## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 829

Session of 2023

INTRODUCED BY GERGELY, SANCHEZ, MADDEN, DEASY, HILL-EVANS AND KUZMA, APRIL 4, 2023

REFERRED TO COMMITTEE ON LIQUOR CONTROL, APRIL 4, 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 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 and liquor, alcohol and malt and brewed beverages, further providing for interlocking business 17 18 prohibited and for unlawful acts relative to liquor, malt and 19 20 brewed beverages and licensees. 21 The General Assembly of the Commonwealth of Pennsylvania 22 hereby enacts as follows: 23 Section 1. Sections 411(e.1) and 493(11) of the act of April 24 12, 1951 (P.L.90, No.21), known as the Liquor Code, are amended 25 to read: 26 Section 411. Interlocking Business Prohibited. -- \* \* \*
- (e.1) Nothing in subsection (e) shall prohibit any of the

- 1 following:
- 2 (1) A person who has an ownership interest in a limited
- 3 winery license from being employed by an entity that holds a
- 4 hotel, restaurant, eating place or club license if the person is
- 5 not employed as [alcohol service personnel or as] manager.
- 6 (2) A person who has an ownership interest in a brewery
- 7 license from being employed by an entity that holds a hotel,
- 8 restaurant, eating place or club license if the person [has no
- 9 job duties or responsibilities on, or connected with, the
- 10 licensed premises in any capacity] is not employed as manager.
- 11 \* \* \*
- 12 Section 493. Unlawful Acts Relative to Liquor, Malt and
- 13 Brewed Beverages and Licensees. -- The term "licensee," when used
- 14 in this section, shall mean those persons licensed under the
- 15 provisions of Article IV, unless the context clearly indicates
- 16 otherwise.
- 17 It shall be unlawful--
- 18 \* \* \*
- 19 (11) Licensees Employed by Others. For any hotel, restaurant
- 20 or club liquor licensee, or any malt or brewed beverage
- 21 licensee, or any officer[, servant, agent or employe] or manager
- 22 of such licensee, to be at the same time employed, directly or
- 23 indirectly, by any distributor, importing distributor,
- 24 manufacturer, importer or vendor licensee or any out of State
- 25 manufacturer. It shall also be unlawful for any distributor or
- 26 importing distributor, or any officer[, servant, agent or
- 27 employe] or manager of such licensee, to be at the same time
- 28 employed, directly or indirectly, by any other distributor,
- 29 importing distributor, manufacturer, importer, vendor, out of
- 30 State manufacturer, hotel restaurant, malt or brewed beverage

- 1 licensee, or club liquor licensee. It shall also be unlawful for
- 2 any manufacturer, importer, or vendor licensee, or any out of
- 3 State manufacturer, or any officer[, servant, agent or employe]
- 4 <u>or manager</u> of such licensee or manufacturer, to be at the same
- 5 time employed, directly or indirectly, by any hotel, restaurant
- 6 or club liquor licensee or any malt or brewed beverage licensee
- 7 or any distributor or importing distributor licensee. Nothing in
- 8 this subsection shall be construed to prohibit a manufacturer or
- 9 limited winery licensee, or any officer[, servant, agent or
- 10 employe] or manager of such licensee, to be employed at the same
- 11 time by a hotel, restaurant or retail dispenser licensee if the
- 12 hotel, restaurant or retail dispenser licensee is located at the
- 13 manufacturer or limited winery premises pursuant to section 443.
- 14 For the purposes of this subsection, an officer[, servant, agent
- 15 or employe] or manager of a licensee or manufacturer is an
- 16 individual who has either an ownership interest in the licensee
- 17 or manufacturer or who [receives compensation for his or her
- 18 work on behalf of the licensee or manufacturer] has been
- 19 approved as the licensee's manager by the board: Provided
- 20 further, That nothing in this section shall prohibit a person
- 21 who has an ownership interest in a limited winery license from
- 22 being employed by an entity that holds a hotel, restaurant,
- 23 eating place or club license if the person is not employed as
- 24 alcohol service personnel or as a manager: And, provided
- 25 further, That nothing in this section shall prohibit a person
- 26 who has an ownership interest in a brewery license from being
- 27 employed by an entity that holds a hotel, restaurant, eating
- 28 place or club license if the person has no job duties or
- 29 responsibilities on, or connected with, the licensed premises in
- 30 any capacity.

- 1 \* \* \*
- 2 Section 2. This act shall take effect in 60 days.