#### By: Delegate Arentz Introduced and read first time: February 12, 2016 Assigned to: Economic Matters

**Committee Report: Favorable** House action: Adopted Read second time: March 9, 2016

CHAPTER

AN ACT concerning 1

## Alcoholic Beverages – Class 9 Limited Distillery Licenses

3 FOR the purpose of authorizing the Comptroller to issue a Class 9 limited distillery license to the holder of a certain Class B beer, wine, and liquor license under certain 4 circumstances; applying provisions relating to Class 9 limited distillery licenses to  $\mathbf{5}$ 6 each county in the State and to the City of Annapolis and the City of Baltimore; and 7 generally relating to Class 9 limited distillery licenses.

#### 8 BY repealing and reenacting, with amendments,

- 9 Article – Alcoholic Beverages
- 10 Section 2–203, 9–401, 10–401, 11–401, 12–401, 13–401, 14–401, 15–401, 16–401,
- 17-401, 18-401, 19-401, 20-401, 21-401, 22-401, 23-401, 24-401, 25-401, 11 12
  - 26-401, 27-401, 28-401, 29-401, 30-401, 31-401, and 32-401
- 13 Annotated Code of Maryland
- (As enacted by Chapter (S.B. 724) of the Acts of the General Assembly of 2016) 14
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 1516 That the Laws of Maryland read as follows:
- 17

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## Article – Alcoholic Beverages

- 2 203.18
- 19(a) There is a Class 9 limited distillery license.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1	(b)	The limited distillery license may be issued only to a holder of a:
$2 \\ 3 \\ 4$		(1) Class D beer, wine, and liquor license WHERE SALES FOR BOTH FF-PREMISES CONSUMPTION ARE PERMITTED for use on the premises for lass D license was issued; OR
5 6 7		(2) CLASS B BEER, WINE, AND LIQUOR LICENSE WHERE SALES FOR AND OFF-PREMISES CONSUMPTION ARE PERMITTED FOR USE ON THE FOR WHICH THE CLASS B LICENSE WAS ISSUED.
8	(c)	A holder of the limited distillery license:
9 10	and bottling	(1) may establish and operate a plant in the State for distilling, rectifying, brandy, rum, whiskey, alcohol, and neutral spirits if the holder:
$\begin{array}{c} 11 \\ 12 \end{array}$	brandy, run	(i) maintains only one brand at any one time for each product of a, whiskey, alcohol, and neutral spirits that is distilled, rectified, and sold; and
$\begin{array}{c} 13\\14 \end{array}$	another ent	(ii) does not manufacture or rectify product of any other brand for ity;
$\begin{array}{c} 15\\ 16 \end{array}$	rectifying lie	(2) may acquire bulk alcoholic beverages from the holder of a distillery or cense in the State or from the holder of a nonresident dealer's permit;
17 18	premises th	(3) after acquiring an individual storage permit, may store on the licensed ose products manufactured under the license;
19 20 21		(4) may sell and deliver those products manufactured under the license ensed wholesaler in the State or person authorized to acquire distilled spirits tate and not to a county dispensary;
$\frac{22}{23}$	manner con	(5) may sell the products manufactured under the license at retail in a sistent with the underlying Class D OR CLASS B license;
$\begin{array}{c} 24 \\ 25 \end{array}$	for the limit	(6) may conduct guided tours of that portion of the licensed premises used ed distillery operation; and
26 27 28		(7) may serve not more than three samples of products manufactured at premises, with each sample consisting of not more than one-half ounce from a act, to persons who:
29		(i) have attained the legal drinking age;
30		(ii) participated in a guided tour; and

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1 (iii) are present on that portion of the premises used for the limited 2 distillery operation.

- 3 (d) A holder of the limited distillery license may not:
- 4
- (1) apply for or possess a wholesaler's license;

5 (2) sell bottles of the products manufactured at the Class 9 limited 6 distillery on that part of the premises used for the distillery operation;

(3) except as provided in subsection (e) of this section, distill, rectify, bottle,
or sell more than 100,000 gallons of brandy, rum, whiskey, alcohol, and neutral spirits each
calendar year;

10 (4) sell at retail on the premises of the Class D **OR CLASS B** license, for 11 on–sale or off–sale consumption, more than 15,500 gallons of the products manufactured 12 under the license each calendar year; and

13 (5) own, operate, or be affiliated in any manner with another 14 manufacturer.

