

Guidance for Licensees in All Counties (4th update)

On May 27, 2020, the Governor's office issued additional guidance as part of its ongoing response to the COVID-19 public health crisis. This additional guidance included the designation of several counties as green counties, effective May 29, 2020; previously, all counties had been designated as red or yellow counties. The Governor's office also provided some additional guidance for businesses in the restaurant industry, which it updated on June 10 and June 17, 2020.

On July 15, 2020, the Governor issued an <u>additional order directing targeted mitigation measures</u> and again updated its <u>additional guidance for businesses in the restaurant industry</u>. On July 17, 2020, the Department of Health provided additional guidance, which was updated on <u>September 9, 2020</u>. On September 8, 2020, the Governor <u>announced</u> that restaurants that certify that they are complying with all public health safety guidelines and orders may increase indoor capacity to 50%, starting September 21, 2020. <u>Frequently asked questions and answers</u> about the <u>self-certification program</u> were provided and most recently updated on September 21, 2020. In addition, an <u>order effective September 21, 2020</u>, requires that all sales of alcohol for on-premises consumption must now cease at 11:00 p.m., regardless of whether the licensee chooses to self-certify, and no patrons may possess alcohol after midnight.

The following information supplements such direction for licenses in all counties.

Indoor Seating for Restaurant, Retail Dispenser and Hotel Licensees

Indoor seating in all counties is allowed but not required for restaurant, retail dispenser and hotel licensees. Seating is subject to maximum occupancy limits to be determined by using the most restrictive number when comparing Method 1 against Method 2 in the Governor's <u>additional guidance for businesses in the restaurant industry</u>. Beginning September 21, 2020, the percentage to be used will depend on whether the licensee has chosen to self-certify that they are complying with all public health safety guidelines and orders. Under Method 1, for those who will not be self-certifying, if there is a known fire code capacity number, the licensee should calculate 25% of that number and compare the result against the number in Method 2. While all indoor locations should have a fire code capacity number, if there is no known fire code capacity number for an outdoor dining area, the licensee must use the 25 persons per 1,000 square feet calculation for Method 1. For those licensees that choose to self-certify, the licensee should, beginning September 21, 2020, calculate 50% of the known fire code capacity number and compare the result against the number in Method 2.

Under Method 2, a licensee is limited to the maximum number of customers that can be accommodated when tables are arranged so that no customer at one table is less than six feet away from a customer at another table in any direction.

Further, there is an absolute limit of 25 persons for a discrete indoor event and an absolute limit of 250 persons for a discrete outdoor event. A discrete event is an event such as a wedding reception. When calculating the number of persons attending a discrete indoor event, employees providing services for the event and directly interacting with guests — such as waiters and bartenders — must be included in the count; employees not directly interacting with guests — such as cooks in a separate kitchen — are not counted. Examples are offered below.

Example 1 (When fire code capacity is known under Method 1): Under Method 1, you have a known fire code capacity of 40 persons and will not be self-certifying. Therefore, you are limited to 25% capacity, which is 10 persons (25% of 40). Under Method 2, when tables are arranged so that no customer at one table is less than six feet away from a customer at another table, it is determined that you can accommodate 30 persons. Because 10 persons under Method 1 is more restrictive than 30 persons under Method 2, the maximum occupancy limit that must be followed is 10 persons.

Conversely, if that same licensee chooses to self-certify, then beginning September 21, 2020, licensee will be limited to 50% capacity. Therefore, under example 1, the maximum occupancy limit that must be followed is 20 persons (50% of 40).

Example 2 (When fire code capacity is unknown under Method 1): Under Method 1, fire code capacity is unknown, but your building is 2,000 square feet in size and will not be self-certifying. Using the required ratio of 25 persons per 1,000 square feet, this means that under Method 1 you could accommodate 50 persons. Under Method 2, when tables are arranged so that no customer at one table is less than six feet away from a customer at another table, it is determined that you can accommodate 30 persons. Because 30 persons under Method 2 is more restrictive than 50 persons under Method 1, the maximum occupancy limit that must be followed is 30 persons.

