

Department of Legislative Services
Maryland General Assembly
2013 Session

FISCAL AND POLICY NOTE
Revised

House Bill 1082
Economic Matters

(Prince George's County Delegation)
Education, Health, and Environmental Affairs

Prince George's County - Alcoholic Beverages - Class A Licenses and Class B-AE
Licenses
PG 317-13

This bill increases the number of Class B-AE (arts and entertainment) licenses from 5 to 8 that can be issued in Prince George's County. In addition, the Prince George's County Board of License Commissioners may not issue a new Class A license, or transfer an existing Class A license, to a location within three-fourths of a mile of a correctional facility in Upper Marlboro.

The bill takes effect July 1, 2013.

Fiscal Summary

State Effect: None.

Local Effect: Prince George's County revenues increase by \$10,350 in FY 2014, and by \$8,250 annually, thereafter, from three new Class B-AE licenses being issued. Enforcement activities can be handled with existing resources.

Small Business Effect: Potential meaningful.

Analysis

Current Law: The annual license fee for a Class B-AE (arts and entertainment) beer, wine, and liquor license is \$2,750. The license may be issued only to an establishment in the Prince George's County arts and entertainment district as approved by the county council by council resolution. The license authorizes the licensee to sell beer, wine, and

liquor for consumption on the licensed premises only. A person may not hold more than two Class B-AE licenses. The Board of License Commissioners sets the hours and days of sale for each license class by regulation.

Local Fiscal Effect: Prince George's County advises that the bill will result in three new Class B-AE licenses being issued. The filing fee for a license is \$700. Total annual license fee revenue for the three new licenses, after the filing fee, is \$8,250 as shown in **Exhibit 1**.

Exhibit 1
Estimated Revenue from Increased Number of Class B-AE Licenses
Prince George's County
Fiscal 2014

| <u>License Class</u> | <u>New Licenses</u> | <u>Filing Fees</u> | <u>Annual License Fees</u> | <u>Total Fees</u> |
|----------------------|---------------------|--------------------|----------------------------|-------------------|
| Class B-AE | 3 | \$2,100 | \$8,250 | \$10,350 |

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Prince George's County, Department of Legislative Services

Fiscal Note History: First Reader - February 21, 2013
mc/hlb Revised - House Third Reader - March 20, 2013
Revised - Enrolled Bill - May 7, 2013

Analysis by: Guy G. Cherry

Direct Inquiries to:
(410) 946-5510
(301) 970-5510