15 (e) To distill more than the gallonage specified in subsection (d)(3) of this section, 16 a holder of the limited distillery license shall divest itself of any Class D **OR CLASS B** retail 17 license and obtain a Class 1 distillery license.

18 (f) A holder of the limited distillery license shall abide by all trade practice 19 restrictions applicable to distilleries.

20 (g) The annual license fee is \$500.

21 9-401.

(a) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of
Division I of this article apply in the County without exception or variation:

- 24 (1) § 2-201 ("Issuance by Comptroller");
- 25 (2) § 2-202 ("Class 1 distillery license");
- 26 (3) § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
- 27 (4)  $\S 2-204$  ("Class 2 rectifying license");
- 28 [(4)] (5) § 2–205 ("Class 3 winery license");
- 29 [(5)] (6) § 2–206 ("Class 4 limited winery license");

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1	[(6)] <b>(</b> 7	§ 2–207 ("Class 5 brewery license");
2	<b>[</b> (7) <b>] (</b> 8	§ 2–210 ("Class 8 farm brewery license");
3	<b>[</b> (8) <b>] (</b> 9	§ 2–211 ("Residency requirement");
4	<b>[</b> (9) <b>] (1</b>	<b>0)</b> § 2–212 ("Additional licenses");
5	<b>[</b> (10) <b>] (</b>	<b>11)</b> § 2–213 ("Additional fees");
6	<b>[</b> (11) <b>] (</b>	12) § 2–214 ("Sale or delivery restricted");
7	<b>[</b> (12) <b>]</b> (	<b>13)</b> § 2–215 ("Beer sale on credit to retail dealer prohibited");
8 9	[(13)] ( retailers");	14) § 2–216 ("Interaction between manufacturing entities and
10 11	[(14)] ( practices"); and	15) § 2–217 ("Distribution of alcoholic beverages — Prohibited
12 13	[(15)] ( retailers — Prohibit	<b>16)</b> § 2–218 ("Restrictive agreements between producers and ed").
$\begin{array}{c} 14 \\ 15 \end{array}$		llowing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of the class of the county:
16	(1)	2–203 ("Class 9 limited distillery license"); and
17 18	(2) IN THE COUNTY.	<b>SECTION</b> 2–208 ("Class 6 pub–brewery license") <b>DOES NOT APPLY</b>
$\begin{array}{c} 19\\ 20 \end{array}$		2–209 ("Class 7 micro–brewery license") of Division I of this article y, subject to § 9–403 of this subtitle.
21	10–401.	
$\begin{array}{c} 22\\ 23 \end{array}$		lowing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of the apply in the City without exception or variation:
24	(1)	2–201 ("Issuance by Comptroller");
25	(2)	2–202 ("Class 1 distillery license");
26	(3)	2-203 ("CLASS 9 LIMITED DISTILLERY LICENSE");

1		(4) § 2–2	04 ("Class 2 rectifying license");
2		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
3		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
4		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
5		[(7)] <b>(8)</b>	§ 2–208 ("Class 6 pub–brewery license");
6		<b>[</b> (8) <b>] (9)</b>	§ 2–209 ("Class 7 micro–brewery license");
7		<b>[</b> (9) <b>] (10)</b>	§ 2–210 ("Class 8 farm brewery license");
8		<b>[</b> (10) <b>] (11)</b>	§ 2–211 ("Residency requirement");
9		<b>[</b> (11) <b>] (12)</b>	§ 2–212 ("Additional licenses");
10		<b>[</b> (12) <b>] (13)</b>	§ 2–213 ("Additional fees");
11		<b>[</b> (13) <b>] (14)</b>	§ 2–214 ("Sale or delivery restricted");
$\begin{array}{c} 12\\ 13 \end{array}$	retailers");	<b>[</b> (14) <b>] (15)</b>	$2{-}216$ ("Interaction between manufacturing entities and
$\begin{array}{c} 14 \\ 15 \end{array}$	practices");		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 16 \\ 17 \end{array}$	retailers —	[(16)] <b>(17)</b> Prohibited").	2-218 ("Restrictive agreements between producers and
18 19	(b) Division I of	=	ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of lo not apply in the City:
20		(1) § 2–2	03 ("Class 9 limited distillery license"); and
$\begin{array}{c} 21 \\ 22 \end{array}$	<b>D</b> IVISION I	.,	CTION 2–215 ("Beer sale on credit to retail dealer prohibited") OF FICLE DOES NOT APPLY IN THE CITY.
23	11–401.		
$\begin{array}{c} 24 \\ 25 \end{array}$	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
26		(1) § 2–2	01 ("Issuance by Comptroller");

