Department of Legislative Services

Maryland General Assembly 2021 Session

FISCAL AND POLICY NOTE Third Reader - Revised

(Senators Beidle and Elfreth)

Education, Health, and Environmental Affairs

Economic Matters

Anne Arundel County - Alcoholic Beverages - Class MT License

This bill establishes a Class MT (movie theater) beer and wine license in Anne Arundel County. The Anne Arundel County Board of License Commissioners may issue the license to the owner of a movie theater in the county that holds a crowd control training certification. The license authorizes the sale of beer and wine for on-premises consumption, as specified. The license holder is authorized to sell beer and wine from 4:00 p.m. to midnight and is subject to specified alcohol awareness training requirements. The annual license fee is \$1,200. The bill takes effect July 1, 2021.

Fiscal Summary

State Effect: None.

Senate Bill 489

Local Effect: Anne Arundel County license revenues increase by approximately \$3,600 annually beginning in FY 2022, as discussed below. Anne Arundel County can monitor additional licenses with existing resources.

Small Business Effect: Minimal overall but potentially meaningful for movie theaters obtaining a license under the bill.

Analysis

Bill Summary: The Class MT beer and wine license requires beer and wine to only be sold in single-serve containers and from a counter separate from a counter serving food and nonalcoholic beverages. Beer and wine may be consumed only in the lobby or public viewing theater of the licensed premises. License holders are authorized to serve a patron only a single serving of beer or wine at a time, with a maximum of two servings of beer or

wine per patron per day. License holders are prohibited from allowing alcohol purchased at the movie theater to be removed from the licensed premises and are not required to obtain an additional license to provide alcoholic beverages on Sunday.

The holder of an alcoholic beverages license for a movie theater may only renew the license as a Class MT beer and wine license.

Current Law: Generally, an alcoholic beverages license holder in Anne Arundel County or an individual designated by the license holder who is employed in a supervisory capacity must be certified by an approved alcohol awareness program and be present on the licensed premises at all times when alcoholic beverages may be sold. A license holder who violates this requirement is subject to a \$100 fine for a first offense. For each subsequent offense, the license holder is subject to a fine of up to \$500, or a suspension or revocation of the license, or both.

Local Fiscal Effect: Anne Arundel County revenues increase by \$1,200 annually for each Class MT license issued under the bill. The board estimates issuing three to four Class MT licenses in the county. If the board issues three Class MT licenses, revenues increase \$3,600 annually beginning in fiscal 2022. Any increase in inspection and enforcement activity can be absorbed with existing resources.

Additional Information

Prior Introductions: HB 651 of 2020, a similar bill, passed the House with amendments and was referred to the Senate Education, Health, and Environmental Affairs Committee, but no further action was taken. Its cross file, SB 360, passed the Senate with amendments and was referred to the House Economic Matters Committee, but no further action was taken.

Designated Cross File: HB 679 (Delegate Rogers) - Economic Matters.

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

Fiscal Note History:	First Reader - February 16, 2021
rh/tso	Third Reader - March 19, 2021
	Revised - Amendment(s) - March 19, 2021

Analysis by: Hillary J. Cleckler

Direct Inquiries to: (410) 946-5510 (301) 970-5510