THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 409

Session of 2013

INTRODUCED BY THOMAS, JANUARY 29, 2013

REFERRED TO COMMITEE ON LIQUOR CONTROL, JANUARY 29, 2013

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, 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 duties of the Pennsylvania Liquor Control Board; providing 10 11 for the establishment and operation of State liquor stores, 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, further providing for issuance, 17 transfer or extension of hotel, restaurant and club liquor 18 licenses. 19 20 The General Assembly of the Commonwealth of Pennsylvania 21 hereby enacts as follows: 22 Section 1. Section 404 of the act of April 12, 1951 (P.L.90, 23 No.21), known as the Liquor Code, reenacted and amended June 29, 24 1987 (P.L.32, No.14) and amended January 6, 2006 (P.L.1, No.1), 25 is amended to read: 26 Section 404. Issuance, Transfer or Extension of Hotel,

Restaurant and Club Liquor Licenses. -- (a) Upon receipt of the

27

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

- 1 (c) The board's authority to refuse to grant a license
- 2 [because of its proximity to a church, hospital, charitable
- 3 institution, public playground or other licensed premises] under
- 4 <u>subsection (b)(1)</u> shall not be applicable to license
- 5 applications submitted for public venues or performing arts
- 6 facilities[: And provided further, That the].
- 7 (d) The board shall refuse any application for a new
- 8 license, the transfer of any license to another person, a new
- 9 location or the extension of an existing license to cover an
- 10 additional area if, in the board's opinion, such new license,
- 11 transfer or extension would be detrimental to the welfare,
- 12 health, peace and morals of the inhabitants of the neighborhood
- 13 within a radius of five hundred feet of the place proposed to be
- 14 licensed[: And provided further, That the].
- 15 (e) The board shall have the discretion to refuse a license
- 16 to any person or to any corporation, partnership or association
- 17 if such person, or any officer or director of such corporation,
- 18 or any member or partner of such partnership or association
- 19 shall have been convicted or found guilty of a felony within a
- 20 period of five years immediately preceding the date of
- 21 application for the said license.
- 22 <u>(f)</u> The board shall refuse any application for a new
- 23 license, the transfer of any license to another person, a new
- 24 location or the extension of any license to cover an additional
- 25 area where the sale of liquid fuels or oil is conducted.
- 26 (g) (1) The board may enter into an agreement with the
- 27 applicant concerning additional restrictions on the license in
- 28 question. If the board and the applicant enter into such an
- 29 agreement, such agreement shall be binding on the applicant.
- 30 (2) Failure by the applicant to adhere to the agreement will

- 1 be sufficient cause to form the basis for a citation under
- 2 section 471 and for the nonrenewal of the license under section
- 3 470.
- 4 (3) If the board enters into an agreement with an applicant
- 5 concerning additional restrictions, those restrictions shall be
- 6 binding on subsequent holders of the license until the license
- 7 is transferred to <u>another person</u>, a new location or until the
- 8 board enters into a subsequent agreement removing those
- 9 restrictions.
- 10 (4) If the application in question involves a location
- 11 previously licensed by the board, then any restrictions imposed
- 12 by the board on the previous license at that location shall be
- 13 binding on the applicant unless the board enters into a new
- 14 agreement rescinding those restrictions.
- 15 (h) The board may, in its discretion, refuse an application
- 16 for an economic development license under section 461(b.1) or an
- 17 application for an intermunicipal transfer of a license if the
- 18 board receives a protest from the governing body of the
- 19 receiving municipality. The receiving municipality of an
- 20 intermunicipal transfer or an economic development license under
- 21 section 461(b.1) may file a protest against the transfer of a
- 22 license into its municipality, and the receiving municipality
- 23 shall have standing in a hearing to present testimony in support
- 24 of or against the issuance or transfer of a license.
- 25 <u>(i)</u> Upon any opening in any quota, an application for a new
- 26 license shall only be filed with the board for a period of six
- 27 months following said opening.
- 28 Section 2. This act shall take effect in 60 days.