THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1252 Session of 2023

INTRODUCED BY BENHAM, MADDEN, SANCHEZ, HILL-EVANS, SIEGEL, DEASY, CONKLIN AND GREEN, MAY 24, 2023

REFERRED TO COMMITTEE ON LIQUOR CONTROL, MAY 24, 2023

AN ACT

Amending the act of June 9, 1936 (Sp.Sess.1, P.L.13, No.4), entitled "An act imposing an emergency State tax on liquor, 2 as herein defined, sold by the Pennsylvania Liquor Control 3 Board; providing for the collection and payment of such tax; and imposing duties upon the Department of Revenue and the 5 Pennsylvania Liquor Control Board," further providing for 6 emergency tax on liquors and amount of tax and collection. 7 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 1. Section 2 of the act of June 9, 1936 (Sp.Sess.1, 11 P.L.13, No.4), entitled "An act imposing an emergency State tax on liquor, as herein defined, sold by the Pennsylvania Liquor 12 13 Control Board; providing for the collection and payment of such tax; and imposing duties upon the Department of Revenue and the 14 Pennsylvania Liquor Control Board," is amended to read: 15 16 Section 2. (a) An emergency State tax is hereby imposed and 17 assessed at the rate of eighteen per centum of the net price of all liquors sold by the board. The tax herein imposed shall be 18 collected by the board from the purchasers of the liquor from 19 the board. [The] Except as provided under subsection (b), the 20

- 1 amount of such eighteen per centum so collected by the board,
- 2 under the provisions of this act, shall be paid into the State
- 3 Treasury, through the department, in the manner and within the
- 4 times herein specified, and shall be credited to the General
- 5 Fund.
- 6 (b) On February 1 of each calendar year, the board shall
- 7 <u>retain an amount equal to one per centum of the money collected</u>
- 8 <u>under subsection (a) during the preceding calendar year. The</u>
- 9 <u>following shall apply:</u>
- 10 (1) The board may award the amount retained under this
- 11 subsection to establish a program to provide grants to saturated
- 12 municipalities to address health, welfare and safety issues
- 13 associated with the sale and distribution of alcohol.
- 14 (2) To qualify for a grant under the program, a saturated
- 15 <u>municipality shall have a municipal police department.</u>
- 16 (3) The board may use an amount equal to two per centum of
- 17 the amount awarded in grants under the program for expenses
- 18 associated with administrating the program.
- 19 (4) Money retained under this subsection that is not used
- 20 for awarding grants under the program or to pay for expenses
- 21 associated with administering the program shall be made
- 22 available for grants under the program in subsequent calendar
- 23 years.
- 24 <u>(5) As used in this subsection, the term "saturated</u>
- 25 municipality" means a municipality in which the total number of
- 26 existing restaurant liquor licenses and eating place retail
- 27 <u>dispenser licenses subject to the quota restrictions specified</u>
- 28 <u>under section 461 of the act of April 12, 1951 (P.L.90, No.21),</u>
- 29 known as the Liquor Code, is equal to or exceeds one license per
- 30 thousand inhabitants or exceeds ten.

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