Conversely, if that same licensee chooses to self-certify, then beginning September 21, 2020, licensee will be limited to 50% indoor capacity. However, under example 2, the maximum occupancy limit that must be followed is still 30 persons because Method 2 is more restrictive than Method 1.

Example 3 (Involving a large discrete event): A wedding party wishes to rent a large licensed hall for a reception. Two waiters will be serving the guests, along with three cooks in a separate kitchen. Licensee will not be self-certifying. Under Method 1, the hall has a known fire code capacity of 540 persons, 25% of which is 135 persons. Under Method 2, when tables are arranged so that no customer at one table is less than six feet away from a customer at another table, it is determined that you can accommodate 300 persons. However, since all the guests are attending a discrete indoor event, only 25 persons may be part of the event, including the waitstaff (but not the cooks). Therefore, even though 135 persons could attend under Method 1 and 300 persons could attend under

Method 2, the absolute limit of 25 person would apply, which in this case means 23 guests plus two waitstaff.

Conversely, if that same licensee chooses to self-certify, then beginning September 21, 2020, licensee will be limited to 50% indoor capacity. However, under example 3, the maximum occupancy limit that must be followed is still 25 persons because this is a discrete indoor event.

Please note that certain licensees – such as holders of Performing Arts Facility licenses – may only provide alcohol before, during and after a performance. While such entities may seek self-certification, the limit of no more than 25 persons for a discrete event must also be followed and will likely be the determining factor in establishing maximum occupancy.

If a licensee chooses to provide seating for on-premises consumption of alcohol, then they must also provide for on-premises consumption of food. Further, sales of alcohol for on-premises consumption is only permissible as part of a larger transaction that includes a meal purchase. Specifically, a customer who wishes to consume alcohol on the premises must also purchase a meal; a group of customers that wish to consume alcohol on the premises may do so as long as a meal is part of the purchase made by the group. As noted in the additional guidance on the targeted mitigation efforts, the term "meal" is defined in section 406 of the Liquor Code as "food prepared on the premises, sufficient to constitute breakfast, lunch or dinner." The definition expressly states that a snack, such as pretzels, popcorn, chips or similar food does not meet the definition of a meal. Additional drinks may be purchased while the customer or a member of the customer's group is consuming their meal, but no further drinks may be purchased after the meal is finished. A meal purchase is not required when a hotel guest is accessing a minibar in a private hotel room that they have rented or when being provided room service to that private hotel room. A private hotel room is a room being rented for overnight accommodation; it is not a room being rented for an event such as a wedding, funeral or business meeting.

Further, beginning September 21, 2020, all sales of alcohol for on-premises consumption must end by 11:00 p.m. All patrons must finish their alcoholic beverages by midnight. A licensee may remain open to serve food until its normal closing time, but no alcohol may be served or retained by patrons after midnight. Sales of beer-to-go, mixed-drinks-to-go and wine-to-go may continue for those licensees eligible to make such sales. As a reminder, beer-to-go sales must end by 2:00 a.m., mixed-drinks-to-go sales must end at 11:00 p.m. and wine-to-go sales by holders of wine expanded permits must end by 11:00 p.m. No consumption of alcohol sold to-go may occur on the licensed premises after midnight.

In addition to the seating and food requirements set forth above, all additional restrictions in the <u>additional guidance for businesses in the restaurant industry</u> and the <u>additional guidance on the targeted mitigation efforts must be adhered to.</u> These restrictions include:

- All customers and groups of customers must be at least six feet away from each other or be separated by physical barriers; spouses can be at the same table and less than six feet away, while strangers cannot.
- Customers must wear masks while entering, exiting and traveling through the premises, unless the customer has a medical condition which prevents them from wearing one; children under the age of two years do not have to wear masks. Masks can be removed while the customers are seated.
- Bar service of food or alcohol is prohibited.
- Casinos may no longer provide drink service on the casino floor

If live music is being provided, then the musicians must be at least six feet away from the customers; all existing restrictions on entertainment (the need for an amusement permit, no amplified sound beyond the property line unless the municipality has opted out of the Liquor Code statute on noise, etc.) remain.

