# **Department of Legislative Services**

Maryland General Assembly 2021 Session

# FISCAL AND POLICY NOTE Third Reader

House Bill 632

(Delegate Beitzel)

**Economic Matters** 

Education, Health, and Environmental Affairs

## **Garrett County - Alcoholic Beverages Act of 2021**

This bill removes the one-time issuing fees for new Class C (club and organization) beer, wine, and liquor licenses and new art establishment licenses issued in Garrett County. The bill also authorizes a Class C per diem beer, wine, and liquor license holder to purchase liquor, in addition to beer and wine, from a wholesaler. **The bill takes effect July 1, 2021.** 

#### **Fiscal Summary**

State Effect: None.

**Local Effect:** None. The bill clarifies current law, as discussed below.

**Small Business Effect:** Minimal.

### **Analysis**

### **Bill Summary/Current Law:**

License Issuance Fees

In Garrett County, there is a Class C (club and organization) beer, wine, and liquor license. Current law requires the board to charge a one-time issuing fee for a new license in an amount equal to the annual license fee (\$1,500 for a six-day license or \$1,750 for a seven-day license). There is also an art establishment license, which has an annual license fee of \$205 and a one-time issuing fee for a new license of \$205. The bill repeals the one-time issuing fees for both types of licenses to conform with § 21-1406 of the Alcoholic

Beverages Article, which exempts a nonprofit license holder in Garrett County from paying an issuing fee for a new license, as specified.

Class C Per Diem Beer, Wine, and Liquor License

Under current law, a holder of a Class C per diem beer, wine, and liquor license in Garrett County may purchase beer and wine from a wholesaler, or beer, wine, and liquor from a retailer. The bill alters the statutory language and authorizes license holders to purchase beer, wine, and liquor from either a wholesaler or retailer.

**Local Fiscal Effect:** Garrett County advises that they currently do not charge an issuing fee to new Class C per diem beer, wine, and liquor licenses or new art establishment licenses issued in the county. Rather, the bill conforms the affected provisions of these licenses with § 21-1406 of the Alcoholic Beverages Article, which exempts a nonprofit license holder in Garrett County from paying an issuing fee for a new license, as specified.

#### **Additional Information**

**Prior Introductions:** None.

Designated Cross File: SB 451 (Senator Edwards) - Education, Health, and

Environmental Affairs.

**Information Source(s):** Department of Legislative Services

**Fiscal Note History:** First Reader - February 15, 2021 rh/tso Third Reader - March 17, 2021

Analysis by: Tyler Allard Direct Inquiries to:

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