1lr2749 CF HB 1241

# By: Senator Young

Introduced and read first time: February 9, 2021 Assigned to: Education, Health, and Environmental Affairs

### A BILL ENTITLED

### 1 AN ACT concerning

# Frederick County – Alcoholic Beverages – Class B Licenses – Off–Premises Consumption

4 FOR the purpose of authorizing the holders of certain Class B licenses that authorize the  $\mathbf{5}$ sale of alcoholic beverages at a restaurant in Frederick County to sell certain 6 alcoholic beverages for off-premises consumption or delivery under certain 7 circumstances; altering the application of a certain provision on delivery of alcoholic 8 beverages in the county; establishing certain requirements for the sale and delivery 9 of alcoholic beverages for off-premises consumption in the county; requiring the 10 license holder to register with the Board of License Commissioners for Frederick 11 County in a certain manner; requiring certain alcoholic beverages sold or delivered 12for off-premises consumption to be packaged in a certain manner; requiring delivery 13 of certain alcoholic beverages to be made by the license holder or an employee of the license holder; prohibiting delivery of certain alcoholic beverages to certain premises 14 15or addresses; and generally relating to alcoholic beverages in Frederick County.

- 16 BY repealing and reenacting, without amendments,
- 17 Article Alcoholic Beverages
- 18 Section 20–102, 20–602, and 20–803
- 19 Annotated Code of Maryland
- 20 (2016 Volume and 2020 Supplement)
- 21 BY repealing and reenacting, with amendments,
- 22 Article Alcoholic Beverages
- 23 Section 20–902, 20–904, and 20–1901
- 24 Annotated Code of Maryland
- 25 (2016 Volume and 2020 Supplement)
- 26 BY adding to
- 27 Article Alcoholic Beverages
- 28 Section 20–1904

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



	2 SENATE BILL 791
$\frac{1}{2}$	Annotated Code of Maryland (2016 Volume and 2020 Supplement)
$\frac{3}{4}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
5	Article – Alcoholic Beverages
6	20–102.
7	This title applies only in Frederick County.
8	20-602.
9	(a) There is a Class B beer license.
$10 \\ 11 \\ 12$	(b) (1) Subject to paragraph (2) of this subsection, the license authorizes the license holder to sell beer at retail at a hotel or restaurant at the place described in the license for on- and off-premises consumption.
$13 \\ 14 \\ 15$	(2) (i) This paragraph does not apply to a license holder that held the license on December 31, 1993, or to a person who has a permit for a building that was under construction on that date.
16 17 18 19	(ii) Except for recreational use premises such as bowling alleys and pool halls, the area normally used as a restaurant for the preparation and consumption of food and beverages on the licensed premises may not occupy less than 80% of the total area of the licensed premises.
20	(c) The annual license fee is \$130.
21	20-803.
22	(a) There is a Class B beer and wine license.
$23 \\ 24 \\ 25$	(b) The license authorizes the license holder to sell beer and wine at a hotel or restaurant, at retail, at the place described in the license, for on- and off-premises consumption.
26	(c) (1) This subsection does not apply to:
27	(i) a license holder licensed on or before December 31, 1993;
$\begin{array}{c} 28\\ 29 \end{array}$	(ii) a person who had a permit for a building under construction on December 31, 1993; or
30	(iii) a recreational establishment, such as a bowling alley or pool hall.