Finally, the Governor's office's <u>additional guidance for businesses in the restaurant industry</u> specifically notes that licensees are encouraged but not required to close or remove amenities and congregate areas non-essential to the preparation and service of food or beverages such as dance floors, game areas, playgrounds, small games of chance and tavern gaming, etc.

Outdoor Seating for Restaurant, Retail Dispenser and Hotel Licensees

Outside seating in both licensed and unlicensed locations is permitted. The same restrictions imposed on indoor seating, such as no purchase of alcohol for on-premises consumption unless a meal is also purchased by that customer or by member of the customer's group and a minimum of six feet or a physical barrier between customers or groups of customers, apply to outdoor seating as well. No more than 250 persons may attend a discrete outdoor event.

If the outside area is licensed, then service of food and alcohol there is permitted. However, beginning September 21, 2020, all sales of alcohol for consumption on the licensed premises must end by 11:00 p.m. All patrons must finish their alcoholic beverages by midnight. A licensee may remain open to serve food until its normal closing time, but no alcohol may be served or retained by patrons after midnight.

Sales of beer-to-go, <u>mixed-drinks-to-go</u> and wine-to-go may continue for those licensees eligible to make such sales. As a reminder, beer-to-go sales must end by 2:00 a.m., mixed-drinks-to-go sales must end at 11:00 p.m. and wine-to-go sales by holders of wine expanded permits must end by 11:00 p.m. No consumption of alcohol sold to-go may occur on the licensed premises, including the outdoor licensed premises, after midnight.

Please note, as outlined in <u>Advisory Notice No. 26</u>, that the Board has adopted a procedure to expediate temporary outdoor extensions of licensed premises.

If the outside area is not licensed, then service of food is permitted, but service of alcohol is not permitted.

- However, patrons may purchase up to 192 ounces of beer to go on the licensed premises, then carry it to and consume it on the unlicensed service area.
- Further, if the licensee holds a wine expanded permit, then patrons may purchase up to 3 liters of wine on the licensed premises, then consume it on the unlicensed service area.
- Finally, if the licensee <u>qualifies to sell prepared beverages and mixed drinks to go</u>, then a patron may purchase a prepared beverage and mixed drink of between 4 and 64 ounces in a closed container on the licensed premises, open the container once they leave the licensed premises and consume it on the unlicensed service area.

Clubs and Catering Clubs

Holders of club and catering club licenses may allow members to purchase alcohol on the licensed premises, but only if a meal is also purchased, either by the customer or, if the customer is part of a group, by someone that is part of the group. Further, clubs and catering clubs cannot sell any alcohol for off-premises consumption. Therefore, if a club does not sell food, either directly or through a concessionaire, it cannot utilize its liquor license.

Further, beginning September 21, 2020, all sales of alcohol for on-premises consumption must end by 11:00 pm. All patrons must finish their alcoholic beverages by midnight. A licensee may remain open to serve food until its normal closing time, but no alcohol may be served or retained by patrons after midnight.

As noted in the <u>additional guidance on the targeted mitigation efforts</u>, the term "meal" is defined in section 406 of the Liquor Code as "food prepared on the premises, sufficient to constitute breakfast, lunch or dinner." The definition expressly states that a snack, such as pretzels, popcorn, chips or similar food does not meet the definition of a meal. Additional drinks may be purchased while the customer or a member of the customer's party is consuming their meal, but no further drinks may be purchased after the meal is finished.

If a club decides to allow members on the licensed premises, it must follow the social distancing rules set forth above for restaurant industry members, such as limiting occupancy.

