## **HOUSE BILL 1425**

 $\begin{array}{c} \text{A2} & \text{7lr}1859 \\ \text{CF SB } 620 \end{array}$ 

By: Delegate McKay

Introduced and read first time: February 10, 2017

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 10, 2017

CHAPTER

- 1 AN ACT concerning
- 2 Washington County Alcoholic Beverages Wineries Special Event Permits
- 3 FOR the purpose of establishing a special event permit in Washington County; authorizing 4 a holder of a Class 3 winery license or a Class 4 limited winery license in the county to sell beer, wine produced by the holder, and liquor for on-premises consumption at 5 6 certain events; requiring the permit holder to notify the Board of License 7 Commissioners on or before a certain time before using the permit; establishing a certain limit on the number of times the permit may be used; providing for a certain 8 9 permit fee; providing for the termination of this Act; and generally relating to sales 10 of alcoholic beverages in Washington County.
- 11 BY repealing and reenacting, without amendments,
- 12 Article Alcoholic Beverages
- 13 Section 31–102
- 14 Annotated Code of Maryland
- 15 (2016 Volume and 2016 Supplement)
- 16 BY repealing and reenacting, with amendments,
- 17 Article Alcoholic Beverages
- 18 Section 31–401
- 19 Annotated Code of Maryland
- 20 (2016 Volume and 2016 Supplement)
- 21 BY adding to
- 22 Article Alcoholic Beverages

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.



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1
           Section 31–402.1
 2
           Annotated Code of Maryland
 3
           (2016 Volume and 2016 Supplement)
           SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.
 4
    That the Laws of Maryland read as follows:
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 6
                                 Article - Alcoholic Beverages
 7
    31 - 102.
           This title applies only in Washington County.
 8
 9
    31-401.
                 The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of
10
11
    Division I of this article apply in the county without exception or variation:
                        § 2–201 ("Issuance by Comptroller"):
12
                  (1)
                        § 2–202 ("Class 1 distillery license");
13
                 (2)
                        § 2–203 ("Class 9 limited distillery license");
14
                 (3)
                        § 2–204 ("Class 2 rectifying license");
15
                 (4)
16
                        [§ 2–205 ("Class 3 winery license");
                 (5)
                        § 2–206 ("Class 4 limited winery license");
17
                  (6)
18
                 (7)
                        § 2–207 ("Class 5 brewery license");
19
                  [(8)] (6)
                               § 2–210 ("Class 8 farm brewery license");
20
                               § 2–211 ("Residency requirement");
                  [(9)] (7)
21
                  [(10)] (8)
                              § 2–212 ("Additional licenses");
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                  [(11)] (9)
                              § 2–213 ("Additional fees");
                  [(12)] (10) § 2–214 ("Sale or delivery restricted");
23
24
                  [(13)] (11) § 2-216 ("Interaction between manufacturing entities and
25
    retailers"):
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- 1 [(14)] (12) § 2-217 ("Distribution of alcoholic beverages Prohibited 2 practices"); and
- 3 [(15)] (13) § 2–218 ("Restrictive agreements between producers and 4 retailers Prohibited").
- 5 (b) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 6 Division I of this article apply in the county:
- 7 (1)  $\S$  2–205 ("CLASS 3 WINERY LICENSE"), SUBJECT TO  $\S$  31–402.1 OF 8 THIS SUBTITLE;
- 9 (2)  $\S$  2–206 ("Class 4 limited winery license"), subject to  $\S$  10 31–402.1 of this subtitle;
- 11 **[**(1)**] (3)** § 2–208 ("Class 6 pub–brewery license"), subject to § 31–403 of 12 this subtitle:
- 13 **[(2)] (4)** § 2-209 ("Class 7 micro-brewery license"), subject to § 31-404 of 14 this subtitle; and
- 15 [(3)] (5) § 2–215 ("Beer sale on credit to retail dealer prohibited"), subject 16 to § 31–405 of this subtitle.
- 17 **31–402.1.**
- 18 (A) THERE IS A SPECIAL EVENT PERMIT.
- 19 (B) THE BOARD MAY ISSUE THE PERMIT TO A HOLDER OF A CLASS 3 WINERY 20 LICENSE OR A CLASS 4 LIMITED WINERY LICENSE.
- 21 (C) THE PERMIT AUTHORIZES THE HOLDER TO SELL FOR ON-PREMISES 22 CONSUMPTION BEER, WINE PRODUCED BY THE HOLDER, AND LIQUOR AT:
- 23 (1) AN EVENT FOR WHICH THE ENTIRE LICENSED PREMISES HAS 24 BEEN RENTED; OR
- 25 (2) AN EVENT THAT THE BOARD APPROVES.
- 26 (D) THE LICENSE HOLDER WHO INTENDS TO USE THE PERMIT SHALL NOTIFY THE BOARD AT LEAST 1 WEEK BEFORE THE EVENT IS TO OCCUR.
- 28 **(E)** THE LICENSE HOLDER MAY USE THE PERMIT NOT MORE THAN **60** TIMES 29 IN A YEAR.

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1 (	F)	THE ANNUAL	PERMIT	FEE	$\mathbf{IS}$	\$1.	.000

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2017. It shall remain effective for a period of <del>1 year and 6 months</del> 2 years and, at the end of <del>January 1, 2019, June 30, 2019, with no further action required by the General Assembly, this Act shall be abrogated and of no further force and effect.</del>

Approved:	
	Governor.
	Speaker of the House of Delegates.

President of the Senate.