Unofficial Copy 1997 Regular Session 7lr1802 A2 By: St. Mary's County Delegation Introduced and read first time: January 30, 1997 Assigned to: Economic Matters Committee Report: Favorable with amendments House action: Adopted Read second time: March 17, 1997 CHAPTER ____ 1 AN ACT concerning 2 St. Mary's County and Somerset County - Alcoholic Beverages 3 (Pub- and Micro-Breweries) 4 FOR the purpose of including St. Mary's County and Somerset County among those jurisdictions in which the Office of the Comptroller may issue both pub-brewery 5 and micro-brewery alcoholic beverages licenses; and generally relating to alcoholic 6 7 beverages in St. Mary's County and Somerset County. 8 BY repealing and reenacting, with amendments, Article 2B - Alcoholic Beverages 9 10 Section 2-207 and 2-208 11 Annotated Code of Maryland (1996 Replacement Volume) 12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 13 14 MARYLAND, That the Laws of Maryland read as follows: 15 Article 2B - Alcoholic Beverages 16 2-207. 17 (a) A Class 6 pub-brewery license shall be issued: 18 (1) By the State Comptroller;

(2) Only to a holder of a Class B beer, wine and liquor (on-sale) license that

20 is issued for use on the premises of a restaurant located in the jurisdictions listed in

(3) Only in the following jurisdictions:

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21 paragraph (3) of this subsection; and

2 1 (i) Anne Arundel County; 2 (ii) Anne Arundel County - City of Annapolis; 3 (iii) Baltimore City; (iv) Baltimore County; (v) The thirteenth election district of Carroll County; 5 6 (vi) Cecil County; 7 (vii) Charles County; 8 (viii) Dorchester County; 9 (ix) Frederick County; 10 (x) Garrett County; 11 (xi) Harford County; 12 (xii) Kent County; 13 (xiii) Montgomery County; 14 (xiv) Queen Anne's County; 15 (xv) ST. MARY'S COUNTY; 16 (XVI) SOMERSET COUNTY; 17 (XVI) (XVII) Washington County; 18 [(xvi)] (XVII) Wicomico County; and 19 [(xvii)] (XVIII) (XIX) Worcester County. 20 (b) A holder of a Class 6 pub-brewery license: 21 (1) May brew malt beverages at a single location for consumption on the 22 restaurant premises; and 23 (2) Is limited to the brewing of 2,000 barrels of malt beverage each calendar 24 year. 25 (c) The pub-brewery premises shall be located immediately adjacent to the 26 restaurant where the brewed beverage is to be sold to the public. 27 (d) The Class 6 pub-brewery license is void if: 28 (1) The restaurant ceases to be operated as a restaurant; or 29 (2) The holder's Class B beer, wine and liquor (on-sale) license is revoked 30 or transferred to a different location.

(e) If the holder's Class B beer, wine and liquor (on-sale) license is suspended,

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32 the Class 6 pub-brewery license shall be suspended for the same period of time.

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3	license may be transferred under § 10-503 of this article if an application for transfer is filed with the local licensing board and simultaneously filed with the Office of the Comptroller.
5	(g) (1) This subsection applies only in the following jurisdictions:
6	(i) City of Annapolis;
7	(ii) Anne Arundel County;
8	(iii) Baltimore City;
9	(iv) Baltimore County;
10	(v) Charles County; [and]
11	(vi) Harford County; AND
12	(VII) ST. MARY'S COUNTY <u>; AND</u>
13	(VIII) SOMERSET COUNTY.
14 15	(2) The holder of a Class 6 pub-brewery license may sell malt beverages for off-premises consumption in sealed refillable containers.
16 17	(3) The containers may be returned and at the time of refill shall be sealed by the pub-brewery licensee.
	(4) A holder of a Class 6 pub-brewery license may not sell malt beverages to any retail alcoholic beverages licensee in this State for the purpose of a subsequent sale or distribution of that malt beverage under the retail license.
23	(h) In Montgomery County, a holder of a Class 6 pub-brewery license shall enter into a written agreement with the Department of Liquor Control for Montgomery County for the sale and resale of all malt beverages brewed under this license in accordance with this article.
25	(i) (1) This subsection applies only in Wicomico County.
28	(2) Before the Office of the Comptroller of this State may issue a pub-brewery license, it shall forward a copy of the application to the Board of License Commissioners. The Board shall review the application, hold a public hearing on the application, and recommend to the Office whether or not to grant the license.
30	2-208.
31	(a) There is a Class 7 micro-brewery (on- and off-sale) license.
32	(b) The license shall be issued:
33	(1) By the State Comptroller;
34	(2) Only in the following jurisdictions:
35	(i) Allegany County:

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1	(ii) Baltimore City;
2	(iii) Baltimore County;
3	(iv) The City of Annapolis;
4	(v) Anne Arundel County;
5	(vi) The thirteenth election district of Carroll County;
6	(vii) Charles County;
7	(viii) Dorchester County;
8	(ix) Frederick County;
9	(x) Garrett County;
10	(xi) Howard County;
11	(xii) Montgomery County; [and]
12	(xiii) Prince George's County; and
13	(XIV) ST. MARY'S COUNTY; AND
14	(XV) SOMERSET COUNTY; AND
	(3) (i) Only to a holder of a Class B beer, wine and liquor (on-sale) license that is issued for use on the premises of a restaurant located in a jurisdiction listed in paragraph (2) of this subsection; or
	(ii) To a holder of a Class D alcoholic beverages license that is issued for use on the premises of the existing Class D license if the premises are located in the 22nd Alcoholic Beverages District of Prince George's County.
21	(c) (1) A holder of a Class 7 micro-brewery license:
22	(i) May brew and bottle malt beverages at a single location; and
23 24	(ii) May not brew more than 10,000 barrels of malt beverage each calendar year.
25	(2) In Allegany County only, the holder of a Class 7 license:
26 27	(i) May brew in one location and may contract for the bottling of the malt beverage in another location; and
28 29	(ii) Need not meet the hotel/motel requirements for a Class B beer, wine and liquor licensee but shall meet the requirements for those Class B restaurants.
30 31	(d) (1) The on-sale privilege authorizes the holder to sell at retail beer brewed under this license to customers for consumption on the licensed premises.
32 33	(2) The off-sale privilege authorizes the holder to sell and deliver beer brewed under this license to:

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1 2	(i) Any wholesaler licensed under this article to sell beer in this State; or
3 4	(ii) Any person who is located in a state other than Maryland who is authorized under the laws of that state to receive brewed beverages.
5	(3) (i) This paragraph applies only in the FOLLOWING JURISDICTIONS:
6	1. City of Annapolis[,];
7	2. Anne Arundel County[,];
8	3. Baltimore City[,];
9	4. Baltimore County[,];
10	5. Charles County[,];
11	6. Dorchester County[,];
12	7. Frederick County[,];
13	8. Howard County[, and];
14	9. Prince George's County; AND
15	10. ST. MARY'S COUNTY
16	11. SOMERSET COUNTY.
	(ii) The holder may sell at retail beer brewed under this license to customers for consumption off the licensed premises in refillable containers that are sealed by the micro-brewery licensee at the time of each refill.
20	(e) A holder of a Class 7 micro-brewery license:
21 22	(1) May not own, operate or be affiliated with any other manufacturer of beer; and
23 24	(2) Notwithstanding § 2-201(b) of this article, may not be granted a wholesale alcoholic beverages license.
	(f) (1) The hours and days for consumer sales under this license are as established for a Class B license in the respective jurisdictions listed in subsection (b)(2) of this section.
	(2) For Class D licensees in the 22nd Alcoholic Beverages District in Prince George's County only, the hours and days for consumer sales under this license are as established for a Class D license in Prince George's County.
33	(g) In Montgomery County, a holder of a Class 7 micro-brewery license shall enter into a written agreement with the Department of Liquor Control for Montgomery County for the sale and resale of malt beverages brewed under this license in accordance with this article.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

2 October 1, 1997.