## By: Harford County Delegation

Introduced and read first time: February 7, 2001
Assigned to: Economic Matters
Committee Report: Favorable with amendments
House action: Adopted
Read second time: March 17, 2001

## CHAPTER

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1 AN ACT concerning

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 certain Class BDR license licenses 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

16 BY repealing and reenacting, without amendments,
17 Article 2B - Alcoholic Beverages
18 Section 6-201(n)(1)
19 Annotated Code of Maryland
20 (1998 Replacement Volume and 2000 Supplement)
1 BY adding to
Article 2B - Alcoholic Beverages
Section 6-201(n)(6) and 9-213(j)
Annotated Code of Maryland
(1998 Replacement Volume and 2000 Supplement)

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## Article 2B - Alcoholic Beverages

6-201.
(n) (1) This subsection applies only in Harford County.
(6) (I) THERE IS A SPECIAL 7-DAY CLASS B (ON-SALE) LICENSE KNOWN AS THE CLASS BDR (DELUXE RESTAURANT) BEER, WINE AND LIQUOR LICENSE.
(II) THE LICENSE MAY BE ISSUED ONLY IN ACCORDANCE WITH THE PROVISIONS OF THIS PARAGRAPH.
(III) A CURRENT HOLDER OF ANY TYPE OF CLASS B ALCOHOLIC

BEVERAGES LICENSE ISSUED IN HARFORD COUNTY MAY APPLY FOR AND BE ISSUED
A CLASS BDR (BEER, WINE AND LIQUOR) LICENSE ONLY IF THE RESTAURANT FOR WHICH THE CLASS BDR LICENSE IS SOUGHT IS LOCATED WITHIN THE FOLLOWING 0 AREA OF HARFORD COUNTY:

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1. A CLASS BDR LICENSE, REGARDLESS OF THE LOCATION OF THE RESTAURANT IN HĀRFORD COUNTY; AND
2. ONE ADDITIONAL CLASS BDR LICENSE, BUT ONLY IF THE
A. ALL OF ELECTION DISTRICT 1, PRECINCTS 1, 3, 4, 5, 6, 10, 16,
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
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.
(V) A PERSON THAT HAS OBTAINED A CLASS BDR LICENSE UNDER 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.
(\#) (VI) THIS LICENSE MAY ONLY BE ISSUED TO RESTAURANTS

1. MEET THE DEFINITION REQUIREMENTS OF "RESTAURANT" ESTABLISHED UNDER THE REGULATIONS OF THE LIQUOR CONTROL BOARD;
2. HAVE A COCKTAIL LOUNGE OR BAR AREA SEATING CAPACITY NOT EXCEEDING $25 \%$ OF THE SEATING CAPACITY FOR DINING; AND
3. SUBJECT TO SUBPARAGRAPH (Ш⿴) (VII) OF THIS PARAGRAPH, HAVE A MINIMUM CAPITAL INVESTMENT OF \$800,000 EXCLUSIVE OF THE COST OF THE LAND.
(I\#) (VII) FOR PURPOSES OF SUBPARAGRAPH (\#) 5 (VI) OF THIS
4. "CAPITAL INVESTMENT" MEANS THE AMOUNT PAID TO
A. FOR A USEFUL LIFE OF GREATER THAN 1 YEAR; OR

27 9-101.
28 (k) In Harford County, if the application is made for a corporation, whether
29 incorporated or unincorporated or for a limited liability company:
30 (7) (ii) Stock ownership requirements do not apply to an applicant for a 31 Class B hotel or restaurant beer, wine and liquor license [or], a Class BNR beer, wine 32 and liquor license, OR A CLASS BDR (ON-SALE) BEER, WINE AND LIQUOR LICENSE in
33 which:

1. A majority of the shares of stock are owned or controlled

35 either directly or indirectly by 1 or more corporations whose shares of stock are
36 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 2 business conducted on the licensed premises and that same individual is responsible 3 for the day to day operation of the license;

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3. All licensees, including the resident applicant, are named

5 officers of the corporation; and

6
4. The residency requirement in effect at the time the license 7 is issued remains in effect as long as the license is in effect.

8 9-213.
9 (e) [In] EXCEPT AS PROVIDED IN SUBSECTION (J) OF THIS SECTION, IN
10 Harford County, a person, franchiser, franchisee, chain store operation, partnership,
11 firm or corporation may not have interest in more than one license, whether held or
12 controlled by direct or indirect ownership, by franchise operation, by stock ownership,
13 interlocking directors or interlocking stock ownership, or in any other manner,
14 directly or indirectly. It is the intention of this section to prohibit any person,
15 franchiser, franchisee, chain store operation, firm, partnership or corporation from
16 having any interest, directly or indirectly, in more than one license. This section does
17 not apply to licenses issued under the provisions of § 7-101 or to club licenses.


18 (J) (1) SUBJECT TO THE PROVISIONS OF PARAGRAPH (2) OF THIS
19 SUBSECTION, IN HARFORD COUNTY, THE LIQUOR CONTROL BOARD MAY ISSUE
20 ADDITIONAL CLASS BDR (DELUXE RESTAURANT) LICENSES (ON-SALE ONLY) TO AN
21 INDIVIDUAL FOR THE USE OF A SOLE PROPRIETORSHIP, PARTNERSHIP,
22 CORPORATION, UNINCORPORATED ASSOCIATION, OR LIMITED LIABILITY COMPANY
23 IN THE COUNTY.

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(2) THE MAXIMUM NUMBER OF CLASS B, INCLUDING CLASS BDR,

26 INDIVIDUAL FOR THE USE OF A SOLE PRACTITIONER, PARTNERSHIP, CORPORATION,
27 UNINCORPORATED ASSOCIATION, OR LIMITED LIABILITY COMPANY IN THE COUNTY
28 IS FOUR TWO.
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
30 October 1, 2001.


[^0]:    1 BY repealing and reenacting, with amendments, Article 2B - Alcoholic Beverages Section 9-101(k)(7)(ii) and 9-213(e) Annotated Code of Maryland (1998 Replacement Volume and 2000 Supplement)

    SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 7 MARYLAND, That the Laws of Maryland read as follows:

