2001 Regular Session (1lr0266)

ENROLLED BILL

-- Economic Matters/Economic and Environmental Affairs --

Introduced by Harford County Delegation

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this _____ day of ______ at _____ o'clock, _____M.

Speaker.

CHAPTER_____

1 AN ACT concerning

| 2 | Harford County - Alcoholic Beverages - Class BDR (Deluxe Restaurant) |
|---|--|
| 3 | Licenses |

4 FOR the purpose of creating in Harford County a special 7-day Class B (on-sale)

5 license known as the Class BDR (deluxe restaurant) beer, wine and liquor

6 license; restricting the issuance of a <u>certain</u> Class BDR license <u>licenses</u> for

7 restaurants that are located in a certain area of Harford County and that meet

8 certain requirements; setting a certain annual license fee; requiring the Liquor

9 Control Board to adopt certain regulations; exempting from certain stock

10 ownership requirements certain applicants for Class BDR licenses; authorizing

11 the Liquor Control Board to issue not more than four <u>a certain number of</u>

12 licenses of a certain class to an individual for the use of a sole proprietorship,

13 partnership, corporation, unincorporated association, or limited liability

14 company; defining certain terms; and generally relating to alcoholic beverages

15 licenses in Harford County.

16 BY repealing and reenacting, without amendments,

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- 1 Article 2B Alcoholic Beverages
- 2 Section 6-201(n)(1)
- 3 Annotated Code of Maryland
- 4 (1998 Replacement Volume and 2000 Supplement)
- 5 BY adding to
- 6 Article 2B Alcoholic Beverages
- 7 Section 6-201(n)(6) and 9-213(j)
- 8 Annotated Code of Maryland
- 9 (1998 Replacement Volume and 2000 Supplement)

10 BY repealing and reenacting, with amendments,

- 11 Article 2B Alcoholic Beverages
- 12 Section 9-101(k)(7)(ii) and 9-213(e)
- 13 Annotated Code of Maryland
- 14 (1998 Replacement Volume and 2000 Supplement)
- 15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 16 MARYLAND, That the Laws of Maryland read as follows:
- 17

Article 2B - Alcoholic Beverages

18 6-201.

19 (n) (1) This subsection applies only in Harford County.

- 20(6)(I)THERE IS A SPECIAL 7-DAY CLASS B (ON-SALE) LICENSE21KNOWN AS THE CLASS BDR (DELUXE RESTAURANT) BEER, WINE AND LIQUOR22LICENSE
- 22 LICENSE.

23(II)THE LICENSE MAY BE ISSUED ONLY IN ACCORDANCE WITH THE24PROVISIONS OF THIS PARAGRAPH.

25(III)A CURRENT HOLDER OF ANY TYPE OF CLASS B ALCOHOLIC26BEVERAGES LICENSE ISSUED IN HARFORD COUNTY MAY APPLY FOR AND BE ISSUED

20 <u>BEVERAGES LICENSE ISSUED IN HARFORD COUNTY MAY APPLY FOR AND BE ISSUE</u>
 27 <u>A CLASS BDR (BEER, WINE AND LIQUOR) LICENSE ONLY IF THE RESTAURANT FOR</u>

28 WHICH THE CLASS BDR LICENSE IS SOUGHT IS LOCATED WITHIN THE FOLLOWING

29 AREA OF HARFORD COUNTY:

301.ALL OF ELECTION DISTRICT 1, PRECINCTS 1, 3, 4, 5, 6, 10, 16,31AND 1-45, AS THAT ELECTION DISTRICT AND THOSE PRECINCTS EXISTED ON32JANUARY 1, 2001;

33 <u>2.</u> <u>THAT THE AREA OF ELECTION DISTRICT 1, PRECINCT 2, AS</u>
 34 <u>THAT ELECTION DISTRICT AND THAT PRECINCT EXISTED ON JANUARY 1, 2001, THAT</u>
 35 IS SOUTH OF A LINE THAT RUNS ALONG THE CENTER OF PHILADELPHIA ROAD

