# Unofficial Copy A2

1997 Regular Session 7lr0290

# By: Montgomery County Delegation

Introduced and read first time: January 31, 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 Montgomery County Alcoholic Beverages
- 3 (Code Revised Multiple Licenses)
- 4 MC 703-97

5 FOR the purpose of revising, without substantive change, the provisions of law that relate

- 6 to multiple alcoholic beverages licenses in Montgomery County altering the
- 7 conditions under which a Class B beer, wine and liquor licensee in Montgomery
- 8 County may obtain additional Class B beer, wine and liquor licenses for restaurants
- 9 located within certain areas; defining certain terms; making technical and stylistic
- 10 <u>changes;</u> and generally relating to alcoholic beverages in Montgomery County.
- 11 BY renumbering
- 12 Article 2B Alcoholic Beverages
- 13 Section 9-102(a-3)
- 14 to be Section 9-102.2
- 15 Annotated Code of Maryland
- 16 (1996 Replacement Volume)
- 17 BY repealing
- 18 Article 2B Alcoholic Beverages
- 19 Section 9-102(a-2)
- 20 Annotated Code of Maryland
- 21 (1996 Replacement Volume)

#### 22 BY adding to

23 Article 2B - Alcoholic Beverages

1 Section 9-102.1

2

- 2 Annotated Code of Maryland
- 3 (1996 Replacement Volume)

4 BY repealing and reenacting, with amendments,

- 5 Article 2B Alcoholic Beverages
- 6 Section 9-102.2
- 7 Annotated Code of Maryland
- 8 (1996 Replacement Volume)
- 9 (As enacted by Section 1 of this Act)

10 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

11 MARYLAND, That Section(s) 9-102(a-3) of Article 2B of the Annotated Code of

12 Maryland be renumbered to be Section(s) 9-102.2.

13 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 14 read as follows:

15 Article 2B - Alcoholic Beverages

16 9-102.

17 [(a-2) (1) Notwithstanding any other provision of this section, in Montgomery 18 County the holder of a Class B (on-sale - hotels and restaurants) beer, wine and liquor 19 license under this article, by making application in the regular manner and paying the 20 usual fee, may obtain the additional Class B (on-sale - hotels and restaurants) beer, wine 21 and liquor licenses authorized by this subsection.

(2) A license holder whose principal place of business is located in the State
of Maryland and who has been a Class B license holder in Montgomery County for a
minimum of 3 years, may obtain one additional Class B (on-sale - hotels and restaurants)
beer, wine and liquor license for premises used and occupied as a bona fide restaurant, as
defined by the rules and regulations of the Board of Liquor License Commissioners for
Montgomery County. The restaurant shall have a capital investment of not less than
\$250,000 for restaurant facilities, which sum may not include the cost of land or buildings,
and shall have a minimum seating capacity of 125 persons. The granting of this additional
license is limited and restricted to the purpose of providing alcoholic beverages for
consumption on the licensed premises only; off-sale privileges may not be exercised.

(3) A license holder may obtain additional Class B (on-sale - hotels and
restaurants) beer, wine and liquor licenses for premises operated as a public hotel which
meet the minimum requirements identical to those described in § 6-201(a)(3) of this
article, except, if the capital investment in the hotel exceeds \$3,000,000, the building
height and elevator requirements provided in § 6-201(a)(3) of this article do not apply
and the minimum restaurant area seating capacity provided for in § 6-201(a)(3) of this
article shall be 100 persons.

(4) This subsection does not permit the issuance to a person or for the use
of any partnership, corporation, unincorporated association, or limited liability company
in Montgomery County of more than 2 licenses for restaurants.

