

Department of Legislative Services
Maryland General Assembly
2020 Session

FISCAL AND POLICY NOTE
Third Reader

House Bill 642

(Anne Arundel County Delegation)

Economic Matters

Education, Health, and Environmental Affairs

Anne Arundel County - Alcoholic Beverages - Barbershop and Beauty Salon
License

This bill establishes a beauty salon and barbershop beer and wine alcoholic beverages license in Anne Arundel County. The bill authorizes the Anne Arundel County Board of License Commissioners to issue the license to the holders of specified beauty salon or barbershop permits. A license holder may provide up to five ounces of beer or wine by the glass for on-premises consumption only while performing activities generally related to beauty salons or barbershops or while the customer is attending a fund-raising event at the barbershop or beauty salon. The license holder may provide beer and wine for on-premises consumption during normal business hours but not after 9:00 p.m. The annual fee is \$100. **The bill takes effect July 1, 2020.**

Fiscal Summary

State Effect: None.

Local Effect: Anne Arundel County license revenues increase minimally due to additional license fees under the bill. Anne Arundel County can monitor additional licenses with existing resources.

Small Business Effect: Minimal overall, but potentially meaningful for beauty salons and barbershops that obtain a license under the bill.

Analysis

Current Law:

Under the Business Occupations and Professions Article, a “beauty salon” is any commercial establishment, excluding barbershops, where cosmetology is practiced. Cosmetology includes (1) providing hair services; (2) arching or dyeing eyebrows; (3) dyeing eyelashes; (4) providing esthetic services; or (5) providing nail technician services. Cosmetology does not include merely shampooing hair or fitting, styling, and selling wigs or hairpieces, and services generally relating to hair braiding without the use of dyes and chemicals.

The Business Occupations and Professions Article also defines “barbering service” to include (1) cutting, razor cutting, styling, relaxing, body waving, shampooing, or coloring the hair; (2) shaving or trimming the beard; (3) massaging the face; (4) designing, fitting, or cutting a hairpiece; or (5) performing any other similar procedure on the hair, beard, face, or hairpiece of the individual. Barbering does not include the mere sale of wigs or hairpieces, or specified services performed by an employee under the supervision of a master barber.

Background: In fiscal 2019, there were 553 alcoholic beverages licenses issued in Anne Arundel County.

Local Fiscal Effect: Anne Arundel County revenues increase by \$100 annually for each beauty salon and barbershop beer and wine license issued under the bill. Anne Arundel County advises that five individuals have expressed interest in such a license. If five individuals applied for the license, Anne Arundel County revenues increase by \$500 annually. Any increase in inspections and enforcement activity can likely be absorbed with existing resources.

Additional Information

Prior Introductions: None.

Designated Cross File: SB 361 (Senator Beidle, *et al.*) - Education, Health, and Environmental Affairs.

Information Source(s): Anne Arundel County; Comptroller’s Office; Department of Legislative Services

Fiscal Note History: First Reader - February 13, 2020
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