2

| 3 | HOUSE BILL 607 |
|----------------|--|
| | BEGINNING AT THE HARFORD COUNTY-BALTIMORE COUNTY BOUNDARY LINE AND ENDING AT THE INTERSECTION WITH OLD MOUNTAIN ROAD; AND |
| 5 6 7 | <u>3.</u> <u>THAT AREA OF ELECTION DISTRICT 1, PRECINCT 7, AS</u> <u>THAT ELECTION DISTRICT AND THAT PRECINCT EXISTED ON JANUARY 1, 2001, THAT</u> <u>IS SOUTH OF A LINE THAT RUNS ALONG THE CENTER OF PHILADELPHIA ROAD</u> <u>BEGINNING AT OLD MOUNTAIN ROAD AND ENDING AT WINTER'S RUN, WHICH IS THE</u> <u>CREEK THAT FORMS THE EASTERN BOUNDARY OF PRECINCT 7 OF ELECTION</u> <u>DISTRICT 1.</u> |
| 11 | (IV) <u>SUBJECT TO THE PROVISIONS OF SUBPARAGRAPH (V) OF THIS</u> PARAGRAPH, A PERSON THAT DOES NOT CURRENTLY HOLD ANY TYPE OF CLASS B ALCOHOLIC BEVERAGES LICENSE IN HARFORD COUNTY MAY APPLY FOR AND BE ISSUED A MAXIMUM OF TWO CLASS BDR LICENSES AS FOLLOWS: |
| 13 14 | <u>1.</u> <u>A CLASS BDR LICENSE, REGARDLESS OF THE LOCATION</u> OF THE RESTAURANT IN HARFORD COUNTY; AND |
| | 2. <u>ONE ADDITIONAL CLASS BDR LICENSE, BUT ONLY IF THE</u> LICENSE SOUGHT IS FOR A RESTAURANT THAT IS LOCATED WITHIN THE FOLLOWING AREA IN HARFORD COUNTY: |
| | <u>A.</u> <u>ALL OF ELECTION DISTRICT 1, PRECINCTS 1, 3, 4, 5, 6, 10, 16,</u> <u>AND 1-45, AS THAT ELECTION DISTRICT AND THOSE PRECINCTS EXISTED ON</u> <u>JANUARY 1, 2001;</u> |
| 23 24 | B. THAT AREA OF ELECTION DISTRICT 1, PRECINCT 2, AS THAT DISTRICT AND THAT PRECINCT EXISTED ON JANUARY 1, 2001, THAT IS SOUTH OF A LINE THAT RUNS ALONG THE CENTER OF PHILADELPHIA ROAD BEGINNING AT THE HARFORD COUNTY-BALTIMORE COUNTY LINE AND ENDING AT THE INTERSECTION WITH OLD MOUNTAIN ROAD; AND |
| 28 29 30 | C. THAT AREA OF ELECTION DISTRICT 1, PRECINCT 7, AS THAT ELECTION DISTRICT AND THAT PRECINCT EXISTED ON JANUARY 1, 2001, THAT IS SOUTH OF A LINE THAT RUNS ALONG THE CENTER OF PHILADELPHIA ROAD BEGINNING AT OLD MOUNTAIN ROAD AND ENDING AT WINTER'S RUN, WHICH IS THE CREEK THAT FORMS THE EASTERN BOUNDARY OF PRECINCT 7 OF ELECTION DISTRICT 1. |
| 34 | (V) <u>A PERSON THAT HAS OBTAINED A CLASS BDR LICENSE UNDER</u> SUBPARAGRAPH (IV)1 OF THIS PARAGRAPH MAY NOT APPLY FOR AND OBTAIN ANY OTHER CLASS B LICENSE OTHER THAN A LICENSE OBTAINED IN ACCORDANCE WITH SUBPARAGRAPH (IV)2 OF THIS PARAGRAPH. |
| 36 37 | (II) (VI) THIS LICENSE MAY ONLY BE ISSUED TO RESTAURANTS THAT: |
| | 1. MEET THE DEFINITION REQUIREMENTS OF "RESTAURANT" ESTABLISHED UNDER THE REGULATIONS OF THE LIQUOR CONTROL BOARD; |