	6		HOUSE BILL 1316
1		(2) § 2–20	02 ("Class 1 distillery license");
2		(3) <b>§ 2–2</b>	03 ("CLASS 9 LIMITED DISTILLERY LICENSE");
3		(4) § 2–20	04 ("Class 2 rectifying license");
4		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
5		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
6		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
7		[(7)] <b>(8)</b>	§ 2–208 ("Class 6 pub–brewery license");
8		[(8)] <b>(9)</b>	§ 2–209 ("Class 7 micro–brewery license");
9		[(9) <b>] (10)</b>	§ 2–210 ("Class 8 farm brewery license");
10		<b>[</b> (10) <b>] (11)</b>	§ 2–211 ("Residency requirement");
11		<b>[</b> (11) <b>] (12)</b>	§ 2–212 ("Additional licenses");
12		<b>[</b> (12) <b>] (13)</b>	§ 2–213 ("Additional fees");
13		<b>[</b> (13) <b>] (14)</b>	§ 2–214 ("Sale or delivery restricted");
$\begin{array}{c} 14 \\ 15 \end{array}$	retailers");	<b>[</b> (14) <b>] (15)</b>	$\ 2-216$ ("Interaction between manufacturing entities and
$\begin{array}{c} 16 \\ 17 \end{array}$	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
18 19	retailers — F		2-218 ("Restrictive agreements between producers and
20 21	(b) does not appl	-	03 ("Class 9 limited distillery license") of Division I of this article nty.
$\begin{array}{c} 22 \\ 23 \end{array}$	.,=		5 ("Beer sale on credit to retail dealer prohibited") of Division I of County, subject to § 11–403 of this subtitle.
24	12–401.		
$\begin{array}{c} 25\\ 26 \end{array}$	. ,		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of pply in the City without exception or variation:

1		(1) § 2-2	201 ("Issuance by Comptroller");
2		(2) § 2-2	202 ("Class 1 distillery license");
3		(3) <b>§ 2</b> -	203 ("Class 9 limited distillery license");
4		(4) § 2-2	204 ("Class 2 rectifying license");
5		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
6		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
7		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
8		<b>[</b> (7) <b>] (8)</b>	§ 2–208 ("Class 6 pub–brewery license");
9		<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
10		<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
11		<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
12		<b>[</b> (11) <b>] (12)</b>	2-213 ("Additional fees");
13		<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
14		<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 15\\ 16 \end{array}$	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
17 18	retailers —		$2{-}218$ ("Restrictive agreements between producers and .
19 20	(b) does not app	-	-203 ("Class 9 limited distillery license") of Division I of this article ty.
$\begin{array}{c} 21 \\ 22 \end{array}$	(c)] Division I of		ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the City:
$\begin{array}{c} 23\\ 24 \end{array}$	subtitle; and	· · · -	209 ("Class 7 micro-brewery license"), subject to § 12–403 of this
$\begin{array}{c} 25\\ 26 \end{array}$	subject to §		216 ("Interaction between manufacturing entities and retailers"), is subtitle.

1 13-401.