1	(5) Transferred.
	(6) (i) In Montgomery County, a person who holds a Class B beer, wine and liquor license may be issued 1 additional Class B beer, wine and liquor license for use in a restaurant if the restaurant is located:
5 6	1. Within an enclosed retail mall having at least 250,000 square feet of gross floor area; and
7	2. Within CBD zoned property in Silver Spring.
8 9	(ii) The Montgomery County Board of License Commissioners may not grant more than 2 exemptions under this paragraph.
12	(7) (i) Notwithstanding any other provision of this subsection, in Montgomery County, a person who holds a Class B beer, wine and liquor license may be issued one additional Class B beer, wine and liquor license for use in a restaurant if the restaurant is located within:
14 15	1. CBD zoned property within the Rockville Town Center mixed use district; or
16 17	2. An enclosed retail mall having at least 700,000 square feet of gross floor area.
18 19	(ii) The Montgomery County Board of License Commissioners may not grant under this paragraph more than:
20 21	1. Two exemptions for use in the Rockville Town Center mixed use district; and
22 23	2. One exemption for use in each retail mall described in subparagraph (i) of this paragraph.
26 27 28	(iii) The Montgomery County Board of License Commissioners may not grant under this paragraph more than two exemptions to the same person or for use of the same partnership, corporation, unincorporated association, or limited liability company in Montgomery County, except that a licensee that holds the maximum number of licenses permitted under paragraphs (4) and (6) of this subsection may be granted only one exemption.]
30	9-102.1.
31	(A) THIS SECTION APPLIES ONLY IN MONTGOMERY COUNTY.
32 33	(B) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
34	(2) "BOARD" MEANS THE BOARD OF LICENSE COMMISSIONERS.
35 36	(3) "LICENSE" MEANS A CLASS B (HOTEL-RESTAURANT OR HOTEL-MOTEL) BEER, WINE AND LIQUOR ON-SALE ONLY LICENSE.
37 38	(4) "ORIGINAL LICENSE" MEANS A CLASS B LICENSE AS SET FORTH IN § 6-201(Q) OF THIS ARTICLE.

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(C) AFTER MAKING AN APPLICATION AND PAYING THE FEES, THE HOLDER
 OF AN ORIGINAL LICENSE MAY OBTAIN THE ADDITIONAL LICENSE OR LICENSES
 AUTHORIZED BY THIS SECTION.

4 (D) (1) A LICENSEE MAY OBTAIN ADDITIONAL LICENSES FOR PREMISES5 OPERATED AS A PUBLIC HOTEL.

### 6 (2) AN APPLICANT FOR THIS ADDITIONAL LICENSE SHALL:

7 (I) MEET THE MINIMUM REQUIREMENTS SET FORTH IN §
8 6-201(A)(3) OF THIS ARTICLE. IF THE CAPITAL INVESTMENT IN THE HOTEL EXCEEDS
9 \$3,000,000, THE BUILDING HEIGHT AND ELEVATOR REQUIREMENTS REQUIRED BY
10 THAT SECTION DO NOT APPLY; AND

(II) HAVE A MINIMUM RESTAURANT SEATING CAPACITY, AS
SPECIFIED IN § 6-201(A)(3) OF THIS ARTICLE, OF 100 PERSONS.

(E) (1) A LICENSEE MAY OBTAIN ONE ADDITIONAL LICENSE FOR PREMISES
WHICH MEET THE QUALIFICATIONS SPECIFIED IN THIS SUBSECTION. FOR
IDENTIFICATION PURPOSES, THE ADDITIONAL LICENSE MAY BE REFERRED TO AS A
"3-YEAR" LICENSE.

## 17 (2) AN APPLICANT FOR THIS ADDITIONAL LICENSE SHALL:

18 (I) HAVE THE APPLICANT'S PLACE OF BUSINESS LOCATED IN THIS19 STATE;

20 (II) HAVE BEEN THE HOLDER OF A LICENSE FOR AT LEAST 3 21 YEARS;

22 (III) OPERATE A RESTAURANT, AS DEFINED BY REGULATIONS OF 23 THE BOARD;

24 (IV) HAVE A CAPITAL INVESTMENT OF AT LEAST \$250,000 FOR
 25 RESTAURANT FACILITIES, EXCLUDING THE COST OF LAND AND BUILDINGS; AND

26 (V) HAVE A SEATING CAPACITY OF AT LEAST 125 PERSONS.

27 (3) THIS IS AN ON-SALE LICENSE ONLY.

