# **Department of Legislative Services**

Maryland General Assembly 2016 Session

## FISCAL AND POLICY NOTE First Reader

House Bill 806

(Delegate Impallaria)

**Economic Matters** 

### Alcoholic Beverages - Harford County - License and Permit Fees and Repealing Obsolete Provisions

This bill makes numerous changes to the fees for specified beer, beer and wine (BW), and beer, wine, and liquor (BWL) alcoholic beverages licenses in Harford County. The bill repeals the authority of the Harford County Board of License Commissioners to issue a Class A wine license. The bill also repeals the authority of the board to issue a wine festival license and modifies the wine permit for a fund-raising event, setting the fee at \$50.

The bill takes effect July 1, 2016.

### **Fiscal Summary**

State Effect: None.

**Local Effect:** Harford County revenues increase by approximately \$41,300 annually beginning in FY 2017 due to increases in alcoholic beverages licensing fees. County expenditures are not affected.

**Small Business Effect:** Minimal.

### **Analysis**

**Bill Summary/Current Law:** The bill modifies the annual license fees for selected Class A, Class B, and Class C licenses as shown in **Exhibit 1**.

Exhibit 1 Harford County Alcoholic Beverages License Fees

License Type	<b>Current License Fee</b>	<b>Proposed License Fee</b>
Class A BW 6-day	\$625	\$700
Class A BW 7-day	850	950
Class B-1 BW 6-day	350	400
Class B-1 BW 7-day	500	550
Class B-2 BW 6-day	500	550
Class B-2 BW 7-day	700	800
Class B Cafe BW	1,575	1,750
Class C-1 BW 6-day	150	200
Class C-1 BW 7-day	225	250
Class C-2 BW 6-day	350	400
Class C-2 BW 7-day	425	500
Class C-3 BW 6-day	450	500
Class C-3 BW 7-day	525	600
Class A-1 off-sale BWL 7-day	1,470	1,650
Class A-2 off-sale BWL 6-day	980	1,100
Class B BWL 6-day (hotel)	2,260	2,500
Class B BWL 6-day (restaurant)	1,720	1,900
Class B BWL 7-day (hotel)	2,685	3,000
Class B BWL 7-day (restaurant)	2,145	2,400
Class B-3 restaurant/hotel 6-day (hotel)	2,620	2,900
Class B-3 restaurant/hotel 6-day (restaurant)	2,050	2,300
Class B-3 restaurant/hotel 7-day (hotel)	3,045	3,350
Class B-3 restaurant/hotel 7-day (restaurant)	2,435	2,700
Class BFD (fine dining) BWL 6-day	2,500	2,700
Class BFD (fine dining) BWL 7-day	2,900	3,200
Class BNR (newly opened restaurant) BWL	3,000	3,300

The bill modifies the annual license fees for selected war veterans' organization and fraternal organization licenses as shown in **Exhibit 2**.

Exhibit 2 War Veterans' and Fraternal Organization License Fees

License Type	<b>Current License Fee</b>	<b>Proposed License Fee</b>
6-day Class C-1 (war veterans'	\$350	\$400
organization) BWL with 50 to 99 members		
6-day Class C-1 (war veterans'	600	700
organization) BWL with 100 to		
250 members		
6-day Class C-1 (war veterans'	850	950
organization) BWL with 251 to		
450 members		
6-day Class C-1 (war veterans'	1,000	1,100
organization) BWL for at least		
451 members		
7-day Class C-1 (war veterans'	450	500
organization) BWL for 50 to 99 members		
7-day Class C-1 (war veterans'	700	800
organization) BWL for 100 to 250 members		
7-day Class C-1 (war veterans'	950	1,050
organization) BWL with 251 to		
450 members		
7-day Class C-1 (war veterans'	1,100	1,250
organization) BWL with at least		
451 members		
6-day Class C-2 (fraternal organization)	800	900
BWL with 100 to 250 members		
6-day Class C-2 (fraternal organization)	1,050	1,200
BWL with 251 to 450 members		
6-day Class C-2 (fraternal organization)	1,200	1,350
BWL with at least 451 members		
7-day Class C-2 (fraternal organization)	900	1,000
BWL with 100 to 250 members		
7-day Class C-2 (fraternal organization)	1,150	1,300
BWL with 251 to 450 members		
7-day Class C-2 (fraternal organization)	1,300	1,450
BWL with at least 451 members		

The bill modifies the annual license fees for specified specialty licenses as shown in **Exhibit 3**.

Exhibit 3 Specialty License Fees

License Type	<b>Current License Fee</b>	<b>Proposed License Fee</b>
6-day Class C-3 (country club, topiary	\$1,300	\$1,450
garden, or yacht or boat club) BWL		
7-day Class C-3 (country club, topiary	1,400	1,550
garden, or yacht or boat club) BWL		
Class D BWL on-sale 7-day	3,000	3,300
Class D BWL on- and off-sale 7-day	4,000	4,400
Class B-BB (bed and breakfast) BWL	1,000	1,100
Class CCFA (continuing care facility for the	5,000	5,500
aged) BWL		
Class GC (golf course) BWL	3,500	3,850
Class H-CC (corporate club/conference	3,000	3,300
center) BWL		
Class B (inn) BWL for 11 to 24 rooms or	2,500	2,750
suites		
Class B (inn) BWL for at least 25 rooms or	3,295	3,650
suites		
Stadium BWL	10,000	11,000
Class H caterer's BWL	1,500	1,650

The bill modifies the annual license fees for specified temporary licenses as shown in **Exhibit 4**.

Exhibit 4
Temporary License Fees

License Type	<b>Current License Fee</b>	<b>Proposed License Fee</b>
Class C per diem beer	\$15	\$50
Class C per diem BW	15	50
Class C per diem BWL	30	50
Class C-3 multiple event (on-sale) BWL for	250	300
up to 10 events per year		
Class C-3 multiple event (on-sale) BWL for	400	450
up to 20 events per year		
Class C-3 multiple event (on-sale) BWL for	550	650
up to 30 events per year		
Class C-3 multiple event (on-sale) BWL for	700	800
up to 40 events per year		
Class C-3 multiple event (on-sale) BWL for	850	950
up to 60 events per year		
Fire department multiple event BW license	150	200
up to 10 events per year		
Fire department multiple event BW license	300	350
up to 20 events per year		
Fire department multiple event BW license	450	500
up to 30 events per year		
Fire department multiple event BW license	600	700
up to 40 events per year		

**Local Revenues:** Harford County advises that there are currently 198 alcoholic beverages licenses issued for use in the county, with the county collecting \$367,640 in licensing fees. Based on the proposed increases in annual license fees included in the bill, Harford County revenues will increase by \$41,300 annually.

#### **Additional Information**

**Prior Introductions:** None.

Cross File: None.

HB 806/ Page 5

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

**Fiscal Note History:** First Reader - February 18, 2016

kb/hlb

Analysis by: Nathan W. McCurdy Direct Inquiries to:

(410) 946-5510 (301) 970-5510