By: Delegate Elmore<br>Introduced and read first time: January 20, 2006<br>Assigned to: Economic Matters

## A BILL ENTITLED

1 AN ACT concerning

4 FOR the purpose of increasing certain fees relating to alcoholic beverages licenses
5 issued in Somerset County; establishing a certain fee for the transfer or 6 assignment of licenses; authorizing the Somerset County Board of License 7 Commissioners to waive a certain publication notice with respect to the transfer or assignment of Class C club licenses; increasing the fee required for filing changes in the officers of certain corporations and clubs; increasing the salaries of the members, chairman, attorney, and clerk for the Somerset County Board of License Commissioners; authorizing the Board to issue a wine tasting license in Somerset County; requiring applications for alcoholic beverages licenses in Somerset County to contain a statement that the applicant consents to the Board investigating the applicant's criminal record; requiring the Board to fingerprint applicants for alcoholic beverages licenses and to charge a certain fee in connection with the fingerprinting; requiring the Board to have certain notice of applications for alcoholic beverages licenses advertised in a certain manner and requiring the applicants for those licenses to pay a certain fee to cover the costs of the advertising; providing for a certain late fee to be assessed if renewals for alcoholic beverages licenses are not filed in a certain manner; requiring an alcoholic beverages licensee that appeals a decision of the Board to the Circuit Court for Somerset County to pay a certain fee; providing that the provisions of this Act relating to the salaries of the members and chairman of the Board of License Commissioners do not apply to the incumbent members and chairman of the Board; making a technical correction; and generally relating to alcoholic beverages in Somerset County.

6 BY repealing
7 Article 2B - Alcoholic Beverages 8 Section 10-202(p) and 10-503(u)
9 Annotated Code of Maryland

1 BY repealing and reenacting, with amendments,
12 Article 2B - Alcoholic Beverages
13 Section 3-101(u), 3-201(u), 3-301(u), 3-401(u), 4-201(b), 5-101(u), 5-201(u),

22 8-410.2.

1 2 REQUEST A PUBLIC HEARING BEFORE THE BOARD OF LICENSE COMMISSIONERS. 3 (E) (1) A WT LICENSE HOLDER MAY NOT SERVE TO ANY PERSON FOR 4 SAMPLING OR TASTING PURPOSES MORE THAN 1 OUNCE FROM EACH BRAND. 6 WINE SAMPLING OR TASTING EVENT.

7 (3) THE TOTAL NUMBER OF DAYS DURING WHICH WINE SAMPLING OR 8 TASTING EVENTS ARE HELD MAY NOT EXCEED 15 IN ANY PERIOD FOR WHICH A WT 9 LICENSE IS IN EFFECT.

## 0 (4) A WT LICENSE HOLDER SHALL NOTIFY THE BOARD OF LICENSE COMMISSIONERS IN WRITING AT LEAST 5 DAYS BEFORE A WINE SAMPLING OR TASTING EVENT.

(5) ONCE OPENED, EACH BOTTLE USED FOR A WINE SAMPLING OR 4 TASTING EVENT SHALL BE MARKED THAT IT IS TO BE USED FOR THAT PURPOSE ONLY.

21 10-103.

22 (b) Except as otherwise provided in this subtitle, every new application for a 23 license shall be made to the Board of License Commissioners upon forms prescribed 24 by the Comptroller and sworn to by the applicant. Every application for a license shall 25 contain the following statements:

26 (9) (i) A statement that the applicant has never been convicted of a 27 felony and a further statement as to whether he has ever been adjudged guilty of 28 violating the laws governing the sale of alcoholic beverages or for the prevention of 29 gambling in the State of Maryland;

30 (ii) In Worcester County a statement that the applicant has never 31 offered a plea of nolo contendere to a felony indictment which was accepted by a court;
(iii) In SOMERSET AND Wicomico [County] COUNTIES, a statement 33 that the applicant consents to the Board investigating the applicant's criminal record;
34 and

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(iv) 1. In Prince George's and Worcester counties, a signed

36 statement by the applicant that the applicant has not been convicted of a felony or if

1 the application is being made for the use of a corporation, that the applicant and none 2 of the stockholders of that corporation have been convicted of a felony;
2. In Worcester County, that the owner of the corporation has

4 not been convicted of a felony; and
3. In Charles County, a signed statement by the applicant 6 that the applicant has not been convicted of a felony, or, except for an applicant for a 7 Class B beer, wine and liquor (BLX) luxury restaurant license, if the application is 8 being made for the use of a corporation, that the applicant and none of the 9 stockholders of that corporation have been convicted of a felony;
10 (V) 1. A. IN THIS SUBPARAGRAPH THE FOLLOWING WORDS 11 HAVE THE MEANINGS INDICATED.
12 B. "APPLICANT" MEANS AN APPLICANT FOR A NEW
13 ALCOHOLIC BEVERAGES LICENSE OR FOR A TRANSFER OF AN EXISTING ALCOHOLIC
14 BEVERAGES LICENSE.
5 C. "BOARD" MEANS THE BOARD OF LICENSE 6 COMMISSIONERS OF SOMERSET COUNTY.

## 6

831 for this service. In SOMERSET AND Wicomico [County] COUNTIES, the fee is $\$ 50$ and 2 is payable to the local collecting agent. In Worcester County, this section applies only 33 to Class C (clubs) establishments for which the fee is $\$ 5$. In Wicomico County, an 4 application for renewal of a restaurant license is subject to requirements specified in $35 \S 6-201(x)$ of this article, as amended from time to time.
(1) On the approval of the application by the Board of License Commissioners; and
(2) On the payment of the fee for the license.]
(P) IN SOMERSET COUNTY:
(1) NOTICE OF EACH APPLICATION FOR A LICENSE SHALL BE PUBLISHED ONCE A WEEK FOR 2 CONSECUTIVE WEEKS IN AT LEAST ONE
NEWSPAPER PUBLISHED IN THE MUNICIPAL CORPORATION OR UNINCORPORATED AREA IN WHICH, OR NEAREST TO WHICH, THE APPLICANT'S PROPOSED PLACE OF BUSINESS IS TO BE LOCATED;
(2) THE APPLICANT FOR THE LICENSE SHALL PAY THE BOARD OF LICENSE COMMISSIONERS A FEE OF \$350 TO COVER THE COSTS OF THE ADVERTISING REQUIRED BY PARAGRAPH (1) OF THIS SUBSECTION AND THE COSTS OF PROCESSING THE APPLICATION; AND
(3) AFTER THE BOARD OF LICENSE COMMISSIONERS HAS APPROVED THE APPLICATION FOR A LICENSE, THE COUNTY TREASURER SHALL ISSUE THE LICENSE ON PAYMENT OF THE FEE REQUIRED FOR THE LICENSE AND THE FEE REQUIRED BY PARAGRAPH (1) OF THIS SUBSECTION.

10-301.
(h) (1) In Worcester, Wicomico, Dorchester, Somerset, and Howard counties, notwithstanding any other provision of this article, any corporation or club holding any class of alcoholic beverage license may, during any license year, substitute the name of one of its officers for the name of any other officer on the license when the deleted officer has died, retired, been removed from office, or no longer holds an office in the corporation or club if the substitute is a fit person approved by the Board and can meet all the requirements the substitute would have to meet if the substitute were named in the original application. The corporation or club shall file an affidavit with the Board of License Commissioners showing the substitution of the officer or officers with an explanation of the substitution. Upon receipt of the affidavit the Board shall amend its records and issue a new license with the corrected names on it. The corporation or club shall pay a fee of $\$ 5$ to the Board of License Commissioners (S) (1) THIS SUBSECTION APPLIES ONLY IN SOMERSET COUNTY.
(2) IN THIS SUBSECTION, "BOARD" MEANS THE BOARD OF LICENSE COMMISSIONERS.

