THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2273 Session of 2024

INTRODUCED BY DEASY, GIRAL, SANCHEZ, MALAGARI, BELLMON AND CIRESI, MAY 7, 2024

REFERRED TO COMMITTEE ON LIQUOR CONTROL, MAY 7, 2024

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 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 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 and liquor, alcohol and malt and brewed beverages, further providing for Pennsylvania Malt and Brewed Beverages Industry Promotion Board and for 17 18 19 20 Pennsylvania Wine Marketing and Research Program Board; and, in distilleries, wineries, bonded warehouses, bailees for hire and transporters for hire, establishing the Pennsylvania 21 22 23 Distilled Spirits Industry Promotion Board. 24 The General Assembly of the Commonwealth of Pennsylvania 25 hereby enacts as follows: 26 Section 1. Sections 446.1(e)(1) introductory paragraph and 27 (f) and 488.1(d)(3)(i) of the act of April 12, 1951 (P.L.90,
- 28 No.21), known as the Liquor Code, are amended and the sections

- 1 are amended by adding subsections to read:
- 2 Section 446.1. Pennsylvania Malt and Brewed Beverages
- 3 Industry Promotion Board.--* * *
- 4 (e) The Pennsylvania Malt and Brewed Beverages Industry
- 5 Promotion Board has the following powers and duties:
- 6 (1) Make recommendations to the [board] <u>Secretary of</u>
- 7 Agriculture to award grants to entities for the purpose of
- 8 increasing the production of Pennsylvania-made malt and brewed
- 9 beverages and enhancing the Pennsylvania malt and brewed
- 10 beverages industry through promotion, marketing and research-
- 11 based programs and projects. Grants shall be awarded through a
- 12 competitive grant review process. The application for a grant
- 13 shall include the following information:
- 14 * * *
- 15 (f) The Department of Agriculture shall provide assistance
- 16 to [assist] the Pennsylvania Malt and Brewed Beverages Industry
- 17 Promotion Board in carrying out its powers and duties. <u>Final</u>
- 18 decisions for awarding grants under subsection (e) (1) shall be
- 19 made by the Secretary of Agriculture.
- 20 * * *
- 21 (h) The board shall transfer the annual allocation
- 22 <u>authorized under this section to the Pennsylvania Malt and</u>
- 23 Brewed Beverages Industry Promotion Board account. The
- 24 Pennsylvania Malt and Brewed Beverages Industry Promotion Board
- 25 shall allocate money under this subsection for the purpose of
- 26 awarding grants under subsection (e)(1). The following shall
- 27 apply:
- 28 <u>(1) The Pennsylvania Malt and Brewed Beverages Industry</u>
- 29 Promotion Board may deduct money from the allocation under this
- 30 subsection to cover the Department of Agriculture's expenses in

- 1 <u>assisting the Pennsylvania Malt and Brewed Beverages Industry</u>
- 2 Promotion Board.
- 3 (2) In any fiscal year when grant money authorized under
- 4 this section remains unallocated, the remaining amount of money
- 5 shall be made available for grants in subsequent fiscal years.
- 6 (3) Notwithstanding any provision of law, all of the
- 7 obligations of the board under this section are fulfilled by
- 8 virtue of the transfer of the annual allocation under subsection
- 9 (h) to the Pennsylvania Malt and Brewed Beverages Industry
- 10 Promotion Board.
- 11 Section 488.1. Pennsylvania Wine Marketing and Research
- 12 Program Board.--* * *
- 13 (d) In addition to duties imposed under other laws, the
- 14 Pennsylvania Wine Marketing and Research Program Board shall do
- 15 all of the following:
- 16 * * *
- 17 (3) Have the following duties as to awarding grants:
- 18 (i) Make recommendations to the [board] <u>Secretary of</u>
- 19 Agriculture to award grants to entities for the purpose of
- 20 increasing the production of Pennsylvania-made wines and
- 21 enhancing the Pennsylvania wine industry through promotion,
- 22 marketing and research-based programs and projects.
- 23 * * *
- 24 (e) The Department of Agriculture shall provide assistance
- 25 to the Pennsylvania Wine Marketing and Research Program Board in
- 26 carrying out its powers and duties. Final decisions for awarding
- 27 grants under subsection (d) (3) shall be made by the Secretary of
- 28 Agriculture.
- 29 (g) Annually, the board shall allocate the amount of one
- 30 million dollars (\$1,000,000), as required by section 488(k), for

