A2 4lr 1675

By: Senator McKay

Introduced and read first time: January 19, 2024

Assigned to: Finance

## A BILL ENTITLED

1 AN ACT concerning

2

<b>Garrett County</b>	Alcoholic Beverages	Act of 2024

3 FOR the purpose of establishing a resort beer license, a resort beer and wine license, and a 4 beer, wine, and liquor festival license in Garrett County; altering the hours of sale 5 for alcoholic beverages on Sundays for certain licenses; altering the residency 6 requirements for certain applicants for an alcoholic beverages license in the county; 7 prohibiting alcoholic beverages from being brought into places of adult 8 entertainment and consumed or transferred; establishing certain penalties for a 9 person that brings alcoholic beverages into a place of adult entertainment and consumes or transfers the alcoholic beverages; altering the maximum fine for 10 11 violating an alcoholic beverages law affecting the county; and generally relating to alcoholic beverages in Garrett County. 12

- 13 BY repealing and reenacting, without amendments,
- 14 Article Alcoholic Beverages and Cannabis
- 15 Section 21–102 and 21–2002(a)
- 16 Annotated Code of Maryland
- 17 (2016 Volume and 2023 Supplement)
- 18 BY adding to
- 19 Article Alcoholic Beverages and Cannabis
- 20 Section 21–1002, 21–1002.1, 21–1304.3, 21–1408, and 21–2502
- 21 Annotated Code of Maryland
- 22 (2016 Volume and 2023 Supplement)
- 23 BY repealing and reenacting, with amendments,
- 24 Article Alcoholic Beverages and Cannabis
- 25 Section 21–1002, 21–1401, 21–2002(f), 21–2003, 21–2004, and 21–2802
- 26 Annotated Code of Maryland
- 27 (2016 Volume and 2023 Supplement)



- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 1 2 That the Laws of Maryland read as follows: 3 Article - Alcoholic Beverages and Cannabis 21-102.4 This title applies only in Garrett County. 5 21-1002. 6 THERE IS A CLASS B-RESORT BEER LICENSE. 7 (A) 8 (B) THE BOARD MAY ISSUE THE LICENSE TO A LICENSE HOLDER FOR A 9 COMPLEX THAT HAS AT LEAST TWO FACILITIES THAT ARE: 10 **(1)** LOCATED ON THE SAME CONTIGUOUS PROPERTY; 11 **(2)** SEPARATED BY AT LEAST 150 FEET FROM THE MAIN AREA OF THE 12 LICENSED PREMISES; AND 13 DETERMINED BY THE BOARD **(3)** TO  $\mathbf{BE}$ HOTEL, MOTEL, RECREATIONAL, OR RESTAURANT FACILITIES. 14 15 THE LICENSE AUTHORIZES THE LICENSE HOLDER TO SELL BEER FOR 16 ON- OR OFF-PREMISES CONSUMPTION AT A HOTEL, MOTEL, RECREATIONAL, OR RESTAURANT FACILITY AT RETAIL AT THE PLACE DESCRIBED IN THE LICENSE. 17 18 THE LICENSE HOLDER MAY SELL BEER DURING THE HOURS AND DAYS AS SET OUT FOR A CLASS B BEER LICENSE UNDER § 21–2002 OF THIS TITLE. 19 20 (E) THE ANNUAL LICENSE FEES ARE: 21 **(1)** \$300 FOR A 6-DAY LICENSE FOR TWO FACILITIES; 22**(2)** \$150 FOR EACH ADDITIONAL FACILITY FOR A 6-DAY LICENSE; 23**(3)** \$350 FOR A 7-DAY LICENSE FOR TWO FACILITIES; AND 24**(4)** \$175 FOR EACH ADDITIONAL FACILITY FOR A 7-DAY LICENSE.
- 25 **(F)** THE BOARD SHALL CHARGE A ONE-TIME ISSUING FEE FOR A NEW 26 LICENSE IN AN AMOUNT EQUAL TO THE ANNUAL LICENSE FEE.