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## 2

 5 UNTIL THE LICENSEE HAS PRESENTED THE BOARD WITH A CERTIFICATE OF 6 RECEIPT FROM THE COUNTY FINANCE OFFICE THAT SHOWS THAT THERE ARE NOT 7 UNPAID TAXES ON THE MERCHANDISE, FIXTURES, AND STOCK OF THE APPLICANT 8 DUE TO THE COUNTY OR STATE. receive an annual salary of $[\$ 2,500] \$ 3,500$.(3) The County Commissioners may provide a sum sufficient to pay for all expenses of the Board, including:

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2 operation of the Board. operation of Beard.

3 15-112.

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7 [\$2,500] \$3,500; and
4 (u)
(u)
(ii) Costs of printing, supplies, and other expenses related to the
(1) This subsection applies only in Somerset County.
(2) The Board:
(i) Shall appoint a clerk to the Board at an annual salary of

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9 [\$3,000] \$4,000.

10 16-101.
1 (b) (1) Subject to [paragraph (2)] PARAGRAPHS (2) AND (3) of this 2 subsection, the following persons may appeal a decision of a local licensing board to 13 the circuit court of the county upon payment of all costs incident to the hearing before 14 the local licensing board:

15 (i) Any alcoholic beverages licensee that holds a license issued by 16 the local licensing board;

17 (ii) An applicant for an alcoholic beverages license that is the 18 subject of the decision by the local licensing board; and
(iii) Any group of not less than 10 persons who are residents or real 20 estate owners in the precinct or voting district in which the licensed place of business
21 is located or proposed to be located.

## (2) IN SOMERSET COUNTY, IN ADDITION TO THE REQUIREMENTS OF 3 PARAGRAPH (1) OF THIS SUBSECTION WITH RESPECT TO THE PAYMENT OF ALL 4 COSTS INCIDENT TO THE HEARING BEFORE THE BOARD OF LICENSE 5 COMMISSIONERS, A PERSON THAT APPEALS A DECISION OF THE BOARD TO THE 6 CIRCUIT COURT SHALL PAY TO THE BOARD AN APPEAL FEE OF \$100.

[(2)] (3) A licensee, license applicant, or group that appeals a decision of 28 a local licensing board under paragraph (1) of this subsection, must be aggrieved by
29 the decision of the board and must have appeared at the hearing of the board either in
30 person, by a representative, or by the submission of a written document that was
31 introduced at the hearing.
32 [(3)] (4) In Prince George's County, the governing body of the 33 municipality in which the licensed place of business is located or proposed to be 34 located may appeal therefrom to the circuit court of the county upon payment of all 35 costs incident to the hearing before the Board of License Commissioners.

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

## Article 2B - Alcoholic Beverages

4 3-101.
5 (a) (1) A Class A beer license shall be issued by the license issuing authority 6 of the county in which the place of business is located. The holder of the license may
7 keep for sale and sell beer at retail in any quantity to any consumers at the place
8 described in the license. The holder shall deliver the beer in a sealed package or
9 container, which may not be opened nor its contents consumed on the premises where
10 sold.
11 (2) The annual fee for the license shall be paid to the local collecting
12 agent before any license is issued, for distribution as provided.

12 agent before any license is issued, for distribution as provided.
13 (u) (1) This subsection applies in Somerset County.
(2) The annual license fee for a 6 day license is $[\$ 100] \$ 110$.
(3) The annual license fee for a 7 day license is [\$125] \$137.50.

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(4) A person may not hold a license under the provisions of this section

17 upon any premises having any direct or indirect connection with any drug or
8 pharmaceutical dispensing business, or other business establishments of a type
19 commonly known as or referred to as drugstore.