 $\mathbf{2}$ The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of (a)3 Division I of this article apply in the County without exception or variation: 4 (1)§ 2–201 ("Issuance by Comptroller"): § 2–202 ("Class 1 distillery license");  $\mathbf{5}$ (2)§ 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE"); 6 (3)§ 2–204 ("Class 2 rectifying license"); 7 (4) 8 **[**(4)**] (5)** § 2–205 ("Class 3 winery license"); 9 **[**(5)**] (6)**  2–206 ("Class 4 limited winerv license"): 10 **[**(6)**] (7)** § 2–207 ("Class 5 brewery license"); 11 **[**(7)**] (8)** § 2–208 ("Class 6 pub–brewery license"): 12**[**(8)**] (9)** § 2–209 ("Class 7 micro–brewery license"); 13**[**(9)**] (10)** § 2–210 ("Class 8 farm brewery license"); § 2–211 ("Residency requirement"); 14 **(**10)**] (11)** 15**(**11)**] (12)** § 2–212 ("Additional licenses"); 16 **(**12)**] (13)** § 2–213 ("Additional fees"); 17**(**13)**] (14)** § 2–214 ("Sale or delivery restricted"); § 2-216 ("Interaction between manufacturing entities and 18 **(**14)**] (15)** 19retailers"); 20[(15)] (16) § 2–217 ("Distribution of alcoholic beverages — Prohibited practices"); and 21

22 [(16)] (17) § 2–218 ("Restrictive agreements between producers and 23 retailers — Prohibited").

(b) [The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of
Division I of this article do not apply in the County:

26

(1) § 2–203 ("Class 9 limited distillery license"); and

$egin{array}{c} 1 \\ 2 \end{array}$	() <b>3</b>	CTION 2–215 ("Beer sale on credit to retail dealer prohibited") OF TICLE DOES NOT APPLY IN THE COUNTY.
3	14–401.	
$\frac{4}{5}$		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
6	(1) § $2-2$	01 ("Issuance by Comptroller");
7	(2) § 2–2	02 ("Class 1 distillery license");
8	(3) <b>§ 2–2</b>	03 ("CLASS 9 LIMITED DISTILLERY LICENSE");
9	<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");
10	<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
11	<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
12	<b>[</b> (6) <b>] (7)</b>	§ 2–207 ("Class 5 brewery license");
13	<b>[</b> (7) <b>] (8)</b>	§ 2–208 ("Class 6 pub–brewery license");
14	<b>[</b> (8) <b>] (9)</b>	§ 2–209 ("Class 7 micro–brewery license");
15	<b>[</b> (9) <b>] (10)</b>	§ 2–210 ("Class 8 farm brewery license");
16	<b>[</b> (10) <b>] (11)</b>	§ 2–211 ("Residency requirement");
17	<b>[</b> (11) <b>] (12)</b>	§ 2–212 ("Additional licenses");
18	<b>[</b> (12) <b>] (13)</b>	§ 2–213 ("Additional fees");
19	<b>[</b> (13) <b>] (14)</b>	§ 2–214 ("Sale or delivery restricted");
$\begin{array}{c} 20\\ 21 \end{array}$	[(14)] <b>(15)</b> retailers");	2-216 ("Interaction between manufacturing entities and
$\frac{22}{23}$	[(15)] <b>(16)</b> practices"); and	2-217 ("Distribution of alcoholic beverages — Prohibited
$\frac{24}{25}$	[(16)] <b>(17)</b> retailers — Prohibited").	2-218 ("Restrictive agreements between producers and

	10		HOUSE DILL 1910
$\frac{1}{2}$	(b) Division I of	-	ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of do not apply in the County:
3		(1) § 2–2	03 ("Class 9 limited distillery license"); and
4 5	<b>D</b> IVISION I		CTION 2–215 ("Beer sale on credit to retail dealer prohibited") OF TICLE DOES NOT APPLY IN THE COUNTY.
6	15-401.		
$7 \\ 8$	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
9		(1) § 2–2	01 ("Issuance by Comptroller");
10		(2) § 2–2	02 ("Class 1 distillery license");
11		(3) <b>§ 2–2</b>	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
12		<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");
13		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
14		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
15		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
16		[(7)] <b>(8)</b>	§ 2–209 ("Class 7 micro–brewery license");
17		<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
18		<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
19		<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
20		<b>[</b> (11) <b>] (12)</b>	2-213 ("Additional fees");
21		<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
22		<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 23\\ 24 \end{array}$	retailers");	<b>[</b> (14) <b>] (15)</b>	2-216 ("Interaction between manufacturing entities and

25 [(15)] (16) § 2–217 ("Distribution of alcoholic beverages — Prohibited 26 practices"); and 1 [(16)] (17) § 2–218 ("Restrictive agreements between producers and 2 retailers — Prohibited").

3 (b) [The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 4 Division I of this article do not apply in the County:

 $\mathbf{5}$ 

(1) § 2–203 ("Class 9 limited distillery license"); and

### 6 (2) §] SECTION 2–208 ("Class 6 pub–brewery license") OF DIVISION I OF 7 THIS ARTICLE DOES NOT APPLY IN THE COUNTY.

8 16-401.

9 (a) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 10 Division I of this article apply in the County without exception or variation:

- 11 (1) § 2-201 ("Issuance by Comptroller");
- 12 (2) § 2–202 ("Class 1 distillery license");
- 13 (3) § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
- 14 (4) § 2–204 ("Class 2 rectifying license");
- 15 [(4)] (5) § 2–205 ("Class 3 winery license");
- 16 [(5)] (6) § 2–207 ("Class 5 brewery license");
- 17 [(6)] (7) § 2–210 ("Class 8 farm brewery license");
- 18 **[**(7)**] (8)** § 2–211 ("Residency requirement");
- 19 **[**(8)**] (9)** § 2–212 ("Additional licenses");
- 20 [(9)] (10) § 2–213 ("Additional fees");
- 21 [(10)] (11) § 2–214 ("Sale or delivery restricted");

22 [(11)] (12) § 2–216 ("Interaction between manufacturing entities and 23 retailers");

24 [(12)] (13) § 2–217 ("Distribution of alcoholic beverages — Prohibited 25 practices"); and

1 [(13)] (14) § 2–218 ("Restrictive agreements between producers and 2 retailers — Prohibited").

3 (b) [The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 4 Division I of this article do not apply in the County:

 $\mathbf{5}$ 

(1) § 2–203 ("Class 9 limited distillery license"); and

6 (2) §] SECTION 2–215 ("Beer sale on credit to retail dealer prohibited") OF
7 DIVISION I OF THIS ARTICLE DOES NOT APPLY IN THE COUNTY.

- 8 (c) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 9 Division I of this article apply in the County:
- 10 (1) § 2–206 ("Class 4 limited winery license"), subject to § 16–403 of this 11 subtitle;

12 (2) § 2–208 ("Class 6 pub–brewery license"), subject to § 16–404 of this 13 subtitle; and

- 14 (3) § 2–209 ("Class 7 micro-brewery license"), subject to § 16–405 of this 15 subtitle.
- 16 17-401.

17 (a) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 18 Division I of this article apply in the County without exception or variation:

- 19 (1) § 2-201 ("Issuance by Comptroller");
- 20 (2) § 2–202 ("Class 1 distillery license");
- 21 (3) § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
- 22 (4) § 2–204 ("Class 2 rectifying license");
- 23 [(4)] (5) § 2–205 ("Class 3 winery license");
- 24 [(5)] (6) § 2–206 ("Class 4 limited winery license");
- 25 [(6)] (7) § 2–207 ("Class 5 brewery license");
- 26 [(7)] (8) § 2–208 ("Class 6 pub–brewery license");
- 27 [(8)] (9) § 2–210 ("Class 8 farm brewery license");

