HOUSE BILL 1320

8lr1207 CF SB 322

By: **Delegate Corderman** Introduced and read first time: February 9, 2018 Assigned to: Economic Matters

Committee Report: Favorable House action: Adopted Read second time: March 7, 2018

CHAPTER _____

1 AN ACT concerning

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Washington County – Alcoholic Beverages – Per Diem Licenses

3 FOR the purpose of repealing the Class C per diem beer, Class C per diem beer and wine, 4 and Sunday picnic licenses in Washington County; altering the requirements for a $\mathbf{5}$ Class C per diem beer, wine, and liquor license in Washington County to authorize 6 the license to be issued to a certain corporation, society, organization, association, or 7 other entity that meets certain requirements; altering the privileges of the license to 8 authorize a license holder to sell or serve beer, wine, or liquor for on-premises 9 consumption during a certain event; authorizing the Board of License 10 Commissioners to issue multiple licenses to a single applicant; requiring a separate 11 license for each day of an event; altering the number of consecutive days for which 12the Board may issue the license; requiring an applicant for the license to provide 13certain documentation; establishing certain gualifications for individuals applying 14 for the license; specifying certain conditions under which a license holder may serve 15or sell alcoholic beverages during a certain event; requiring alcoholic beverages sold under the license to be purchased from a licensed wholesaler or retail dealer; 1617prohibiting a licensed wholesaler from donating alcoholic beverages to the license 18 holder; requiring the license holder to submit a certain financial statement within a 19certain time; altering the days and hours during which a license holder may exercise 20the privileges of the license; altering the fee for the license; making certain 21conforming changes; and generally relating to alcoholic beverages licenses in 22Washington County.

- 23 BY repealing and reenacting, without amendments,
- 24 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.



| $ \begin{array}{c} 1 \\ 2 \\ 3 \end{array} $ | Section 1–101(e) and 31–102 Annotated Code of Maryland (2016 Volume and 2017 Supplement) |
|--|--|
| 4 5 6 7 8 | BY repealing and reenacting, with amendments, Article – Alcoholic Beverages Section 31–1301, 31–1312, and 31–1314 Annotated Code of Maryland (2016 Volume and 2017 Supplement) |
| 9 10 11 12 13 | BY repealing Article – Alcoholic Beverages Section 31–1313 Annotated Code of Maryland (2016 Volume and 2017 Supplement) |
| $\begin{array}{c} 14 \\ 15 \end{array}$ | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: |
| 16 | Article – Alcoholic Beverages |
| 17 | 1–101. |
| 18 | (e) "Club" means an association or a corporation that is: |
| 19 20 | (1) organized and operated exclusively for educational, social, fraternal, patriotic, political, or athletic purposes; and |
| 21 | (2) nonprofit. |
| 22 | 31–102. |
| 23 | This title applies only in Washington County. |
| 24 | 31–1301. |
| $\begin{array}{c} 25\\ 26 \end{array}$ | (a) The following sections of Title 4, Subtitle 12 ("Temporary Licenses") of Division I of this article apply in the county without exception or variation: |
| 27 | (1) § $4-1202$ ("Per diem licenses"); |
| $\begin{array}{c} 28\\ 29 \end{array}$ | [(2) § 4–1203 ("Class C per diem beer and Class C per diem beer and wine licenses");] |
| 30 | [(3)] (2) § 4–1206 ("License to dispose of stock"); |
| 31 | [(4)] (3) § 4–1207 ("Temporary move of licensed premises"); |

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| 1 | [(5)] (4) § 4–1208 ("Hours and days of sale"); and |
|--|--|
| 2 | [(6)] (5) § 4–1209 ("Wine permit for fund–raising event"). |
| $\frac{3}{4}$ | (b) The following sections of Title 4, Subtitle 12 ("Temporary Licenses") of Division I of this article do not apply in the county: |
| 5 6 | (1) § 4–1203 ("Class C per diem beer and Class C per diem beer and wine licenses"); |
| 7 8 | (2) § 4–1204 ("Class C per diem beer, wine, and liquor license"), which is superseded by § 31–1312 of this subtitle; and |
| 9 10 | [(2)] (3) § 4–1205 ("License fees"), which is superseded by § 31–1314 of this subtitle. |
| 11 | 31–1312. |
| 12 | (a) There is a Class C per diem beer, wine, and liquor license. |
| 13 | (b) The Board may issue the license to: |
| $\begin{array}{c} 14\\ 15\\ 16\end{array}$ | (1) a club that has an annual on-sale beer, wine, and liquor license FOR USE AT A PLACE OTHER THAN THE LICENSE HOLDER'S REGULAR PLACE OF BUSINESS; OR |
| 17 18 19 | (2) A CORPORATION, A SOCIETY, AN ORGANIZATION, AN ASSOCIATION, OR ANY OTHER ENTITY THAT DOES NOT HAVE AN ANNUAL ON–SALE BEER, WINE, AND LIQUOR LICENSE AND HAS: |
| 20 | (I) NONPROFIT STATUS; OR |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | (II) A FEDERAL IDENTIFICATION NUMBER ASSIGNED BY THE INTERNAL REVENUE SERVICE. |
| 23 24 25 26 | (c) The license AUTHORIZES THE LICENSE holder [may] TO sell OR SERVE beer, wine, and liquor FOR ON–PREMISES CONSUMPTION at [a place other than the license holder's regular place of business] THE PLACE DESCRIBED IN THE LICENSE DURING AN EVENT THAT REQUIRES AN ADMISSION FEE, A TICKET, OR A DONATION. |
| 27 28 29 | (d) (1) SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE BOARD MAY ISSUE MULTIPLE CLASS C PER DIEM BEER, WINE, AND LIQUOR LICENSES TO A SINGLE APPLICANT. |