## 20 3-201.

21 (a) (1) A Class B license shall be issued by the license issuing authority of
22 the county in which the place of business is located. The holder of the license may
23 keep for sale and sell beer at retail at any hotel or restaurant at the place described in
24 the license for consumption on the premises or elsewhere.
25 (2) The annual fee for the license shall be paid to the local collecting 26 agent before any license is issued, for distribution as provided.
(u) In Somerset County the annual license fee is [\$200] \$220.

8 3-301.
29 (a) (1) A Class C beer license shall be issued by the local licensing authority
30 of the county in which the place of business is located. The holder of the license may
31 keep for sale and sell beer at retail to bona fide members and their guests, at any
32 club, at the place described in the license for consumption on the premises only.
33
(2) The annual fee for the license shall be paid to the local collecting 34 agent before any license is issued, for distribution as provided.
(u) In Somerset County the annual license fee is [\$25] \$27.50.

2 3-401.
3 (a) (1) A Class D beer license shall be issued by the license issuing authority 4 of the county in which the place of business is located. The holder of the license may 5 keep for sale and sell beer at retail at the place described in the license. The beer may 6 be consumed on the premises or elsewhere, but a license may not be issued for any 7 drugstore.

8 (2) The annual fee for the license shall be paid to the local collecting 9 agent before any license is issued, for distribution as provided.

10 (u) In Somerset County the annual license fee is [\$200] \$220.
11 4-201.
12 (a) A Class A light wine license may be issued only in:

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(1) Anne Arundel County;
(2) Baltimore County;
(3) Calvert County;
(4) Caroline County;
(5) Carroll County;
(6) Cecil County;
(7) Dorchester County;
(8) Frederick County;
(9) Garrett County;
(10) Harford County;
(11) Montgomery County;
(12) Queen Anne's County;
(13) St. Mary's County;
(14) Somerset County;
(15) Talbot County; and
(16) Washington County.

1 (b) (1) Except as otherwise provided in this subsection, the annual fee for 2 this license is $\$ 50$.

7 Board of License Commissioners with the approval of the Board of County
8 Commissioners.
(2) In Montgomery County the annual license fee is $\$ 100$.
(3) In Garrett County, the issuing fee for this license is $\$ 50$.
(4) In Harford County, the annual fee for this license is $\$ 100$.
(5) In Caroline County, the annual fee for this license shall be set by the
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(6) IN SOMERSET COUNTY, THE ANNUAL FEE FOR THIS LICENSE IS \$55.

10 5-101.
11 (a) (1) A Class A beer and light wine license shall be issued by the license 12 issuing authority of the county in which the place of business is located. The holder of 13 the license may keep for sale and sell beer and light wines at retail, in any quantity to
14 any consumers, at the place described in the license. The holder shall deliver the beer
15 and light wines in a sealed package or container, which package or container may not
16 be opened nor its contents consumed on the premises where sold.
17 (2) The annual fee for the license shall be paid to the local collecting 18 agent before any license is issued, for distribution as provided.

19 (u) (1) This subsection applies only in Somerset County.
(2) The annual license fee for a 6 day license is $[\$ 150] \$ 165$.
(3) The annual license fee for a 7 day license is [\$175] \$192.50.
(4) A person may not hold a license under the provisions of this 23 subsection upon any premises having any direct or indirect connection with any drug
24 or pharmaceutical, or other business establishments of a type commonly known as or
25 referred to as drugstore.
26 5-201.
27 (a) (1) A Class B beer and light wine license shall be issued by the license 28 issuing authority of the county in which the place of business is located. The holder
29 may keep for sale and sell beer and light wines at retail at any hotel or restaurant, at
30 the place described in the license, for consumption on the premises or elsewhere.
31 (2) The annual fee shall be paid to the local collecting agent before any
32 license is issued.
(u) In Somerset County the annual license fee is [\$200] \$220.

1 5-301.
(2) The annual fee for the license shall be paid to the local collecting 8 agent before any license is issued, for distribution as provided.
(u) In Somerset County the annual license fee is [\$35] \$38.50.