1	<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
2	<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
3	<b>[</b> (11) <b>] (12)</b>	§ 2–213 ("Additional fees");
4	<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
5	<b>[</b> (13) <b>] (14)</b>	2-215 ("Beer sale on credit to retail dealer prohibited");
$6 \\ 7$	[(14)] <b>(15)</b> retailers");	2-216 ("Interaction between manufacturing entities and
$\frac{8}{9}$	[(15)] <b>(16)</b> practices"); and	2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 10\\11 \end{array}$	[(16)] <b>(17)</b> retailers — Prohibited").	$\$ 2–218 ("Restrictive agreements between producers and
$\begin{array}{c} 12 \\ 13 \end{array}$		ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of do not apply in the County:
14	(1) § $2-2$	03 ("Class 9 limited distillery license"); and
$\begin{array}{c} 15\\ 16\end{array}$	()	ECTION 2–209 ("Class 7 micro–brewery license") OF DIVISION I S NOT APPLY IN THE COUNTY.
17	18–401.	
$\begin{array}{c} 18\\19\end{array}$		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
20	(1) § $2-2$	01 ("Issuance by Comptroller");
21	(2) § $2-2$	02 ("Class 1 distillery license");
22	(3) <b>§ 2–</b> 2	203 ("Class 9 limited distillery license");
23	<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");
24	<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
25	<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
26	[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");

	14		HOUSE BILL 1316
1		[(7)] <b>(8)</b>	§ 2–208 ("Class 6 pub–brewery license");
2		[(8)] <b>(9)</b>	§ 2–209 ("Class 7 micro–brewery license");
3		[(9)] <b>(10)</b>	§ 2–210 ("Class 8 farm brewery license");
4		<b>[</b> (10) <b>] (11)</b>	§ 2–211 ("Residency requirement");
5		<b>[</b> (11) <b>] (12)</b>	§ 2–212 ("Additional licenses");
6		<b>[</b> (12) <b>] (13)</b>	§ 2–213 ("Additional fees");
7		<b>[</b> (13) <b>] (14)</b>	§ 2–214 ("Sale or delivery restricted");
8		<b>[</b> (14) <b>] (15)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
9 10	retailers");	<b>[</b> (15) <b>] (16)</b>	2-216 ("Interaction between manufacturing entities and
$\begin{array}{c} 11 \\ 12 \end{array}$	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 13\\14\end{array}$	retailers —	[(17)] (18) Prohibited").	2-218 ("Restrictive agreements between producers and
$\begin{array}{c} 15\\ 16\end{array}$	[(b) does not app	Section 2–20 oly in the Cou	03 ("Class 9 limited distillery license") of Division I of this article unty.]
17	19–401.		
18 19	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
20		(1) § 2–2	01 ("Issuance by Comptroller");
21		(2) § 2–2	02 ("Class 1 distillery license");
22		(3) <b>§ 2–2</b>	03 ("CLASS 9 LIMITED DISTILLERY LICENSE");
23		(4) § 2–2	04 ("Class 2 rectifying license");
24		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
25		[(5)] <b>(6)</b>	§ 2–206 ("Class 4 limited winery license");

1		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
2		<b>[</b> (7) <b>] (8)</b>	§ 2–210 ("Class 8 farm brewery license");
3		[(8)] <b>(9)</b>	§ 2–211 ("Residency requirement");
4		[(9)] <b>(10)</b>	§ 2–212 ("Additional licenses");
5		<b>[</b> (10) <b>] (11)</b>	2-213 ("Additional fees");
6		<b>[</b> (11) <b>] (12)</b>	§ 2–214 ("Sale or delivery restricted");
7		<b>[</b> (12) <b>] (13)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
8 9	retailers");	<b>[</b> (13) <b>] (14)</b>	2-216 ("Interaction between manufacturing entities and
10 11	practices");		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 12 \\ 13 \end{array}$	retailers —		2-218 ("Restrictive agreements between producers and
$\begin{array}{c} 14 \\ 15 \end{array}$	(b) does not app	[Section 2– oly in the Co	203 ("Class 9 limited distillery license") of Division I of this article unty.
$\begin{array}{c} 16 \\ 17 \end{array}$	(c)] Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County:
18 19	subtitle; and		208 ("Class 6 pub-brewery license"), subject to § $19-403$ of this
$\begin{array}{c} 20\\ 21 \end{array}$	subtitle.	(2) § 2-2	209 ("Class 7 micro–brewery license"), subject to § 19–404 of this
22	20-401.		
$\begin{array}{c} 23 \\ 24 \end{array}$	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
25		(1) § 2-2	201 ("Issuance by Comptroller");
26		(2) § 2-2	202 ("Class 1 distillery license");
27		(3) <b>§ 2–</b> 2	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");

