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0lr2405 CF HB 786

By: **Senator Edwards** Introduced and read first time: February 3, 2020

Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 6, 2020

CHAPTER _____

1 AN ACT concerning

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Garrett County - Alcoholic Beverages Act of 2020

3 FOR the purpose of altering, in Garrett County, the days on which the holder of a 4 manufacturer's license may sell or deliver alcoholic beverages; authorizing the Board $\mathbf{5}$ of License Commissioners for Garrett County to issue an on-premises consumption 6 permit to the holder of a Class 1 distillery license; providing that the permit 7 authorizes a certain license holder to sell certain mixed drinks in accordance with certain requirements; providing that the permit exempts a certain license holder 8 9 from certain limitations on the amount of alcohol the license holder may serve; 10 establishing certain permit fees; requiring the Board to charge certain issuing fees 11 in a certain manner; authorizing the Board to issue certain deluxe restaurant 12 licenses to the holders of certain licenses issued by the Board or other certain licenses 13issued by other local licensing boards; altering the amount of required seating in a 14 restaurant for a Class BDR beer, wine, and liquor license; authorizing the Board to 15issue a refillable container permit for wine in the county under certain 16 circumstances; making conforming changes; and generally relating to alcoholic 17beverages in Garrett County.

18 BY renumbering

- 19 Article Alcoholic Beverages
- 20 Section 21–1104.1
- 21 to be Section 21–1104.2
- 22 Annotated Code of Maryland
- 23 (2016 Volume and 2019 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



- 1 BY repealing and reenacting, without amendments,
- 2 Article Alcoholic Beverages
- 3 Section 2–202(c)(5), 4–1105, 21–102, 21–804(a), and 21–903(a)
- 4 Annotated Code of Maryland
- 5 (2016 Volume and 2019 Supplement)
- 6 BY repealing and reenacting, with amendments,
- 7 Article Alcoholic Beverages
- 8 Section 21–402, 21–403, 21–804(b), 21–903(b) and (c), and 21–1101
- 9 Annotated Code of Maryland
- 10 (2016 Volume and 2019 Supplement)
- 11 BY adding to
- 12 Article Alcoholic Beverages
- 13 Section 21–1104.1
- 14 Annotated Code of Maryland
- 15 (2016 Volume and 2019 Supplement)
- 16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 17 That Section(s) 21–1104.1 of Article Alcoholic Beverages of the Annotated Code of 18 Maryland be renumbered to be Section(s) 21–1104.2.
- 19 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read 20 as follows:
- 21

Article – Alcoholic Beverages

- 22 2-202.
- 23 (c) A license holder may:
- 24
- (5) (i) conduct guided tours of the licensed premises;
- (ii) at no cost or for a fee, serve to an individual who has attained the
 legal drinking age and participated in a guided tour of the licensed premises, not more than
 2 ounces of products, with each product sample consisting of not more than one-half ounce
 from a single product manufactured by the license holder;
- (iii) serve samples blended with other products manufactured by the
 license holder or nonalcoholic ingredients; and

31 (iv) sell not more than 2.25 liters of products manufactured on the 32 licensed premises, for off-premises consumption, and related merchandise to an individual 33 who has attained the legal drinking age and participated in a guided tour of the licensed 34 premises; and

35 4-1105.

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1	(a)	There is a refillable container permit.
2	(b)	A refillable container permit authorizes the permit holder to:
$\frac{3}{4}$	meets the st	(1) sell wine for off-premises consumption in a refillable container that andards set out in subsection (d) of this section; and
5 6	subsection ((2) sell and refill a refillable container that meets the standards set out in 1) of this section.
7 8	(c) underlying l	(1) The term of a refillable container permit is the same as that of the acense.
9 10	for the under	(2) The hours of sale for a refillable container permit are the same as those clying license.
11 12 13		(3) An applicant who holds an underlying license without an off-sale all meet the same advertising, posting of notice, and public hearing s as those for the underlying license.
$\begin{array}{c} 14 \\ 15 \end{array}$	(d) refillable cor	(1) To be used as a refillable container for wine under the authority of a tainer permit, a container shall:
$\begin{array}{c} 16 \\ 17 \end{array}$	ounces;	(i) have a capacity of not less than 17 ounces and not more than 34
18		(ii) be sealable;
19 20	container;	(iii) be branded with an identifying mark of the seller of the
$\begin{array}{c} 21 \\ 22 \end{array}$	containers of	(iv) bear the federal health warning statement required for Ealcoholic beverages under 27 C.F.R. 16.21;
23		(v) display instructions for cleaning the container; and
$\begin{array}{c} 24 \\ 25 \end{array}$	responsibilit	(vi) bear a label stating that cleaning the container is the y of the consumer.
26 27 28	qualify for u outside the S	(2) The Comptroller may adopt standards regarding containers that use as refillable containers for wine, including containers originating from state.
29		(3) The holder of a refillable container permit may refill a refillable

(3) The holder of a refillable container permit may refill a refillable
 container originating from inside or outside the State that meets the standards adopted by
 the Comptroller under paragraph (2) of this subsection.

1 21-102.

2 This title applies only in Garrett County.

 $3 \quad 21-402.$

A holder of a manufacturer's license may sell or deliver alcoholic beverages to a holder of a retail license **ON MONDAY THROUGH SATURDAY** from 6 a.m. to midnight [on every day except Sunday or an election day].

 $7 \quad \frac{21-403}{2}$

8 (a) This section applies to a Class 1 distillery license in the county.