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(2) A SEPARATE CLASS C PER DIEM BEER, WINE, AND LIQUOR 1 $\mathbf{2}$ LICENSE IS REQUIRED FOR EACH DAY OF A MULTIPLE DAY EVENT. 3 (3) The Board may not issue the CLASS C PER DIEM BEER, WINE, AND LIQUOR license for more than [5] 7 consecutive days. 4 $\mathbf{5}$ **(E)** (1) AN APPLICANT FOR THE LICENSE SHALL: 6 **(I)** SUBMIT AN APPLICATION ON THE FORM THAT THE BOARD 7 **PROVIDES; AND** 8 **(II) PROVIDE PROOF THAT THE APPLICANT HAS:** 9 1. NONPROFIT STATUS; OR 10 2. A FEDERAL IDENTIFICATION NUMBER ASSIGNED BY THE INTERNAL REVENUE SERVICE. 11 12(2) **(I)** A LICENSE SHALL BE APPLIED FOR AND ISSUED TO THREE 13INDIVIDUALS AFFILIATED WITH THE APPLICANT, EACH OF WHOM: 141. IN APPEARS PERSON TO PRESENT PROPER 15**QUALIFICATIONS AT THE TIME THE APPLICATION IS FILED;** 16 2. IS AT LEAST 21 YEARS OLD; AND 173. IS A REGISTERED VOTER IN THE COUNTY AND A 18 CITIZEN OF THE UNITED STATES. 19 AT LEAST ONE OF THE INDIVIDUALS SHALL HAVE BEEN A **(II)** RESIDENT OF THE COUNTY FOR THE 2 YEARS IMMEDIATELY BEFORE FILING THE 2021APPLICATION. 22**(F) THE LICENSE HOLDER:** 23AT THE EVENT FOR WHICH THE LICENSE IS ISSUED, SHALL (1) DISTRIBUTE A WRISTBAND TO EACH INDIVIDUAL WHO IS AT LEAST 21 YEARS OLD; 2425AND 26MAY NOT SERVE BEER, WINE, OR LIQUOR TO AN INDIVIDUAL WHO (2) 27DOES NOT WEAR A WRISTBAND.

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1 (G) AT ALL TIMES DURING THE EVENT, THE LICENSE HOLDER SHALL 2 ENSURE THAT:

3 (1) ONE CERTIFIED CROWD CONTROL MANAGER WHO HAS OBTAINED 4 A CROWD CONTROL TRAINING CERTIFICATE FROM A PROGRAM THAT IS CERTIFIED 5 BY THE BOARD IS ON THE LICENSED PREMISES FOR EVERY 250 INDIVIDUALS 6 PRESENT; AND

7 (2) ONE INDIVIDUAL WHO HAS COMPLETED A CERTIFIED ALCOHOL 8 AWARENESS PROGRAM IS ON THE LICENSED PREMISES.

9 (H) (1) ALCOHOLIC BEVERAGES SOLD UNDER THE LICENSE SHALL BE 10 PURCHASED BY THE LICENSE HOLDER FROM A LICENSED WHOLESALER OR RETAIL 11 DEALER.

12 (2) A LICENSED WHOLESALER MAY NOT DONATE ALCOHOLIC 13 BEVERAGES TO THE LICENSE HOLDER.

14 (I) WITHIN 30 DAYS AFTER AN EVENT, THE LICENSE HOLDER SHALL 15 SUBMIT TO THE BOARD A SIGNED AND NOTARIZED FINANCIAL STATEMENT 16 SHOWING:

- 17 (1) THE TOTAL AMOUNT OF PROCEEDS FROM THE EVENT; AND
- 18 (2) THE DISBURSEMENT OF THE PROCEEDS.
- 19 (J) A LICENSE HOLDER MAY SELL OR SERVE BEER, WINE, AND LIQUOR:
- 20 (1) ON MONDAY THROUGH SATURDAY, FROM 10 A.M. TO 2 A.M. THE 21 FOLLOWING DAY; OR
- 22 (2) ON SUNDAY, FROM NOON TO MIDNIGHT.
- 23 [31-1313.

24 (1) A picnic license authorizes a club owner to sell beer at a place other 25 than the club owner's regular place of business.

26 (2) The license may be exercised only on Sunday between noon and 27 midnight.]

- 28 31–1314.
- 29 The [license fee is:

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(1) \$15 per day for a Class C per diem beer license;

2 (2) \$25 per day for a Class C per diem beer and wine license;

3 (3) \$30 per day for a Class C per diem beer, wine, and liquor license, except 4 there is no fee on Sunday; and

5 (4) \$15 per day for a "picnic" license] FEE FOR A CLASS C PER DIEM
6 BEER, WINE, AND LIQUOR LICENSE IS \$100 PER DAY.

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July8 1, 2018.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.