- 1 **21–1002.1.**
- 2 (A) THERE IS A CLASS B-RESORT BEER AND WINE LICENSE.
- 3 (B) THE BOARD MAY ISSUE THE LICENSE TO A LICENSE HOLDER FOR A 4 COMPLEX THAT HAS AT LEAST TWO FACILITIES THAT ARE:
- 5 (1) LOCATED ON THE SAME CONTIGUOUS PROPERTY;
- 6 (2) SEPARATED BY AT LEAST 150 FEET FROM THE MAIN AREA OF THE TURNSED PREMISES; AND
- 8 (3) DETERMINED BY THE BOARD TO BE HOTEL, MOTEL, 9 RECREATIONAL, OR RESTAURANT FACILITIES.
- 10 (C) THE LICENSE AUTHORIZES THE LICENSE HOLDER TO SELL AT A HOTEL, 11 MOTEL, RECREATIONAL, OR RESTAURANT FACILITY AT RETAIL AT THE PLACE
- 12 DESCRIBED IN THE LICENSE:
- 13 (1) BEER AND WINE FOR ON-PREMISES CONSUMPTION; AND
- 14 (2) BEER FOR OFF-PREMISES CONSUMPTION.
- 15 (D) THE LICENSE HOLDER MAY SELL BEER AND WINE DURING THE HOURS
  16 AND DAYS AS SET OUT FOR A CLASS B BEER AND WINE LICENSE UNDER § 21–2003
  17 OF THIS TITLE.
- 18 **(E)** THE ANNUAL LICENSE FEES ARE:
- 19 **(1)** \$700 FOR A 6-DAY LICENSE FOR TWO FACILITIES;
- 20 **(2)** \$350 FOR EACH ADDITIONAL FACILITY FOR A 6-DAY LICENSE;
- 21 (3) \$820 FOR A 7-DAY LICENSE FOR TWO FACILITIES; AND
- 22 (4) \$410 FOR EACH ADDITIONAL FACILITY FOR A 7-DAY LICENSE.
- 23 **(F)** THE BOARD SHALL CHARGE A ONE-TIME ISSUING FEE FOR A NEW 24 LICENSE IN AN AMOUNT EQUAL TO THE ANNUAL LICENSE FEE.
- 25 [21–1002.] **21–1002.2.**
- 26 (a) There is a Class B-resort beer, wine, and liquor license.

- 1 The Board may issue the license to a license holder for a complex that has at 2 least two facilities that are: 3 (1) located on the same contiguous property; 4 (2)separated by at least 150 feet from the main area of the licensed 5 premises; and 6 determined by the Board to be hotel, motel, recreational, or restaurant (3)7 facilities. 8 (c) The license authorizes the license holder to sell at a hotel, motel, 9 **RECREATIONAL**, or restaurant **FACILITY** at retail at the place described in the license: 10 (1) beer, wine, and liquor for on-premises consumption; and 11 **(2)** beer for off-premises consumption. 12 The license holder may sell beer, wine, and liquor during the hours and days 13 as set out for a Class B beer, wine, and liquor license under § 21–2004 of this title. The annual license fees are: 14 (e) 15 (1) \$3,000 for a 6-day license for two facilities; 16 (2)\$1,500 for each additional facility for a 6-day license; \$3,500 for a 7-day license for two facilities; and 17 (3)18 **(4)** \$1,750 for each additional facility for a 7-day license. 19 The Board shall charge a one-time issuing fee for a new license in an amount 20 equal to the annual license fee. 2121-1304.3. 22 In this section the following words have the meanings (A) **(1)** INDICATED. 23 "FESTIVAL" MEANS THE GARRETT COUNTY BEER, WINE, AND 24**(2)** 25LIQUOR FESTIVAL.
- 26 (3) "FESTIVAL ORGANIZATION" MEANS A NONPROFIT ORGANIZATION
  27 THAT IS CHOSEN BY THE COUNTY IN ACCORDANCE WITH SUBSECTION (C) OF THIS
  28 SECTION TO ORGANIZE A FESTIVAL.

