# **Department of Legislative Services**

Maryland General Assembly 2016 Session

## FISCAL AND POLICY NOTE First Reader

Senate Bill 1074 (Senator Klausmeier)

Education, Health, and Environmental Affairs

### **Baltimore County - Alcoholic Beverages - Licenses in Mixed-Use Developments**

This bill prohibits the Baltimore County Board of License Commissioners from issuing more than five Class B beer, wine, and liquor (BWL) licenses within a single election district for a mixed-use development. The bill specifies that this restriction is an exception to Rule 19 of the rules and regulations of the board.

The bill takes effect July 1, 2016.

# **Fiscal Summary**

State Effect: None.

**Local Effect:** Baltimore County operations or finances are not materially affected.

**Small Business Effect:** Minimal.

### **Analysis**

**Current Law:** No statute currently limits the number of licenses of any type that may be issued for locations in a single election district or generally used for mixed-use developments. However, the Rules and Regulations of the Baltimore County Board of License Commissioners address population and numerical limitations on licenses, and include a mixed-use development exception to the limitations.

#### Rules and Regulations

*Population and Numerical Limitations*: In Baltimore County, the maximum number of alcoholic beverage licenses in each of the election districts is limited to one on-sale license, excluding club licenses, for every 2,500 people in each district, and one off-sale license for every 4,000 people in each district, based on the most current population report by the Baltimore County Office of Planning and Zoning. A license may not be transferred from the election district in which it was originally located.

Exception for Mixed-use Developments: Generally, a mixed-use development is a development that contains specified retail, office, and residential components. Each mixed-use development that contains at least 400,000 square feet, and meets other specified requirements related to the distribution of retail, office, and residential components, is entitled to two "mixed-use exception" Class B (on-sale) BWL licenses. For every additional 200,000 square feet, a mixed-use development is entitled to one additional license. Such licenses are not counted as part of the population limitation. With specified exceptions, no more than five mixed-use exception licenses may be issued in any mixed-use development.

**Background:** Baltimore County reports that, as of March 8, 2016, there were 80 mixed-use exception license issued in the county. There were a total of 769 alcoholic beverages licenses issued for use in Baltimore County in 2015.

**Local Fiscal Effect:** While the bill does not impact current licenses, the bill has the effect of limiting the total number of Class B BWL mixed-use exception licenses that may be issued in a given election district in the future. Baltimore County advises that an individual election district may contain multiple mixed-use developments, and that once all available licenses are issued under the bill, subsequent mixed-use developments would be ineligible for additional licenses.

#### **Additional Information**

**Prior Introductions:** None.

Cross File: None.

**Information Source(s):** Baltimore County, Department of Legislative Services

**Fiscal Note History:** First Reader - March 11, 2016

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