven o'clock postmeridian] <u>twelve o'clock</u>
- 3 <u>antemeridian Monday through Saturday and Sunday between the</u>
- 4 hours of nine o'clock antemeridian through eleven o'clock
- 5 <u>postmeridian</u> so long as a specific code of distilled liquor
- 6 which is listed for sale as a stock item by the board in State
- 7 liquor stores may not be offered for sale at a licensed limited
- 8 distillery location at a price which is lower than that charged
- 9 by the board and under such conditions and regulations as the
- 10 board may enforce. The holder of a limited distillery license
- 11 may not sell a product or a substantially similar product which
- 12 is listed for sale as a stock item by the board in State Liquor
- 13 Stores to a licensee at a price which is lower than that charged
- 14 by the board and under such conditions and regulations as the
- 15 board may enforce. The holder of a limited distillery license
- 16 may also sell wine and alcoholic cider produced by a licensed
- 17 limited winery, liquor produced by a licensed distillery or
- 18 limited distillery and malt or brewed beverages produced by a
- 19 licensed brewery for on-premises consumption. The combined sales
- 20 of wine, malt or brewed beverages and liquor produced by another
- 21 licensed distillery or limited distillery may not, on a yearly
- 22 basis, exceed fifty per centum of the on-premises sales of the
- 23 limited distillery's own sales of liquor for the preceding
- 24 calendar year: however, if a limited distillery did not operate
- 25 for an entire calendar year during the preceding year, then its
- 26 combined sales of wine, malt or brewed beverages and liquor
- 27 produced by another licensed distillery or limited distillery
- 28 may not, on a yearly basis, exceed fifty per centum of the on-
- 29 premises sales of the limited distillery's own liquor for that
- 30 year.

- 1 \* \* \*
- 2 (5) The holder of a limited distillery license may provide
- 3 tasting samples of liquor that in total do not exceed one and
- 4 one-half (1.5) fluid ounces per person on the licensed premises
- 5 and at the two (2) board-approved locations. Samples may be sold
- 6 or provided free of charge and may only be provided between the
- 7 hours of nine o'clock antemeridian and [eleven o'clock
- 8 postmeridian] twelve o'clock antemeridian Monday through
- 9 Saturday and Sunday between the hours of nine o'clock
- 10 antemeridian through eleven o'clock postmeridian.
- 11 \* \* \*
- 12 (c) (1) The holder of a distillery license as issued under
- 13 section 505 may sell bottled liquors produced on the licensed
- 14 premises to the board, to entities licensed by the board and to
- 15 the public between the hours of nine o'clock antemeridian and
- 16 [eleven o'clock postmeridian] twelve o'clock antemeridian Monday
- 17 through Saturday and Sunday between the hours of nine o'clock
- 18 <u>antemeridian through eleven o'clock postmeridian</u> so long as a
- 19 specific code of distilled liquor which is listed for sale as a
- 20 stock item by the board in State liquor stores may not be
- 21 offered for sale at a licensed distillery location at a price
- 22 which is lower than that charged by the board and under such
- 23 conditions and regulations as the board may enforce. The holder
- 24 of a distillery license may not sell a product or a
- 25 substantially similar product which is listed for sale as a
- 26 stock item by the board in State Liquor Stores to a licensee at
- 27 a price which is lower than that charged by the board and under
- 28 such conditions and regulations as the board may enforce. The
- 29 holder of a distillery license may also sell its liquor, wine
- 30 and alcoholic cider produced by a licensed limited winery,

- 1 liquor produced by a licensed distillery or limited distillery
- 2 and malt or brewed beverages produced by a licensed brewery for
- 3 on-premises consumption. The combined sales of wine, malt or
- 4 brewed beverages and liquor produced by another licensed
- 5 distillery or limited distillery may not, on a yearly basis,
- 6 exceed fifty per centum of the on-premises sales of the
- 7 distillery's own sales of liquor for the preceding calendar
- 8 year: however, if a distillery did not operate for an entire
- 9 calendar year during the preceding year, then its combined sales
- 10 of wine, malt or brewed beverages and liquor produced by another
- 11 licensed distillery or limited distillery may not, on a yearly
- 12 basis, exceed fifty per centum of the on-premises sales of the
- 13 distillery's own liquor for that year.
- 14 (2) The holder of a distillery license as issued under
- 15 section 505 may provide tasting samples of liquor that in total
- 16 do not exceed one and one-half (1.5) fluid ounces. Samples may
- 17 be sold or provided free of charge between the hours of nine
- 18 o'clock antemeridian and [eleven o'clock postmeridian] <u>twelve</u>
- 19 <u>o'clock antemeridian Monday through Saturday and Sunday between</u>
- 20 the hours of nine o'clock antemeridian through eleven o'clock
- 21 postmeridian.
- 22 Section 2. This act shall take effect in 60 days.