0 5-401.
11 (a) (1) A Class D beer and light wine license shall be issued by the license 12 issuing authority of the county in which the place of business is located. The license 13 authorizes its holder to keep for sale and to sell beer and light wines at retail, at the 14 place described in the license, for consumption on the premises or elsewhere. The 15 license may not be issued for any drugstore.
(2) The annual fee for this license is payable to the local collecting agent 26 before any license is issued, for distribution as provided in this article.

27 (u) (1) This subsection applies only in Somerset County.
(2) The annual license fee is [\$1,000] \$1,100 for a restaurant [and] OR

29 for a hotel.

30 6-301.
31 (a) (1) Except as provided in subsection (n) of this section, a Class C beer, 32 wine and liquor license shall be issued by the license issuing authority of the county
33 in which the place of business is located. It authorizes the holder to keep for sale and
34 sell all alcoholic beverages at retail at any club, at the place described in the license,
35 for consumption on the premises only.

1 (2) The annual fee for the license shall be paid to the local collecting 2 agent before the license is issued, for distribution as provided.

3 (3) In this section, "board" means the board of commissioners for the 4 jurisdiction to which the subsection applies.

5 (u) (1) This subsection applies only in Somerset County.
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(2) The annual license fee is [\$250] \$275.

7 6-401.
8 (a) (1) A Class D beer, wine and liquor license shall be issued by the license 9 issuing authority of the county in which the place of business is located. It authorizes
10 the holder to keep for sale and sell all alcoholic beverages at retail at the place
1 described in it, for consumption on the premises or elsewhere. A license may not be 12 issued for any drugstore.

13 (2) The annual license fee shall be paid to the local collecting agent 14 before any license is issued, for distribution as provided.

15 (3) In this section, "Board" means the Board of License Commissioners 16 for the jurisdiction to which the subsection applies.

17 (u) (1) In Somerset County the annual license fee is [\$1,000] \$1,100.
18 7-101.

19 (s) (1) This subsection applies only in Somerset County.
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21 any class except manufacturer's and wholesaler's licenses.
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(3) The licenses entitle the holder to exercise any of the privileges

23 conferred by the respective classes of licenses at any bona fide entertainment held or
24 conducted by any club, society, association, or civic or charitable organization.
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(4) (i) A special beer or beer and light wine license may be issued for

26 up to 7 consecutive days.

27
2814 consecutive days.

29 30 liquor license is [\$50] \$55 for each license for an initial 2-day period.

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(ii) After the initial 2-day period, the fee for each additional day is

32 [\$25] \$27.50.

The fees shall be paid to the Board for the use of the county before the
34 license is issued.

8 (c) An applicant for a special MWF license shall be a holder of a special 9 temporary alcoholic beverages license, State Class 3 winery license, or State Class 4 10 winery license.

11 (d) A special MWF licensee shall only display and sell wine that is produced 2 and processed in Maryland.

3 (e) A special MWF license entitles the holder to display and sell at retail wine 4 for consumption on or off the licensed premises on the days and for the hours 15 designated for the Maryland Wine Festival.

16 (f) The license fee is [\$15] \$16.50.
17 (g) The provisions of this section do not prohibit the licensee from holding 18 another alcoholic beverages license of a different class or nature.

19 (h) The Liquor Licensing Board:

21 for the Maryland Wine Festival; and
(2) Shall choose a location for this festival.
(i) The Liquor Licensing Board shall adopt regulations for implementing this section.

SECTION 3. AND BE IT FURTHER ENACTED, That, pursuant to Article III, § 35 of the Maryland Constitution, this Act may not be construed to extend or apply to the salary or compensation of the chairman or members of the Somerset County Board of License Commissioners in office on the effective date of this Act, but the provisions of this Act concerning the salary or compensation of the chairman or members of the Somerset County Board of License Commissioners shall take effect at the beginning of the next following term of office.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2006.