- 1 (B) (1) THERE IS A BEER, WINE, AND LIQUOR FESTIVAL LICENSE.
- 2 (2) UNDER THE SUPERVISION OF THE BOARD, THE FESTIVAL
- 3 ORGANIZATION MAY CONDUCT THE FESTIVAL ANNUALLY FOR A FIXED PERIOD OF
- 4 TIME OF UP TO 3 CONSECUTIVE DAYS.
- 5 (C) (1) IN SELECTING A NONPROFIT ORGANIZATION TO BE A FESTIVAL
- 6 ORGANIZATION, THE COUNTY SHALL ENSURE THAT THE NONPROFIT ORGANIZATION
- 7 HAS EXTENSIVE EXPERIENCE IN ORGANIZING AND MANAGING LARGE-SCALE PUBLIC
- 8 EVENTS.
- 9 (2) THE BOARD MAY ISSUE NOT MORE THAN FOUR BEER, WINE, AND
- 10 LIQUOR FESTIVAL LICENSES EACH YEAR.
- 11 (D) THE BOARD MAY ISSUE THE BEER, WINE, AND LIQUOR FESTIVAL
- 12 LICENSE TO A HOLDER OF A RETAIL LICENSE OR A PERSON THAT IS ELIGIBLE TO
- 13 HOLD A CLASS C MULTIPLE DAY OR MULTIPLE EVENT LICENSE.
- 14 (E) THE LICENSE AUTHORIZES THE LICENSE HOLDER TO DISPLAY AND SELL
- 15 BEER, WINE, AND LIQUOR THAT IS:
- 16 (1) MANUFACTURED AND PROCESSED IN OR OUTSIDE THE STATE;
- 17 AND
- 18 (2) DISTRIBUTED IN THE STATE WHEN THE LICENSE APPLICATION IS
- 19 FILED.
- 20 (F) A LICENSE HOLDER SHALL DISPLAY AND SELL BEER, WINE, AND
- 21 LIQUOR:
- 22 (1) AT RETAIL FOR ON- AND OFF-PREMISES CONSUMPTION; AND
- 23 (2) DURING THE HOURS AND DAYS DESIGNATED FOR THE FESTIVAL.
- 24 (G) THE BOARD SHALL:
- 25 (1) HOLD A HEARING ON A LICENSE APPLICATION; AND
- 26 (2) PUBLISH NOTICE OF A LICENSE APPLICATION HEARING IN A
- 27 NEWSPAPER OF GENERAL CIRCULATION IN THE COUNTY ONE TIME AT LEAST 7 DAYS
- 28 BEFORE THE HEARING.

- 1 (H) (1) THE BOARD SHALL CHOOSE A LOCATION FOR THE FESTIVAL THAT 2 IS NOT ALREADY LICENSED.
- 3 (2) If the location chosen allows for Sunday sales, Sunday 4 Sales may begin at 10 a.m.
- 5 (I) BEER, WINE, AND LIQUOR DISPLAYED AND SOLD SHALL BE:
- 6 (1) INVOICED TO THE LICENSE HOLDER BY A RETAILER OR 7 WHOLESALER; AND
- 8 (2) DELIVERED TO THE FESTIVAL FROM THE LICENSED PREMISES OF 9 THE RETAILER OR WHOLESALER.
- 10 (J) A HOLDER OF A RETAIL LICENSE OR STATE WHOLESALER'S LICENSE 11 MAY ENTER INTO AN AGREEMENT WITH THE HOLDER OF THE BEER, WINE, AND 12 LIQUOR FESTIVAL LICENSE TO:
- 13 (1) DELIVER BEER, WINE, AND LIQUOR NOT EARLIER THAN 2 DAYS BEFORE THE EFFECTIVE DATE OF THE LICENSE; AND
- 15 (2) ACCEPT RETURNS NOT LATER THAN 5 DAYS AFTER THE 16 EXPIRATION DATE OF THE LICENSE.
- 17 (K) THE BOARD SHALL ESTABLISH THE BEER, WINE, AND LIQUOR FESTIVAL 18 LICENSE FEE.
- 19 (L) THE BOARD SHALL ADOPT REGULATIONS TO CARRY OUT THIS SECTION.
- 20 21–1401.
- 21 (a) The following sections of Title 4, Subtitle 1 ("Applications for Local Licenses") 22 of Division I of this article apply in the county without exception or variation:
- 23 (1) § 4–102 ("Applications to be filed with local licensing board");
- 24 (2) § 4–103 ("Application on behalf of partnership");
- 25 (3) § 4–104 ("Application on behalf of corporation or club");
- 26 (4) § 4–105 ("Application on behalf of limited liability company");
- 27 (5) § 4–106 ("Payment of notice expenses");
- 28 (6) § 4–108 ("Application form required by Comptroller");

