Chapter 313

(Senate Bill 997)

AN ACT concerning

Baltimore County – Alcoholic Beverages – Expiration of Licenses – Extension for Casualty Loss

FOR the purpose of authorizing the Board of License Commissioners for Baltimore County under certain circumstances to extend an alcoholic beverages license for a certain time if the licensed premises is forced to close because of a casualty loss; authorizing the circuit court to extend a license under certain circumstances if the circuit court finds that extraordinary cause exists; requiring the licensee to resume active alcoholic beverages business operations under certain circumstances; making this Act an emergency measure; and generally relating to alcoholic beverages licenses in Baltimore County.

BY repealing and reenacting, with amendments,

Article 2B – Alcoholic Beverages Section 10–504(e) Annotated Code of Maryland (2005 Replacement Volume and 2010 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article 2B – Alcoholic Beverages

10-504.

(e) (1) (i) This subsection applies only in Baltimore County.

(ii) In this subsection, "Board" means the Board of License Commissioners or the Office of the Comptroller, whichever is the issuing party.

(2) 180 days after the holder of any license issued under the provisions of this article has closed the business or ceased active alcoholic beverages business operations of the business for which the license is held, the license shall expire unless:

(i) An application for approval of a transfer to another location or an application for assignment to another person pursuant to 10–503 of this article has been approved or is then pending;

(ii) An application pursuant to § 10–506 of this article has been approved or is then pending; or

(iii) A written request for a hardship extension, as provided in this subsection, is filed within the 180–day period.

(3) [The] EXCEPT AS PROVIDED IN PARAGRAPH (7) OF THIS SUBSECTION, THE licensee or other appropriate interested parties may make a written request to the Board for an extension of the life of the license, due to undue hardship, for a time period of no more than a cumulative period of 360 days after the date of closing or cessation of alcoholic beverages business operations of the business for which the license is held.

(4) [After] EXCEPT AS PROVIDED IN PARAGRAPH (7) OF THIS SUBSECTION, AFTER a hearing conducted on the extension request, upon a finding that undue hardship currently exists causing the closing or cessation of business operations, the Board may grant an extension of the life of the license for a time period not to exceed 360 days as defined in paragraphs (3) and (5) of this subsection.

(5) It is the intention of this subsection that the total time period for which a license may be deemed unexpired under paragraph (2) of this subsection is 180 days if no undue hardship extension is granted and no more than 360 days if an undue hardship extension has been granted. The time period begins at the earlier of the closing of the business or cessation of alcoholic beverages business, and shall be tolled only upon the filing of an application or request described in paragraph (2) of this subsection, the expiration period to begin running again, cumulatively to the time period before the filing of the application or request, upon the occurrence of the later to occur of the following events:

(i) Final action of the Board granting or denying a request authorized by paragraph (3) of this subsection;

(ii) Final action of the Board denying an application described by subparagraphs (i) or (ii) of paragraph (2) of this subsection; or

(iii) Final judgment of the appellate court when judicial review of the Board's action on an application or request authorized by paragraphs (2) or (3) of this subsection has been sought, or upon dismissal of a petition for judicial review.

(6) In the event that an application or request to the Board described in paragraph (2) or (3) of this subsection is withdrawn, there shall be no tolling of the period for automatic expiration of the license and it shall be deemed as if no such application or request was filed.

(7) (+) IF A LICENSED PREMISES IS FORCED TO CLOSE BECAUSE OF A CASUALTY LOSS, THE BOARD, WITHOUT CIRCUIT COURT

APPROVAL, MAY EXTEND THE LICENSE FOR NOT MORE THAN 2 YEARS AFTER THE CLOSING.

(II) THE CIRCUIT COURT MAY EXTEND A LICENSE BEYOND AN EXTENSION GRANTED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH IF THE CIRCUIT COURT FINDS THAT EXTRAORDINARY CAUSE EXISTS.

(III) IF THE CIRCUIT COURT EXTENDS A LICENSE UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH, WHEN THE EXTENSION EXPIRES THE LICENSEE IMMEDIATELY SHALL RESUME ACTIVE ALCOHOLIC BEVERAGES BUSINESS OPERATIONS AT THE LICENSED PREMISES AND CONTINUE THE OPERATIONS AT THE LICENSED PREMISES FOR AT LEAST 1 YEAR.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three–fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.

Approved by the Governor, May 10, 2011.