1 (2)The area of the licensed premises normally used as a restaurant for the  $\mathbf{2}$ preparation and consumption of food and beverages may not occupy less than 80% of the 3 square footage of the premises. 4 (d) The annual license fee is \$160. 20 - 902. $\mathbf{5}$ 6 (a) There is a Class B license in the Ballenger (23rd) election district. 7 (b) The Board may issue the license for use by a luxury-type restaurant that has: (1)8 a capital investment of at least \$250,000 for dining room facilities and 9 kitchen equipment, not including the cost of land, buildings, or leases; and 10 (2)seating for at least 28 individuals. 11 The license authorizes the sale of beer, wine, and liquor for: (c)12(1) on-premises consumption; AND **OFF-PREMISES CONSUMPTION IN ACCORDANCE WITH § 20–1904** 13(2) 14OF THIS TITLE. The license holder may sell beer, wine, and liquor during the hours and days 15(d) as set out under § 20–2006(d) of this title. 16 17(e) The annual license fee is \$1,500. The Board shall define "luxury-type restaurant" by regulation. 18 (f) 20 - 904.19 20There is a Class B beer, wine, and liquor hotel or restaurant license. (a) 21(b) The Board may issue the license for use by a hotel that: 22is an establishment for the accommodation of the public providing (1)service ordinarily found in hotels; 2324(2)contains: 25(i) at least 25 rooms: a lobby with a registration and mail desk; and 26(ii)

1 seating facilities and a dining room that serves full-course meals (iii)  $\mathbf{2}$ at least twice daily and that has a regular seating at tables, not including seats at bars or 3 counters, for 28 or more individuals; and 4 is operated in a facility that: (3)is valued for State and local assessment and taxation at not less  $\mathbf{5}$ (i) 6 than \$20,000; and 7 (ii) has personal property valued for State and local assessment and 8 taxation at not less than \$3,000. 9 (c) Subject to paragraph (2) of this subsection, the Board may issue the (1)10 license for use by a restaurant that: 11 (i) serves full-course meals at least twice daily; 12(ii) has regular seating at tables, not including seats at bars or counters, for 28 or more individuals; 1314(iii) is operated in a facility valued for State and local assessment and 15taxation at not less than \$40,000; and 16(iv) has personal property valued for State and local assessment and 17taxation at not less than \$5,000. This subsection does not apply to or affect any license holder that 18 (2)(i) 19 had the license on December 31, 1993, or to a person who has a permit for a building that 20was under construction on that date. 21(ii) The area normally used as a restaurant for the preparation and 22consumption of food and beverages shall occupy at least 80% of the square foot area of the 23licensed premises, except for premises used for recreation, such as a bowling alley or pool 24hall. 25(3)The license holder may remove tables and chairs to accommodate (i) additional patrons at not more than four special events held in the restaurant in a calendar 2627year. 28(ii) A restaurant that removes its tables and chairs for a special 29event: 30 1. shall give notice to the Board at least 1 week before the 31 event: shall store the removed tables and chairs in an 2. 32

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$\frac{1}{2}$	appropriate location in the restaurant and in a manner that does not block the exits of the restaurant; and
$\frac{3}{4}$	3. may not allow into the restaurant more than the maximum number of occupants that the County Fire Marshal allows.
5	(d) (1) The license issued for a hotel or restaurant:
6 7	(i) authorizes the sale of beer, wine, and liquor for on-premises consumption where meals are prepared and served; and
8 9	(ii) prohibits sales for consumption anywhere else <b>ON-PREMISES</b> including at a bar or counter.
10 11 12	(2) The license issued for a restaurant authorizes the sale for off-premises consumption of beverages [with an alcoholic content of not more than 14.5%] IN ACCORDANCE WITH § 20-1904 OF THIS TITLE.
13	(e) The Board may issue not more than 10 licenses to the same license holder.
$\begin{array}{c} 14 \\ 15 \end{array}$	(f) The license holder may sell beer, wine, and liquor during the hours and days as set out for a Class B beer, wine, and liquor license under § 20–2005(b) of this title.
16	(g) The annual license fee is:
17	(1) \$1,500 for a restaurant; and
18	(2) \$2,000 for a hotel.
19	20–1901.
$\begin{array}{c} 20\\ 21 \end{array}$	(a) The following sections of Title 4, Subtitle 5 ("Conduct of Local License Holders") of Division I of this article apply in the county without exception or variation:
22	(1) § 4–502 ("Storage of alcoholic beverages");
23	(2) § 4–503 ("Solicitations and sales outside of licensed premises");
24	(3) § 4–506 ("Evidence of purchaser's age"); AND
25	(4) [§ 4–507 ("Retail delivery of alcoholic beverages"); and
26	(5)] § 4–508 ("Display of license").
$\begin{array}{c} 27\\ 28 \end{array}$	(b) The following sections of Title 4, Subtitle 5 ("Conduct of Local License Holders") of Division I of this article apply in the county:

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1 (1) § 4–504 ("Employment of underage individuals"), subject to § 20–1902 2 of this subtitle; [and]

3 (2) § 4–505 ("Alcohol awareness program"), subject to § 20–1903 of this 4 subtitle; AND

5 (3) § 4-507 ("RETAIL DELIVERY OF ALCOHOLIC BEVERAGES"), 6 SUBJECT TO § 20-1904 OF THIS SUBTITLE.

7 **20–1904.** 

8 (A) THIS SECTION APPLIES ONLY TO A CLASS B LICENSE THAT AUTHORIZES 9 THE SALE OF ALCOHOLIC BEVERAGES AT A RESTAURANT FOR ON-PREMISES 10 CONSUMPTION OR FOR ON- AND OFF-PREMISES CONSUMPTION.

11 (B) A LICENSE HOLDER UNDER THIS SECTION MAY SELL ANY ALCOHOLIC 12 BEVERAGES AUTHORIZED UNDER ITS LICENSE, INCLUDING, IF AUTHORIZED, A 13 MIXED DRINK OR COCKTAIL, IN A SEALED OR CLOSED CONTAINER FOR 14 OFF-PREMISES CONSUMPTION OR DELIVERY IF:

15(1) THE ALCOHOLIC BEVERAGE IS PURCHASED ALONG WITH16PREPARED FOOD OTHER THAN PREPACKAGED SNACKS;

- 17 (2) THE INDIVIDUAL PURCHASING THE ALCOHOLIC BEVERAGE:
- 18 (I) IS AT LEAST 21 YEARS OF AGE;
- 19 (II) PROVIDES VALID IDENTIFICATION AS PROOF OF AGE; AND

20 (III) IF THE SALE IS FOR DELIVERY, PROVIDES ANY 21 DOCUMENTATION THAT THE BOARD REQUIRES;

(3) THE LICENSE HOLDER HAS REGISTERED AND RECEIVED WRITTEN
AUTHORIZATION FROM THE BOARD TO SELL ALCOHOLIC BEVERAGES AUTHORIZED
UNDER ITS LICENSE FOR OFF-PREMISES CONSUMPTION OR DELIVERY;

25 (4) EACH ALCOHOLIC BEVERAGE SOLD FOR OFF-PREMISES 26 CONSUMPTION OR DELIVERY IS:

(I) PROVIDED IN THE MANUFACTURER'S ORIGINAL SEALED
CONTAINER OR IN A CONTAINER CLOSED WITH A CAP, CORK, SEAL, OR LID WITH NO
HOLES FOR STRAWS OR SIPPING; AND

1	(II) SOLD OR DELIVERED NOT LATER THAN 11 P.M.;
$2 \\ 3 \\ 4$	(5) THE DELIVERY OF AN ALCOHOLIC BEVERAGE IS MADE FROM THE LICENSED PREMISES ONLY BY THE LICENSE HOLDER OR THE HOLDER'S EMPLOYEE TO THE INDIVIDUAL PURCHASING THE ALCOHOLIC BEVERAGE; AND
5	(6) THE ALCOHOLIC BEVERAGE IS NOT DELIVERED TO:
6 7	(I) ANOTHER PREMISES LICENSED TO SELL ALCOHOLIC BEVERAGES; OR
8	(II) AN ADDRESS LOCATED OUTSIDE THE COUNTY.
9	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June

10 1, 2021.