	16	HOUSE BILL 1316
1		(4) § 2–204 ("Class 2 rectifying license");
2		[(4)] (5) § 2–207 ("Class 5 brewery license");
3		[(5)] (6) § 2–210 ("Class 8 farm brewery license");
4		[(6)] (7) § 2–211 ("Residency requirement");
5		[(7)] (8) § 2–212 ("Additional licenses");
6		[(8)] (9) § 2–213 ("Additional fees");
7		[(9)] (10) § 2–214 ("Sale or delivery restricted");
8		[(10)] (11) § 2–215 ("Beer sale on credit to retail dealer prohibited");
9 10	retailers");	[(11)] (12) § 2–216 ("Interaction between manufacturing entities and
$\begin{array}{c} 11 \\ 12 \end{array}$	practices");	[(12)] (13) § 2–217 ("Distribution of alcoholic beverages — Prohibited and
$\begin{array}{c} 13 \\ 14 \end{array}$	retailers —	[(13)] (14) § 2–218 ("Restrictive agreements between producers and Prohibited").
$\begin{array}{c} 15\\ 16\end{array}$	(b) does not app	[Section 2–203 ("Class 9 limited distillery license") of Division I of this article ply in the County.
17 18	(c)] Division I of	The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of f this article apply in the County:
19		(1) § $2-205$ ("Class 3 winery license"), subject to § $20-403$ of this subtitle;
$\begin{array}{c} 20\\ 21 \end{array}$	subtitle;	(2) § 2–206 ("Class 4 limited winery license"), subject to § 20–404 of this
$\frac{22}{23}$	subtitle; and	(3) § 2–208 ("Class 6 pub-brewery license"), subject to § 20–405 of this d
$\begin{array}{c} 24 \\ 25 \end{array}$	subtitle.	(4) § 2–209 ("Class 7 micro–brewery license"), subject to § 20–406 of this
26	21-401.	
$\begin{array}{c} 27\\ 28 \end{array}$	(a) Division I of	The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of f this article apply in the County without exception or variation:

1		(1) § 2-	–201 ("Issuance by Comptroller");
2		(2) § 2	-203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
3		<b>(3)</b> § 2-	–205 ("Class 3 winery license");
4		<b>[</b> (3) <b>] (4)</b>	§ 2–207 ("Class 5 brewery license");
5		<b>[</b> (4) <b>] (5)</b>	§ 2–209 ("Class 7 micro–brewery license");
6		[(5)] <b>(6)</b>	§ 2–211 ("Residency requirement");
7		[(6)] <b>(7)</b>	§ 2–212 ("Additional licenses");
8		[(7)] <b>(8)</b>	2-213 ("Additional fees");
9		<b>[</b> (8) <b>] (9)</b>	§ 2–214 ("Sale or delivery restricted");
10		<b>[</b> (9) <b>] (10)</b>	2-215 ("Beer sale on credit to retail dealer prohibited");
11 12	retailers");	<b>[</b> (10) <b>] (11</b>	) § $2-216$ ("Interaction between manufacturing entities and
13 14	practices");		) § 2–217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 15\\ 16\end{array}$	retailers —		) § 2–218 ("Restrictive agreements between producers and ').
17 18	(b) does not app	-	2–203 ("Class 9 limited distillery license") of Division I of this article county.
19 20	(c)] Division I of		ving sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of e apply in the County:
21		(1) § 2-	-202 ("Class 1 distillery license"), subject to § $21$ -403 of this subtitle;
22		(2) § 2-	-204 ("Class 2 rectifying license"), subject to § 21–404 of this subtitle;
$\begin{array}{c} 23\\ 24 \end{array}$	subtitle;	(3) § 2	-206 ("Class 4 limited winery license"), subject to § 21-405 of this
$\frac{25}{26}$	subtitle; and		-208 ("Class 6 pub-brewery license"), subject to § 21-406 of this

