HOUSE BILL 136

 $\begin{array}{c} \mathrm{A2} \\ \mathrm{CF} \, \mathrm{SB} \, \mathrm{298} \end{array}$

By: Montgomery County Delegation

Introduced and read first time: January 13, 2014

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 7, 2014

CHAPTER

1 AN ACT concerning

2

4

5

6

7

8

9

10

11

12

13

14

15

16 17

18

19

20

21

22

23

24

Alcoholic Beverages - Montgomery County - Beer Festivals

3 MC 11–14

FOR the purpose of authorizing Montgomery County to conduct a beer festival not more than a certain number of times each year under the supervision of the Montgomery County Department of Liquor Control; requiring the county, in selecting a nonprofit festival organization to organize the beer festival, to ensure that the organization has certain experience; specifying that the festival organization select the weekends during which the festival will be conducted; authorizing a festival organization to contract with holders of certain current alcoholic beverages licenses to sell and display beer at the festival; specifying that on the days and for the hours designated for the beer festival, beer may be displayed and sold at retail under certain conditions; requiring a festival organization to choose the festival location and ensure that the primary focus of the festival is the promotion of Maryland beer; requiring that a person hold a special beer festival license and contract with the festival organization before selling, offering for sale, or displaying beer at a festival; authorizing the Montgomery County Board of License Commissioners to issue a special beer festival license; establishing a license fee; allowing certain persons to hold a special beer festival license in addition to another license; providing for certain penalties; requiring certain license fees to be deposited into the general fund of the county; requiring the Montgomery County Board of License Commissioners to adopt certain regulations; defining certain terms; and generally relating to beer festivals in Montgomery County.

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	$\mathbf{p}\mathbf{v}$	addi	no t	_
	DI	aoo	ו עוו	()

- 2 Article 2B Alcoholic Beverages
- 3 Section 8–807
- 4 Annotated Code of Maryland
- 5 (2011 Replacement Volume and 2013 Supplement)
- 6 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

8 Article 2B – Alcoholic Beverages

- 9 8-807.
- 10 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE 11 MEANINGS INDICATED.
- 12 **(2)** "BOARD" MEANS THE MONTGOMERY COUNTY BOARD OF 13 LICENSE COMMISSIONERS.
- 14 (3) "FESTIVAL" MEANS THE MONTGOMERY COUNTY BEER
- 15 **FESTIVAL.**
- 16 (4) "FESTIVAL ORGANIZATION" MEANS A NONPROFIT
- 17 ORGANIZATION THAT IS SELECTED BY MONTGOMERY COUNTY IN ACCORDANCE
- 18 WITH SUBSECTION (B) OF THIS SECTION TO ORGANIZE A FESTIVAL.
- 19 (B) IN SELECTING A NONPROFIT ORGANIZATION TO BE A FESTIVAL
- 20 ORGANIZATION, MONTGOMERY COUNTY SHALL ENSURE THAT THE NONPROFIT
- 21 ORGANIZATION HAS EXTENSIVE EXPERIENCE IN ORGANIZING AND MANAGING
- 22 LARGE-SCALE PUBLIC EVENTS.
- 23 (C) Under the supervision of the Montgomery County
- 24 DEPARTMENT OF LIQUOR CONTROL, THE COUNTY EACH YEAR MAY CONDUCT
- 25 THE MONTGOMERY COUNTY BEER FESTIVAL ON NOT MORE THAN FOUR
- 26 WEEKENDS THAT A FESTIVAL ORGANIZATION SELECTS.
- 27 (D) A FESTIVAL ORGANIZATION MAY CONTRACT WITH HOLDERS OF A
- 28 CURRENT MONTGOMERY COUNTY RETAIL ALCOHOLIC BEVERAGES LICENSE, A
- 29 STATE CLASS 5 BREWERY LICENSE, A STATE CLASS 6 PUB-BREWERY LICENSE,
- 30 OR A STATE CLASS 7 MICRO-BREWERY LICENSE, OR A STATE CLASS 8 FARM
- 31 BREWERY LICENSE TO SELL AND DISPLAY BEER AT THE FESTIVAL.
- 32 (E) ON THE DAYS AND FOR THE HOURS DESIGNATED FOR THE
- 33 FESTIVAL, BEER MAY BE DISPLAYED AND SOLD AT RETAIL:

1 (1) FOR CONSUMPTION ON THE	PREMISES; AND
------------------------------	---------------

- 2 (2) FOR CONSUMPTION OFF THE PREMISES IN SEALED 3 CONTAINERS.
 - (F) A FESTIVAL ORGANIZATION:

4

- 5 (1) SHALL CHOOSE FOR THE FESTIVAL A LOCATION IN THE 6 COUNTY THAT MAY BE A LICENSED OR AN UNLICENSED PREMISES; AND
- 7 (2) SHALL ENSURE THAT THE PRIMARY FOCUS OF THE FESTIVAL 8 IS THE PROMOTION OF MARYLAND BEER.
- 9 (G) (1) BEFORE A PERSON MAY SELL, OFFER FOR SALE, OR DISPLAY
 10 BEER AT A FESTIVAL, THE PERSON MUST CONTRACT WITH THE FESTIVAL
 11 ORGANIZATION AND OBTAIN A SPECIAL BEER FESTIVAL LICENSE FROM THE
 12 BOARD.
- 13 (2) THE BOARD MAY ISSUE A SPECIAL BEER FESTIVAL LICENSE.
- 14 (3) THE LICENSE FEE IS \$30 FOR EACH DAY OF THE FESTIVAL.
- 15 (4) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, A
 16 PERSON MAY HOLD A SPECIAL BEER FESTIVAL LICENSE IN ADDITION TO
 17 ANOTHER LICENSE ISSUED UNDER THIS ARTICLE.
- 18 (5) THE BOARD MAY DENY A SPECIAL BEER FESTIVAL LICENSE TO ANY APPLICANT, SUSPEND OR REVOKE A SPECIAL BEER FESTIVAL LICENSE, OR IMPOSE A FINE NOT EXCEEDING \$20,000 IF THE APPLICANT OR LICENSE HOLDER VIOLATES A PROVISION OF THIS ARTICLE OR THE REGULATIONS OF THE BOARD.
- 23 (6) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, ALL LICENSE FEES COLLECTED UNDER THIS SUBSECTION SHALL BE DEPOSITED INTO THE GENERAL FUND OF THE COUNTY.
- 26 (H) THE BOARD SHALL ADOPT REGULATIONS FOR IMPLEMENTING THIS 27 SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2014.