## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 38

Session of 2023

INTRODUCED BY MUSTELLO, MARCH 7, 2023

REFERRED TO COMMITTEE ON LIQUOR CONTROL, MARCH 7, 2023

## 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 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 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 and liquor, alcohol and malt and 17 brewed beverages, further providing for applications for hotel, restaurant and club liquor licenses and for 18 19 application for distributors', importing distributors' and 20 21 retail dispensers' licenses. 22 The General Assembly of the Commonwealth of Pennsylvania 23 hereby enacts as follows: 24 Section 1. Sections 403(a) and 436(b) of the act of April 25 12, 1951 (P.L.90, No.21), known as the Liquor Code, are amended 26 to read: 27 Section 403. Applications for Hotel, Restaurant and Club
- 28 Liquor Licenses. -- (a) Every applicant for a hotel liquor

- 1 license, restaurant liquor license or club liquor license or for
- 2 the transfer of an existing license to another premises not then
- 3 licensed or to another person shall file a written application
- 4 with the board in such form and containing such information as
- 5 the board shall from time to time prescribe, which shall be
- 6 accompanied by a filing fee and an annual license fee as
- 7 prescribed in section 614-A of the act of April 9, 1929
- 8 (P.L.177, No.175), known as "The Administrative Code of 1929."
- 9 Every such application shall contain a description of that part
- 10 of the hotel, restaurant or club for which the applicant desires
- 11 a license and shall set forth such other material information,
- 12 description or plan of that part of the hotel, restaurant or
- 13 club where it is proposed to keep and sell liquor as may be
- 14 required by the regulations of the board. The descriptions,
- 15 information and plans referred to in this subsection shall show
- 16 the hotel, restaurant, club, or the proposed location for the
- 17 construction of a hotel, restaurant or club, at the time the
- 18 application is made, and shall show any alterations proposed to
- 19 be made thereto, or the new building proposed to be constructed
- 20 after the approval by the board of the application for a license
- 21 or for the transfer of an existing license to another premises
- 22 not then licensed or to another person. No physical alterations,
- 23 improvements or changes shall be required to be made to any
- 24 hotel, restaurant or club, nor shall any new building for any
- 25 such purpose, be required to be constructed until approval of
- 26 the application for license or for the transfer of an existing
- 27 license to another premises not then licensed or to another
- 28 person by the board. After approval of the application, the
- 29 licensee shall make the physical alterations, improvements and
- 30 changes to the licensed premises, or shall construct the new

- 1 building in the manner specified by the board at the time of
- 2 approval, and the licensee shall not transact any business under
- 3 the license until the board has approved the completed physical
- 4 alterations, improvements and changes to the licensed premises,
- 5 or the completed construction of the new building as conforming
- 6 to the specifications required by the board at the time of
- 7 issuance or transfer of the license, and is satisfied that the
- 8 establishment is a restaurant, hotel or club as defined by this
- 9 act. The board may require that all such alterations or
- 10 construction or conformity to definition be completed within six
- 11 months from the time of issuance or transfer of the license. The
- 12 time between the approval of the initial application and
- 13 <u>issuance of operating authority to the licensee shall be</u>
- 14 considered as time in safekeeping. Failure to comply with these
- 15 requirements shall be considered cause for revocation of the
- 16 license. No such license shall be transferable between the time
- 17 of issuance or transfer of the license and the approval of the
- 18 completed alterations or construction by the board and full
- 19 compliance by the licensee with the requirements of this act,
- 20 [except in the case of death of the licensee prior to full
- 21 compliance with all of the aforementioned requirements or unless
- 22 full compliance is impossible for reasons beyond the licensee's
- 23 control, in which event, the license may be transferred by the
- 24 board as provided in this act.] unless the transfer application
- 25 <u>is accompanied by a surcharge. The surcharge shall be fifteen</u>
- 26 thousand dollars (\$15,000) if the license is located in a county
- 27 of the first through third class. The surcharge shall be five
- 28 thousand dollars (\$5,000) if the license is located in a county
- 29 of the fourth through eighth class.
- 30 \* \* \*

- 1 Section 436. Application for Distributors', Importing
- 2 Distributors' and Retail Dispensers' Licenses. -- Application for
- 3 distributors', importing distributors' and retail dispensers'
- 4 licenses, or for the transfer of an existing license to another
- 5 premises not then licensed or to another person, shall contain
- 6 or have attached thereto the following information and
- 7 statements:
- 8 \* \* \*
- 9 (b) The particular place for which the license is desired
- 10 and a detailed description thereof. The description, information
- 11 and plans referred to in this subsection shall show the premises
- 12 or the proposed location for the construction of the premises at
- 13 the time the application is made, and shall show any alterations
- 14 proposed to be made thereto, or the new building proposed to be
- 15 constructed after the approval by the board of the application
- 16 for a license, or for the transfer of an existing license to
- 17 another premises not then licensed or to another person. No
- 18 physical alterations, improvements or changes shall be required
- 19 to be made to any hotel, eating place or club, nor shall any new
- 20 building for any such purpose be required to be constructed
- 21 until approval of the application for license or for the
- 22 transfer of an existing license to another premises not then
- 23 licensed or to another person by the board. After approval of
- 24 the application, the licensee shall make the physical
- 25 alterations, improvements and changes to the licensed premises,
- 26 or shall construct the new building in the manner specified by
- 27 the board at the time of approval. The licensee shall not
- 28 transact any business under the license until the board has
- 29 approved the completed physical alterations, improvements and
- 30 changes of the licensed premises or the completed construction

- 1 of the new building as conforming to the specifications required
- 2 by the board at the time of issuance or transfer of the license
- 3 and is satisfied that the premises meet the requirements for a
- 4 distributor's or importing distributor's license as set forth in
- 5 this act or that the establishment is an eating place, hotel or
- 6 club as defined by this act. The board may require that all such
- 7 alterations or construction or conformity to definition be
- 8 completed within six months from the time of issuance or
- 9 transfer of the license. The time between the approval of the
- 10 <u>initial application and issuance of operating authority to the</u>
- 11 licensee shall be considered as time in safekeeping. Failure to
- 12 comply with these requirements shall be considered cause for
- 13 revocation of the license. No such license shall be transferable
- 14 between the time of issuance or transfer of the license and the
- 15 approval of the completed alterations or construction by the
- 16 board and full compliance by the licensee with the requirements
- 17 of this act, [except in the case of death of the licensee prior
- 18 to full compliance with all of the aforementioned requirements
- 19 or unless full compliance is impossible for reasons beyond the
- 20 licensee's control, in which event the license may be
- 21 transferred by the board as provided in this act.] <u>unless the</u>
- 22 <u>transfer application is accompanied by a surcharge. The</u>
- 23 surcharge shall be fifteen thousand dollars (\$15,000) if the
- 24 license is located in a county of the first through third class.
- 25 The surcharge shall be five thousand dollars (\$5,000) if the
- 26 license is located in a county of the fourth through eighth
- 27 class.
- 28 \* \* \*
- 29 Section 2. This act shall take effect in 60 days.