3

| 1 2 | CAPACITY NOT EXCE | 2. EDING 25% | HAVE A COCKTAIL LOUNGE OR BAR AREA SEATING OF THE SEATING CAPACITY FOR DINING; AND |
|----------|--|---|--|
| | PARAGRAPH, HAVE A THE COST OF THE LAN | | SUBJECT TO SUBPARAGRAPH (III) <u>(VII)</u> OF THIS CAPITAL INVESTMENT OF \$800,000 EXCLUSIVE OF |
| 6 7 | (III PARAGRAPH: |) <u>(VII)</u> | FOR PURPOSES OF SUBPARAGRAPH (II)5 (VI) OF THIS |
| 8 9 | ACQUIRE PROPERTY: | 1. | "CAPITAL INVESTMENT" MEANS THE AMOUNT PAID TO |
| 10 | | А. | FOR A USEFUL LIFE OF GREATER THAN 1 YEAR; OR |
| 11 12 | THE PROPERTY THAT | B. THAS A US | FOR A PERMANENT IMPROVEMENT OR BETTERMENT OF EFUL LIFE GREATER THAN 1 YEAR; |
| 13 | | 2. | "COST OF LAND" INCLUDES: |
| | | A. LUDING CO | THE PURCHASE PRICE, TAXES, AND FEES INCIDENTAL TO STS RELATED TO OBTAINING APPROPRIATE ZONING |
| 17 18 | | B. S, CURBS, | THE COSTS OF SITE GRADING, PREPARATION, PAVING, AND LANDSCAPING; AND |
| 19 20 | UTILITIES. | C. | THE COST OF CONSTRUCTION AND INSTALLATION OF ALL |
| 23 24 | THE LAND AND IMPR LAND AND IMPROVE | THE CAPIT OVEMENT MENTS IN | 1. IF THE APPLICANT PURCHASES OR LEASES AN TAL INVESTMENT ATTRIBUTABLE TO THE COST OF S SHALL BE BASED ON THE ASSESSED VALUE OF THE ACCORDANCE WITH THE RECORDS OF THE STATE S AND TAXATION AT THE TIME OF PURCHASE. |
| | | 2. IALL ALSO | THE CAPITAL INVESTMENT IN OTHER THAN LAND OR BE EVALUATED AT THE FAIR MARKET VALUE AT THE |
| 29 | (V) |) <u>(IX)</u> | THE ANNUAL LICENSEE FEE IS \$5,000. |
| | | SALE UNDE | THE HOURS AND DAYS THAT A HOLDER MAY EXERCISE ER THIS LICENSE ARE THE SAME AS A CLASS B UOR LICENSE. |
| 33 34 | | / | A CLASS BDR LICENSE MAY BE ISSUED IN ADDITION TO RAGES LICENSE THAT THE APPLICANT HOLDS. |
| 35 36 | (VI REGULATIONS TO ISS | II) <u>(XII)</u> SUE THE CI | |

| 1 | 9-101. | | | | |
|----------------------------------|---|--|--|--|--|
| 2 3 | (k) In Harford County, if the application is made for a corporation, whether incorporated or unincorporated or for a limited liability company: | | | | |
| 6 | (7) (ii) Stock ownership requirements do not apply to an applicant for a Class B hotel or restaurant beer, wine and liquor license [or], a Class BNR beer, wine and liquor license, OR A CLASS BDR (ON-SALE) BEER, WINE AND LIQUOR LICENSE in which: | | | | |
| | 1. A majority of the shares of stock are owned or controlled either directly or indirectly by 1 or more corporations whose shares of stock are authorized for sale by the Securities and Exchange Commission of the United States; | | | | |
| | 2. At least 1 of the licensees is a resident operator of the business conducted on the licensed premises and that same individual is responsible for the day to day operation of the license; | | | | |
| 14 15 | 3. All licensees, including the resident applicant, are named officers of the corporation; and | | | | |
| 16 17 | 4. The residency requirement in effect at the time the license is issued remains in effect as long as the license is in effect. | | | | |
| 18 | 9-213. | | | | |
| 21 22 23 24 25 26 | (e) [In] EXCEPT AS PROVIDED IN SUBSECTION (J) OF THIS SECTION, IN Harford County, a person, franchiser, franchisee, chain store operation, partnership, firm or corporation may not have interest in more than one license, whether held or controlled by direct or indirect ownership, by franchise operation, by stock ownership, interlocking directors or interlocking stock ownership, or in any other manner, directly or indirectly. It is the intention of this section to prohibit any person, franchiser, franchisee, chain store operation, firm, partnership or corporation from having any interest, directly or indirectly, in more than one license. This section does not apply to licenses issued under the provisions of § 7-101 or to club licenses. | | | | |
| 30 31 32 | (J) (1) SUBJECT TO THE PROVISIONS OF PARAGRAPH (2) OF THIS SUBSECTION, IN HARFORD COUNTY, THE LIQUOR CONTROL BOARD MAY ISSUE ADDITIONAL CLASS BDR (DELUXE RESTAURANT) LICENSES (ON-SALE ONLY) TO AN INDIVIDUAL FOR THE USE OF A SOLE PROPRIETORSHIP, PARTNERSHIP, CORPORATION, UNINCORPORATED ASSOCIATION, OR LIMITED LIABILITY COMPANY IN THE COUNTY. | | | | |
| 34 | (2) THE MAXIMUM NUMBER OF CLASS B, INCLUDING CLASS BDR, | | | | |

(2) THE MAXIMUM NUMBER OF CLASS B, INCLUDING CLASS BDR,
LICENSES THAT MAY BE ISSUED BY THE LIQUOR CONTROL BOARD TO AN
INDIVIDUAL FOR THE USE OF A SOLE PRACTITIONER, PARTNERSHIP, CORPORATION,
UNINCORPORATED ASSOCIATION, OR LIMITED LIABILITY COMPANY IN THE COUNTY
IS FOUR TWO.

- 1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 October 1, 2001.