As noted earlier, the Governor's office's <u>additional guidance for businesses in the restaurant industry</u> specifically notes that licensees are encouraged but not required to close or remove amenities and congregate areas non-essential to the preparation and service of food or beverages such as dance floors, game areas, playgrounds, small games of chance and tavern gaming, etc

Nightclubs

The Governor's <u>additional order directing targeted mitigation measures</u> specifically prohibits businesses that meet the definition of a "nightclub" under the Clear Indoor Air Act from operating. The Clear Indoor Air Act defines a nightclub as a "public hall or hall for which admission is generally charged and which is primarily or predominantly devoted to dancing or to shows or cabarets as opposed to a facility that is primarily a bar, tavern or dining facility." Since the Liquor Code does not use the term nightclub, and since the Department of Health regulates the Clean Indoor Air Act, licensees should contact that agency if they have specific questions regarding this prohibition.

Breweries, Limited Wineries, Distilleries and Limited Distilleries

Many manufacturers – such as breweries, limited wineries, distilleries and limited distilleries – also offer food and drink for on-premises consumption. The rules applicable to restaurant, retail dispenser and hotel licensees are likewise applicable to them. Specifically, on-premises consumption of food and alcohol in green counties is permissible so long as the occupancy limitations, social distancing limitations and the other limitations set forth above are adhered to. In addition, sales of alcohol for on-premises consumption are only permissible as part of a larger transaction that includes a meal purchase by the customer or by a member of the customer's group.

Further, beginning September 21, 2020, all sales of alcohol for on-premise consumption must end by 11:00 p.m. All patrons must finish their alcoholic beverages by midnight, except that limited distilleries and distilleries must have their patrons to leave at 11:00 p.m. because their license normally requires that. A licensee may remain open to serve food until its normal closing time, but no alcohol may be served or retained by patrons after midnight. Sales of beer-to-go, mixed drinks-to-go and wine-to-go may continue for those licensees eligible to make such sales. Business-to-business sales may continue as before.

As noted in the <u>additional guidance on the targeted mitigation efforts</u>, the term "meal" is defined in section 406 of the Liquor Code as "food prepared on the premises, sufficient to constitute breakfast, lunch or dinner." The definition expressly states that a snack, such as pretzels, popcorn, chips or similar food does not meet the definition of a meal. Additional drinks may be purchased while the customer or a member of the customer's party is consuming their meal, but no further drinks may be purchased after the meal is finished. Meals may be provided by the licensee or by a third party such as a food truck.

Please note that refilling food and beverage containers or implements brought in by customers in is prohibited, unless the container or implement can be refilled without contact with the tap or dispenser, containers are sanitized before use or the tap or dispenser is sanitized before and after each use.

As a reminder, breweries, limited wineries, distilleries and limited distilleries may sell their own alcoholic products for off-premises consumption but may not sell alcoholic products acquired from other breweries, limited wineries, distilleries and limited distilleries to go, although such products may be sold for on-premises consumption.

Special Occasion, Off-Premises Catering, Exposition and Farmers Market Permits

Licensees are reminded that permits such as special occasion permits, off-premises catering permits, exposition permits and farmers market permits each have specific eligibility requirements and those requirements must be followed or licensees risk citation. Further, the Governor's <u>additional order directing targeted mitigation measures</u> limits events and gatherings to 25 persons for discrete indoor events and 250 persons for discrete outdoor events.

Further, beginning September 21, 2020, all sales of alcohol for on-premises consumption must end by 11:00 p.m., and all patrons must finish their alcoholic beverages by midnight, unless the underlying permit requires sales and/or consumption to end prior to that time.

Golf Courses

Licensees that are located at golf courses were previously informed that they may provide alcohol service to individuals playing golf. While that remains true, the additional guidance on the targeted mitigation efforts notes that golf courses may not allow golfers to consume those alcoholic beverages in locations where people may congregate such as picnic tables or patios, unless that specific sale of alcohol is part of a larger transaction that includes a meal purchase by the customer or by a member of the customer's group and all the other requirements for such purchases are met.

Further, beginning September 21, 2020, all sales of alcohol for on-premises consumption must end by 11:00 p.m. All patrons must finish their alcoholic beverages by midnight. A licensee may remain open to serve food until its normal closing time, but no alcohol may be served or retained by patrons after midnight.