- 1 (7)[§ 4–109 ("Required information on application – In general"); 2 (8) § 4–110 ("Required information on application – Petition of support"); 3 **[**(9)**] (8)** § 4–113 ("Refund of license fees"); and § 4–114 ("Fees for licenses issued for less than 1 year"). 4 [(10)] (9) 5 The following sections of Title 4, Subtitle 1 ("Applications for Local Licenses") 6 of Division I of this article apply in the county: 7 (1)§ 4–107 ("Criminal history records check"), subject to §§ 21–1402 8 through 21–1405 of this subtitle; 9 § 4–109 ("REQUIRED INFORMATION ON APPLICATION – IN (2)GENERAL"), SUBJECT TO § 21–1408 OF THIS SUBTITLE; 10 11 **(3)** § 4–111 ("Payment of license fees"), subject to § 21–1406 of this subtitle; 12 and 13 [(3)] **(4)** § 4–112 ("Disposition of license fees"), subject to § 21–1407 of this subtitle. 14 15 **21–1408.** 16 AT THE TIME AN APPLICATION FOR AN ALCOHOLIC BEVERAGES 17 LICENSE IS FILED, AT LEAST ONE OF THE APPLICANTS SHALL BE A RESIDENT OF THE STATE. 18 19 THE LICENSE REMAINS VALID ONLY FOR AS LONG AS AT LEAST ONE OF 20THE APPLICANTS REMAINS A RESIDENT OF THE STATE. 21-2002. 21
- 24 (f) Sunday sales for a Class A, Class B, or Class D license are allowed from [10 25 a.m.] 6 A.M. to midnight in:

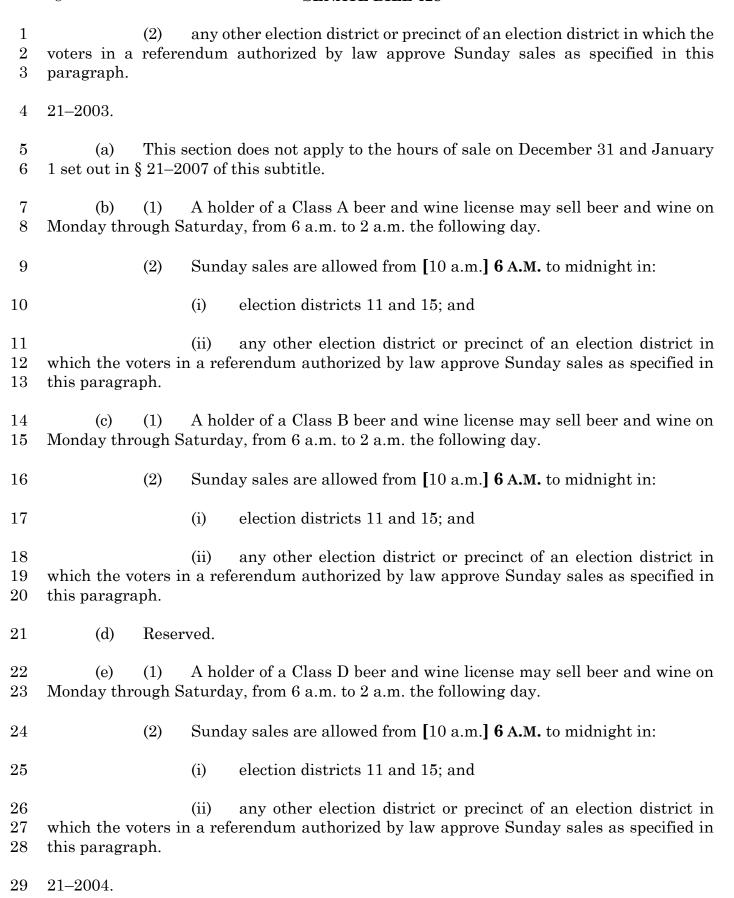
This section does not apply to the hours of sale on December 31 and January

