### **SENATE BILL 233**

### By: Senator Della

Introduced and read first time: January 23, 2009 Assigned to: Education, Health, and Environmental Affairs

### A BILL ENTITLED

### 1 AN ACT concerning

## Baltimore City - Alcoholic Beverages - Expiration of Licenses - Drinking Games

4 FOR the purpose of altering the period of time after which an alcoholic beverages license in Baltimore City expires after the business has closed or alcoholic 5 6 beverages business operations have ceased; altering the length of a hardship 7 extension of an alcoholic beverages license that may be granted in Baltimore 8 City; prohibiting a holder of a retail alcoholic beverages license or owner or 9 operator of a bottle club in Baltimore City from promoting, encouraging, or 10 allowing certain drinking games or contests on the premises; providing certain 11 penalties; providing for the termination of certain provisions of this Act; and generally relating to alcoholic beverages in Baltimore City. 12

- 13 BY repealing and reenacting, with amendments,
- 14 Article 2B Alcoholic Beverages
- 15 Section 10–504(d)
- 16 Annotated Code of Maryland
- 17 (2005 Replacement Volume and 2008 Supplement)
- 18 BY adding to
- 19 Article 2B Alcoholic Beverages
- 20 Section 21–105.1
- 21 Annotated Code of Maryland
- 22 (2005 Replacement Volume and 2008 Supplement)

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#### Article 2B – Alcoholic Beverages

 $26 \quad 10-504.$ 

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



<sup>23</sup> SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 24 MARYLAND, That the Laws of Maryland read as follows:

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1 (d) (1)This subsection applies only in Baltimore City. (i)  $\mathbf{2}$ (ii) In this subsection, "Board" means the Board of License 3 Commissioners or the Office of the Comptroller, whichever is the issuing party. 4 (2)[180] **360** days after the holder of any license issued under the  $\mathbf{5}$ provisions of this article has closed the business or ceased active alcoholic beverages business operations of the business for which the license is held, the license shall 6 7 expire unless: 8 An application for approval of a transfer to another location (i) or an application for assignment to another person pursuant to § 10-503(d) of this 9 subtitle has been approved or is then pending; 10 11 An application pursuant to § 10–506 of this subtitle has been (ii) 12approved or is then pending; or 13(iii) A written request for a hardship extension, as provided in 14 this subsection, is filed within the [180-day] **360-DAY** period. 15(3)The licensee or other appropriate interested parties may make a written request to the Board for an extension of the life of the license due to undue 16 17hardship, for a time period of no more than a cumulative period of [360] 720 days 18 after the date of closing or cessation of alcoholic beverages business operations of the 19 business for which the license is held. 20 (4)After a hearing conducted on the extension request, on a finding that undue hardship currently exists causing the closing or cessation of business 2122operations, the Board may grant an extension of the life of the license for a time period 23not to exceed [360] **720** days as defined in paragraphs (3) and (5) of this subsection. 24(5)It is the intent of this subsection that the total time period for 25which a license may be deemed unexpired under paragraph (2) of this subsection is 26[180] **360** days if no undue hardship extension is granted, and no more than [360] 27**720** days if an undue hardship extension has been granted. The time period begins at the earlier of the closing of the business or cessation of alcoholic beverages business. 2829 and shall be tolled only upon the filing of an application or request described in paragraph (2) of this subsection, the expiration period to begin running again, 30 31cumulatively to the time period before the filing of the application or request, upon the 32occurrence of the later to occur of the following events: 33 (i) Final action of the Board granting or denying a request authorized by paragraph (3) of this subsection: 34

35 (ii) Final action of the Board denying an application described
36 under paragraph (2)(i) or (ii) of this subsection; or

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1 (iii) Final judgment of the appellate court when judicial review 2 of the Board's action on an application or request authorized by paragraph (2) or (3) of 3 this subsection has been sought, or on dismissal of a petition for judicial review.

4 (6) If an application or request to the Board described in paragraph (2) 5 or (3) of this subsection is withdrawn, there shall be no tolling of the period for 6 automatic expiration of the license and it shall be deemed as if no such application or 7 request was filed.

8 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 9 read as follows:

- 10 Article 2B Alcoholic Beverages
- 11 **21–105.1.**

12 (A) THIS SECTION APPLIES ONLY IN BALTIMORE CITY.

(B) A HOLDER OF A RETAIL ALCOHOLIC BEVERAGES LICENSE OR
OWNER OR OPERATOR OF A BOTTLE CLUB MAY NOT PROMOTE, ENCOURAGE, OR
ALLOW ON THE PREMISES A GAME COMMONLY KNOWN AS BEER PONG OR ANY
OTHER GAME OR CONTEST THAT INVOLVES DRINKING ALCOHOLIC BEVERAGES
OR THE AWARDING OF DRINKS OF ALCOHOLIC BEVERAGES AS PRIZES.

(C) ON A FINDING BY THE BOARD OF LIQUOR LICENSE
 COMMISSIONERS THAT A PERSON HAS VIOLATED THIS SECTION, THE BOARD
 MAY IMPOSE A FINE ON THE PERSON AND:

(1) IF THE PERSON IS A HOLDER OF A LICENSE, SUSPEND OR
 REVOKE THE LICENSE; OR

# 23(2)IF THE PERSON IS AN OWNER OR OPERATOR OF A BOTTLE24CLUB, CANCEL THE REGISTRATION OF THE BOTTLE CLUB.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
July 1, 2009. Section 1 of this Act shall remain effective for a period of 2 years and, at
the end of June 30, 2011, with no further action required by the General Assembly,
Section 1 of this Act shall be abrogated and of no further force and effect.