9 (b) A license holder may open on Sundays to engage in the activities listed in § 10 2–202(c)(5) of this article only in an election district or a precinct in an election district 11 where the voters, in a referendum authorized by law, have approved Sunday sales at a 12 distillery.

13 (C) THE BOARD MAY ISSUE AN ON-PREMISES CONSUMPTION PERMIT TO 14 THE HOLDER OF A CLASS 1 DISTILLERY LICENSE.

(D) (1) THE PERMIT AUTHORIZES THE LICENSE HOLDER TO SELL MIXED
 DRINKS MADE FROM LIQUOR THAT THE LICENSE HOLDER PRODUCES THAT IS MIXED
 WITH OTHER NONALCOHOLIC INGREDIENTS FOR ON-PREMISES CONSUMPTION AT
 THE LOCATION OF THE CLASS 1 DISTILLERY.

 19
 (2)
 The permit exempts the license holder from the limits

 20
 ON AMOUNTS OF ALCOHOL SERVED UNDER § 2–202(C)(5)(II) OF THIS ARTICLE.

21 (E) (1) THE ANNUAL PERMIT FEE IS \$1,750.

22 (2) THE BOARD SHALL CHARGE A ONE TIME ISSUING FEE FOR A NEW 23 PERMIT IN AN AMOUNT EQUAL TO THE ANNUAL PERMIT FEE.

- 24 21-804.
- 25 (a) There is a Class BDR (deluxe restaurant) beer and wine license.
- 26 (b) The license may be issued to a holder of:
- 27 (1) a Class B beer license [or];

28 (2) a Class B beer and wine license; OR ANY CLASS B ALCOHOLIC 29 BEVERAGES LICENSE ISSUED BY THE BOARD; OR

$\frac{1}{2}$	(3) (2) AN EQUIVALENT LICENSE THAT THE LOCAL LICENSING BOARD OF A DIFFERENT JURISDICTION ISSUES ONLY FOR USE BY A RESTAURANT.
3	21–903.
4	(a) There is a Class BDR (deluxe restaurant) beer, wine, and liquor license.
5	(b) The Board may issue the license to a holder of:
$6 \\ 7$	(1) a Class B beer and wine license; <u>ANY CLASS B ALCOHOLIC</u> <u>BEVERAGES LICENSE ISSUED BY THE BOARD; OR</u>
8	(2) a Class B beer, wine, and liquor license; [or]
9	(3) a Class B Resort beer, wine, and liquor license; OR
10 11	(4) AN EQUIVALENT LICENSE THAT THE LOCAL LICENSING BOARD OF A DIFFERENT JURISDICTION ISSUES ONLY FOR USE BY A RESTAURANT.
$\begin{array}{c} 12\\ 13 \end{array}$	(c) (1) The Board may issue the license for use by a deluxe restaurant as defined by the Board with:
$\begin{array}{c} 14 \\ 15 \end{array}$	(i) seating at tables, not including seats at bars or counters, for at least [85] 20 individuals; and
$\begin{array}{c} 16 \\ 17 \end{array}$	(ii) a capital investment of at least \$250,000 for the restaurant facilities, not including the cost of land or buildings.
18 19 20 21	(2) If an applicant purchases or leases an existing building, the capital investment attributable to the cost of the land and improvements shall be based on the assessed value of the land and improvements in accordance with the records of the State Department of Assessments and Taxation at the time of purchase or lease.
$\begin{array}{c} 22\\ 23 \end{array}$	(3) The license authorizes the license holder to sell, at retail, at the place described in the license:
24	(i) beer, wine, and liquor for on–premises consumption; and
25	(ii) beer for off–premises consumption.
26	21–1101.
$\begin{array}{c} 27\\ 28 \end{array}$	(a) Section 4–1103 ("Removal of partially consumed bottle of wine from licensed premises") of Division I of this article applies in the county without exception or variation.

1 (b) [Section 4–1105 ("Refillable container permit — Wine") of Division I of this 2 article does not apply in the county.

3 (c)] The following sections of Title 4, Subtitle 11 ("Additional License Privileges") 4 of Division I of this article apply in the county:

5 (1) § 4–1102 ("Corkage — Consuming wine not purchased from license 6 holder on licensed premises"), in addition to § 21–1102 of this subtitle;

7 (2) § 4–1104 ("Refillable container permit — Draft beer"), subject to § 8 21–1104 of this subtitle; [and]

9 (3) § 4–1105 ("REFILLABLE CONTAINER PERMIT – WINE"), SUBJECT 10 TO § 21–1104.1 OF THIS SUBTITLE; AND

11 (4) § 4–1106 ("Nonrefillable container permit — Draft beer"), subject to [§ 12 21–1104.1] § 21–1104.2 of this subtitle.

13 **21–1104.1.**

14 (A) THE BOARD MAY ISSUE A REFILLABLE CONTAINER PERMIT FOR WINE 15 TO A HOLDER OF A LICENSE THAT ENTITLES THE HOLDER TO SELL WINE FOR 16 OFF-PREMISES CONSUMPTION.

17 **(B) (1)** THE ANNUAL PERMIT FEE IS \$75.

18 (2) THE BOARD SHALL CHARGE A ONE-TIME ISSUING FEE FOR A NEW 19 PERMIT IN AN AMOUNT EQUAL TO THE ANNUAL PERMIT FEE.

20 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 21 1, 2020.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.

6