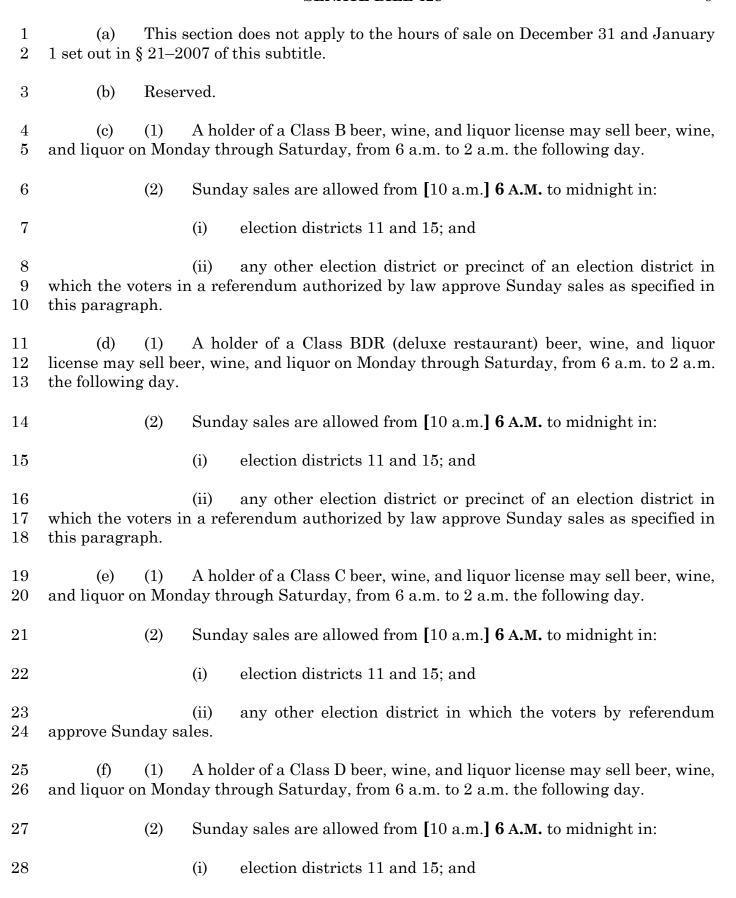
26 (1) election districts 11 and 15; and

1 set out in § 21–2007 of this subtitle.

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- 1 (ii) any other election district or precinct of an election district in 2 which the voters in a referendum authorized by law approve Sunday sales as specified in 3 this paragraph.
- 4 **21–2502.**
- 5 (A) ALCOHOLIC BEVERAGES MAY NOT BE BROUGHT INTO AN 6 ESTABLISHMENT AND CONSUMED OR TRANSFERRED IF THE ESTABLISHMENT IS A 7 PLACE OF ADULT ENTERTAINMENT OF THE TYPE PROHIBITED UNDER § 4–605 OF 8 THIS ARTICLE.
- 9 **(B) (1)** A PERSON WHO OPERATES A PLACE OF ADULT ENTERTAINMENT WHO KNOWINGLY ALLOWS A VIOLATION OF THIS SECTION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$5,000 FOR EACH VIOLATION.
- 13 **(2)** EACH DAY OF OPERATION IN VIOLATION OF THIS SECTION IS A SEPARATE VIOLATION.
- 15 21–2802.
- The Board may impose a fine not exceeding [\$3,000] **\$5,000** or suspend a license for a violation of the alcoholic beverages laws affecting the county.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2024.