(F) (1) A LICENSEE MAY OBTAIN ONE ADDITIONAL LICENSE FOR PREMISES
WHICH MEET THE QUALIFICATIONS SPECIFIED IN THIS SUBSECTION. FOR
IDENTIFICATION PURPOSES, THIS ADDITIONAL LICENSE MAY BE REFERRED TO AS A
"SILVER SPRING" LICENSE.

#### 32 (2) THE RESTAURANT SHALL BE LOCATED BOTH WITHIN:

33 (I) CBD ZONED PROPERTY IN SILVER SPRING; AND

(II) AN ENCLOSED MALL HAVING AT LEAST 250,000 SQUARE FEET
 OF GROSS FLOOR AREA.

36 (3) THE REQUIREMENT THAT THE HOLDER HAVE BEEN A LICENSEE37 FOR 3 YEARS DOES NOT APPLY TO THIS SUBSECTION.

1 (4) THE BOARD MAY GRANT A MAXIMUM OF TWO LICENSES OF THIS **2 TYPE TO DIFFERENT APPLICANTS.** 3 (G) (1) A LICENSEE MAY OBTAIN ONE ADDITIONAL LICENSE FOR PREMISES 4 WHICH MEET THE QUALIFICATIONS SPECIFIED IN THIS SUBSECTION. FOR 5 IDENTIFICATION PURPOSES, THIS ADDITIONAL LICENSE MAY BE REFERRED TO AS A 6 "ROCKVILLE-MAJOR MALL" LICENSE. 7 (2) THE RESTAURANT SHALL BE LOCATED EITHER WITHIN: 8 (I) CBD ZONED PROPERTY WITHIN THE ROCKVILLE TOWN 9 CENTER MIXED USE DISTRICT; OR 10 (II) AN ENCLOSED RETAIL MALL ANYWHERE IN THE COUNTY 11 THAT HAS AT LEAST 700,000 SQUARE FEET OF GROSS FLOOR AREA. (3) THE REQUIREMENT THAT THE HOLDER HAVE BEEN A LICENSEE 12 13 FOR 3 YEARS DOES NOT APPLY TO THIS SUBSECTION. 14 (4) THE BOARD MAY GRANT TO DIFFERENT APPLICANTS A MAXIMUM 15 OF: (I) TWO LICENSES ONE LICENSE OF THIS TYPE FOR USE IN THE 16 17 ROCKVILLE TOWN CENTER MIXED USE DISTRICT: AND (II) ONE LICENSE OF THIS TYPE FOR USE IN EACH RETAIL MALL 18 19 HAVING AT LEAST 700,000 SQUARE FEET OF GROSS FLOOR AREA TO DIFFERENT 20 APPLICANTS. 21 (H) (1) A LICENSEE MAY OBTAIN ONE ADDITIONAL LICENSE FOR PREMISES 22 WHICH MEET THE QUALIFICATIONS SPECIFIED IN THIS SUBSECTION. FOR 23 IDENTIFICATION PURPOSES, THIS ADDITIONAL LICENSE MAY BE REFERRED TO AS A 24 "MAJOR MALL" LICENSE. (2) THE RESTAURANT SHALL BE LOCATED WITHIN AN ENCLOSED 25 26 RETAIL MALL ANYWHERE IN THE COUNTY THAT HAS AT LEAST 700,000 SQUARE FEET 27 OF GROSS FLOOR AREA. (3) THE REQUIREMENT THAT THE HOLDER HAS BEEN A LICENSEE FOR 28 29 3 YEARS DOES NOT APPLY TO THIS SUBSECTION. 30 (4) THE BOARD MAY GRANT A MAXIMUM OF ONE LICENSE OF THIS 31 TYPE FOR USE IN EACH RETAIL MALL HAVING AT LEAST 700,000 SQUARE FEET OF 32 GROSS FLOOR AREA. (H) (I) (1) THIS SUBSECTION EXCLUDES ADDITIONAL LICENSES ISSUED 33 34 PURSUANT TO SUBSECTION (D) OF THIS SECTION, WHICH RELATES TO PUBLIC 35 HOTELS. (2) THIS SECTION DOES NOT PERMIT THE ISSUANCE TO A PERSON OR 36 37 FOR THE USE OF ANY PARTNERSHIP, CORPORATION, UNINCORPORATED

