THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2406 Session of 2020

INTRODUCED BY ORTITAY, ROTHMAN, MIHALEK, JAMES, TURZAI, DONATUCCI, ROZZI, CIRESI AND DeLUCA, APRIL 14, 2020

REFERRED TO COMMITTEE ON LIQUOR CONTROL, APRIL 14, 2020

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 sale of malt or 17 18 brewed beverages by liquor licensees, for wine expanded 19 20 permits and for retail dispensers' restrictions on purchases and sales. 21 22 The General Assembly of the Commonwealth of Pennsylvania 23 hereby enacts as follows: 24 Section 1. Section 407(a) of the act of April 12, 1951 25 (P.L.90, No.21), known as the Liquor Code, is amended to read: 26 Section 407. Sale of Malt or Brewed Beverages by Liquor
- 27 Licensees. -- (a) (1) Every liquor license issued to a hotel,

- 1 restaurant, club, or a railroad, pullman or steamship company
- 2 under this subdivision (A) for the sale of liquor shall
- 3 authorize the licensee to sell malt or brewed beverages at the
- 4 same places but subject to the same restrictions and penalties
- 5 as apply to sales of liquor, except that licensees other than
- 6 clubs may sell malt or brewed beverages for consumption off the
- 7 premises where sold in quantities of not more than one hundred
- 8 ninety-two fluid ounces in a single sale to one person. The
- 9 sales may be made in either open or closed containers, Provided,
- 10 however, That a municipality may adopt an ordinance restricting
- 11 open containers in public places. No licensee under this
- 12 subdivision (A) shall at the same time be the holder of any
- 13 other class of license, except a retail dispenser's license
- 14 authorizing the sale of malt or brewed beverages only.
- 15 (2) Sales of malt or brewed beverages shall occur on
- 16 <u>licensed premises. A licensee may use a register that is not</u>
- 17 <u>located on the licensed portion of the premises but is located</u>
- 18 within the same building as the licensed premises for the sale
- 19 of malt or brewed beverages for off-premises consumption. The
- 20 register shall comply with section 415(a)(8) and (9). A register
- 21 used for the sale of malt or brewed beverages for off-premises
- 22 <u>consumption may be used for the sale of liquid fuels or oils.</u>
- 23 * * *
- 24 Section 2. Section 415(a)(4), (7), (8) and (9) of the act
- 25 are amended and the section is amended by adding a subsection to
- 26 read:
- 27 Section 415. Wine Expanded Permits.--(a) * * *
- 28 (4) If the board has approved the operation of another
- 29 business which has an inside passage or communication to or with
- 30 the licensed premises, the <u>display</u>, sale, <u>storage</u> and purchase

- 1 of wine and malt and brewed beverages shall be [confined
- 2 strictly to the premises, in a specifically designated area
- 3 covered by the license.] permitted in any area of the business
- 4 which is connected to the licensed premises by an interior
- 5 connection or connections approved by the board. A licensed or
- 6 <u>unlicensed area or areas that are located within the same</u>
- 7 <u>building as the licensed premises and operated or controlled by</u>
- 8 the same licensee, his officers, servants, agents or employees
- 9 are not required to be contiguous to any other licensed or
- 10 <u>unlicensed area.</u> The purchase of goods obtained from the
- 11 unlicensed area of the premises shall be permitted in the
- 12 licensed area.
- 13 * * *
- 14 (7) A wine expanded permit holder may store wine in a
- 15 <u>licensed</u> noncontiguous area that is not accessible to the public
- 16 and is:
- 17 (i) locked at all times when not being accessed by the
- 18 licensees' employees;
- 19 (ii) not accessible to employees under eighteen years of
- 20 age; and
- 21 (iii) identified by dimensions and locations on forms
- 22 submitted to the board.
- 23 (8) [A] <u>Unless presented with a valid armed forces of the</u>
- 24 <u>United States identification card, a wine expanded permit holder</u>
- 25 shall utilize a transaction scan device to verify the age of an
- 26 individual who appears to be under thirty-five years of age
- 27 [before making a sale of wine] at the point of sale or the point
- 28 of delivery of wine. A wine expanded permit holder may not sell
- 29 or share data from the use of a transaction scan device,
- 30 provided that the licensee may use the data to show the

- 1 enforcement bureau of the board that the licensee is in
- 2 compliance with this act. As used in this paragraph, the term
- 3 "transaction scan device" means a device capable of deciphering,
- 4 in an electronically readable format, the information encoded on
- 5 the magnetic strip or bar code of an identification card under
- 6 section 495(a).
- 7 (9) A sale of wine by a wine expanded permit holder shall be
- 8 made through a register[, which malt or brewed beverages and
- 9 restaurant foods sales are made on the licensed premises, which
- 10 is well designated with signage, which is staffed at all times
- 11 when patrons are on the licensed premises, which is staffed]
- 12 <u>located on the licensed premises</u>, which is well designated with
- 13 <u>signage. The actual sale shall be conducted</u> by a sales clerk who
- 14 is at least eighteen years of age [and], has been trained under
- 15 section 471.1 and [which] utilizes a transaction scan device for
- 16 the sale[.] as provided under paragraph (8). A sales clerk who
- 17 <u>is under eighteen years of age may operate a register if the</u>
- 18 <u>sales clerk is presented with wine or malt or brewed beverages</u>
- 19 to be purchased by a customer and obtains the assistance of an
- 20 employee who is at least eighteen years of age and the sale
- 21 otherwise conforms to the requirements under this section. The
- 22 sale of wine may not occur at a point of sale where the customer
- 23 scans the customer's own purchases. A wine expanded permit
- 24 holder may use a register that is not located on the licensed
- 25 portion of the premises but is located within the same building
- 26 as the licensed premises so long as the sale otherwise conforms
- 27 to the requirements provided under this subsection. A register
- 28 <u>used for the sale of wine may be used for the sale of liquid</u>
- 29 fuels or oils.
- 30 * * *

- 1 (h) A wine expanded permit holder that sells a wine product
- 2 for off-premises consumption shall be exempt from section
- 3 406(q).
- 4 Section 3. Section 442(a)(1) of the act is amended to read:
- 5 Section 442. Retail Dispensers' Restrictions on Purchases
- 6 and Sales.--(a) (1) $\underline{\text{(i)}}$ No retail dispenser shall purchase or
- 7 receive any malt or brewed beverages except in original
- 8 containers as prepared for the market by the manufacturer at the
- 9 place of manufacture. The retail dispenser may thereafter break
- 10 the bulk upon the licensed premises and sell or dispense the
- 11 same for consumption on or off the premises so licensed. No
- 12 retail dispenser may sell malt or brewed beverages for
- 13 consumption off the premises in quantities in excess of one
- 14 hundred ninety-two fluid ounces. Sales may be made in open or
- 15 closed containers, Provided, however, That a municipality may
- 16 adopt an ordinance restricting open containers in public places.
- 17 No club licensee may sell any malt or brewed beverages for
- 18 consumption off the premises where sold or to persons not
- 19 members of the club.
- 20 (ii) Sales of malt or brewed beverages shall occur on
- 21 <u>licensed premises. A licensee may use a register that is not</u>
- 22 <u>located on the licensed portion of the premises but is located</u>
- 23 within the same building as the licensed premises for the sale
- 24 of malt or brewed beverages for off-premises consumption. The
- 25 register shall comply with section 415(a)(8) and (9). A register
- 26 used for the sale of malt or brewed beverages for off-premises
- 27 <u>consumption may be used for the sale of liquid fuels or oils.</u>
- 28 * * *
- 29 Section 4. This act shall take effect in 60 days.