- 1 the purpose of awarding grants under subsection (d)(3).
- 2 (h) The board shall transfer the allocation under subsection
- 3 (g) to the Pennsylvania Wine Marketing and Research Program
- 4 Board account. The Pennsylvania Wine Marketing and Research
- 5 Program Board shall allocate money for the purpose of awarding
- 6 grants under subsection (d) (3). The following shall apply:
- 7 (1) The Pennsylvania Wine Marketing and Research Program
- 8 Board may deduct money from the allocation under subsection (g)
- 9 to cover the Department of Agriculture's expenses in assisting
- 10 the Pennsylvania Wine Marketing and Research Program Board.
- 11 (2) In any fiscal year when grant money authorized under
- 12 this section remains unallocated, the remaining amount of money
- 13 <u>shall be made available for grants in subsequent fiscal years.</u>
- 14 (3) Notwithstanding any provision of law to the contrary,
- 15 all of the board's obligations under this section and section
- 16 488(k) are fulfilled by virtue of the transfer of the allocation
- 17 under subsection (q) to the Pennsylvania Wine Marketing and
- 18 Research Program Board.
- 19 Section 2. The act is amended by adding a section to read:
- 20 <u>Section 505.5. Pennsylvania Distilled Spirits Industry</u>
- 21 Promotion Board. -- (a) The Pennsylvania Distilled Spirits
- 22 <u>Industry Promotion Board is established.</u>
- 23 (b) The Pennsylvania Distilled Spirits Industry Promotion
- 24 Board shall be composed of the following members:
- 25 (1) One member appointed by the Governor.
- 26 (2) Four members appointed by the General Assembly as
- 27 follows:
- 28 (i) One individual appointed by the President pro tempore of
- 29 the Senate.
- 30 (ii) One individual appointed by the Speaker of the House of

- 1 Representatives.
- 2 (iii) One individual appointed by the Minority Leader of the
- 3 Senate.
- 4 (iv) One individual appointed by the Minority Leader of the
- 5 House of Representatives.
- 6 (c) Each member must be a resident of this Commonwealth and
- 7 <u>have substantial experience or expertise in the Pennsylvania</u>
- 8 <u>distilleries industry.</u>
- 9 (d) Each member shall serve at the pleasure of the
- 10 <u>appointing authority.</u>
- 11 (e) The Pennsylvania Distilled Spirits Industry Promotion
- 12 Board has the following powers and duties:
- 13 (1) Make recommendations to the board to award grants to
- 14 entities for the purpose of increasing the production of
- 15 <u>Pennsylvania-made spirits and enhancing the Pennsylvania</u>
- 16 <u>distilled spirits industry through promotion</u>, marketing and
- 17 research-based programs and projects. Grants shall be awarded
- 18 through a competitive grant review process. The application for
- 19 a grant shall include the following information:
- 20 (i) Purpose for which the grant will be utilized.
- 21 (ii) Need for the grant.
- 22 (iii) Estimated budget.
- 23 (iv) Method for measuring outcome.
- 24 (v) Other criteria required by the Pennsylvania Distilled
- 25 <u>Spirits Industry Promotion Board.</u>
- 26 (2) Require each grant recipient to provide full and
- 27 complete access to all records relating to the performance of
- 28 the grant and to submit accurate information.
- 29 (3) Conduct a thorough annual evaluation of each program for
- 30 which a grant under this section is made.

- 1 (4) Seek repayment of money upon a determination that the
- 2 money was not utilized for the original stated purpose.
- 3 (5) Submit an annual report to the General Assembly
- 4 <u>detailing all grants and other actions.</u>
- 5 <u>(f) The Department of Agriculture shall assist the</u>
- 6 Pennsylvania Distilled Spirits Industry Promotion Board in
- 7 <u>carrying out its powers and duties.</u>
- 8 (g) Annually, the board shall allocate the amount of one
- 9 million dollars (\$1,000,000) for the purpose of awarding grants
- 10 under subsection (e)(1).
- 11 Section 3. This act shall take effect in 60 days.