38 ASSOCIATION, OR LIMITED LIABILITY COMPANY OF MORE THAN THE NUMBER OF 39 LICENSES SPECIFIED.

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1	(3) ADDITIONAL RESTAURANT LICENSES MAY BE ISSUED AS FOLLOWS:
2 3	(I) INCLUDING THE ORIGINAL LICENSE, THE MAXIMUM NUMBER OF LICENSES IS FOUR.
4 5	(II) THE MAXIMUM NUMBER OF LICENSES MAY BE OBTAINED AS FOLLOWS:
6	1. ORIGINAL LICENSE;
7 8	2. PURSUANT TO SUBSECTION (E) OF THIS SECTION, ONE 3-YEAR RESTAURANT LICENSE;
9 10	3. PURSUANT TO SUBSECTION (F) OF THIS SECTION, ONE SILVER SPRING RESTAURANT LICENSE; AND
11 12	4. <u>A.</u> PURSUANT TO SUBSECTION (G) OF THIS SECTION, ONE ROCKVILLE-MAJOR MALL RESTAURANT LICENSE <u>; OR</u>
13 14	<u>B. PURSUANT TO SUBSECTION (H) OF THIS SECTION, ONE</u> MAJOR MALL RESTAURANT LICENSE.
15	(III) THREE LICENSES MAY BE OBTAINED AS FOLLOWS:
16	1. ORIGINAL LICENSE;
17 18	2. PURSUANT TO SUBSECTION (F) OF THIS SECTION, ONE SILVER SPRING RESTAURANT LICENSE; AND
19 20	3. PURSUANT TO SUBSECTION (G) OF THIS SECTION, ONE ROCKVILLE MAJOR MALL RESTAURANT LICENSE.
21	(IV) THREE LICENSES MAY ALSO BE OBTAINED AS FOLLOWS:
22	1. ORIGINAL LICENSE;
23 24	2. PURSUANT TO SUBSECTION (E) OF THIS SECTION, ONE 3 YEAR RESTAURANT LICENSE; AND
	3. PURSUANT TO SUBSECTION (F) OR SUBSECTION (G) OF THIS SECTION, ONE SILVER SPRING OR ONE ROCKVILLE MAJOR MALL RESTAURANT LICENSE.
28	9-102.2.
31 32	[(1)] (A) [Notwithstanding any other provision of this section, the] THE Director or Deputy Director of the Montgomery County Parks Department of the Maryland-National Capital Park and Planning Commission may hold more than 1 of the following alcoholic beverages licenses for the limited use of public golf courses that are under the Commission's jurisdiction in Montgomery County:
34	[(i)] (1) A Class H beer (on-sale) license; or
35	[(ii)] (2) A Class H beer and light wine (on-sale) license.

	[(2) (i)] (B) (1) As a condition to holding any license under this [subsection] SECTION, the Director or Deputy Director shall designate an individual with moment to each colf course to complete training in an clockel assertion.
	with respect to each golf course to complete training in an alcohol awareness program
4	approved under § 13-101 of this article.
5	[(ii)] (2) The individual designated by the Director or Deputy Director
6	shall:
7	[1.] (I) Represent the concessionaire; and
8	[2.] (II) Be involved with the management of the sale of beer or
9	light wine by the concessionaire at the golf course.
10	SECTION 3. AND BE IT FURTHER ENACTED, That the intent of this Act is to
11	revise, without substantive change, the provisions of § 9-102(a-2) and (a-3) of Article 2B
12	and the provisions of this Act do not in any manner affect any license or licenses issued
	pursuant to the provisions of § 9-102(a-2) or (a-3) of Article 2B of the Annotated Code
	of Maryland.

15 SECTION 4. <u>3.</u> AND BE IT FURTHER ENACTED, That this Act shall take effect 16 October 1, 1997.