	18		HOUSE BILL 1316
$egin{array}{c} 1 \ 2 \end{array}$	subtitle.	(5) § 2–2	10 ("Class 8 farm brewery license"), subject to § 21–407 of this
3	22-401.		
4 5	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
6		(1) § 2–2	01 ("Issuance by Comptroller");
7		(2) § 2–2	02 ("Class 1 distillery license");
8		(3) <b>§ 2–2</b>	03 ("CLASS 9 LIMITED DISTILLERY LICENSE");
9		<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");
10		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
11		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
12		[(6)] <b>(7)</b>	§ 2–208 ("Class 6 pub–brewery license");
13		<b>[</b> (7) <b>] (8)</b>	§ 2–209 ("Class 7 micro–brewery license");
14		<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
15		<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
16		<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
17		<b>[</b> (11) <b>] (12)</b>	§ 2–213 ("Additional fees");
18		<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
19		<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 20\\ 21 \end{array}$	retailers");	<b>[</b> (14) <b>] (15)</b>	2-216 ("Interaction between manufacturing entities and
$\begin{array}{c} 22\\ 23 \end{array}$	practices");		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 24 \\ 25 \end{array}$	retailers —	[(16)] <b>(17)</b> Prohibited").	2-218 ("Restrictive agreements between producers and

1 [Section 2–203 ("Class 9 limited distillery license") of Division I of this article (b) $\mathbf{2}$ does not apply in the County. 3 Section 2–207 ("Class 5 brewery license") of Division I of this article applies in (c)4 the County, subject to § 22–403 of this subtitle. 23 - 401. $\mathbf{5}$ 6 The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of (a) 7 Division I of this article apply in the County without exception or variation: § 2–201 ("Issuance by Comptroller"); 8 (1)9 (2)§ 2–202 ("Class 1 distillery license"); 10 § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE"); (3)11 § 2–204 ("Class 2 rectifying license"); (4) 12**[**(4)**] (5)** § 2–205 ("Class 3 winery license"); 13**[**(5)**] (6)** § 2–206 ("Class 4 limited winery license"); 14 **[**(6)**] (7)** § 2–207 ("Class 5 brewery license"); 15**[**(7)**] (8)** § 2–209 ("Class 7 micro–brewery license"); 16 **[**(8)**] (9)** § 2–210 ("Class 8 farm brewery license"); 17**[**(9)**] (10)**  2–211 ("Residency requirement"); 18**(**10)**] (11)** § 2–212 ("Additional licenses"); § 2–213 ("Additional fees"); 19 **(**(11)**] (12)** 20**(**12)**] (13)** § 2–214 ("Sale or delivery restricted"); 21[(13)] (14) § 2–216 ("Interaction between manufacturing entities and 22retailers"); 23[(14)] (15) § 2–217 ("Distribution of alcoholic beverages — Prohibited 24practices"); and

25 [(15)] (16) § 2–218 ("Restrictive agreements between producers and 26 retailers — Prohibited").

$\frac{1}{2}$	(b) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of do not apply in the County:
3		(1) [§ 2–	203 ("Class 9 limited distillery license");
4		(2)] § 2–2	08 ("Class 6 pub–brewery license"); and
5		<b>[</b> (3) <b>] (2)</b>	2-215 ("Beer sale on credit to retail dealer prohibited").
6	24-401.		
$7 \\ 8$	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
9		(1) § 2–2	01 ("Issuance by Comptroller");
10		(2) § 2–2	02 ("Class 1 distillery license");
11		(3) <b>§ 2</b> -2	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
12		(4) § 2–2	04 ("Class 2 rectifying license");
13		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
14		[(5)] <b>(6)</b>	§ 2–206 ("Class 4 limited winery license");
15		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
16		<b>[</b> (7) <b>] (8)</b>	§ 2–210 ("Class 8 farm brewery license");
17		<b>[</b> (8) <b>] (9)</b>	§ 2–211 ("Residency requirement");
18		[(9)] <b>(10)</b>	§ 2–212 ("Additional licenses");
19		<b>[</b> (10) <b>] (11)</b>	2-213 ("Additional fees");
20		<b>[</b> (11) <b>] (12)</b>	§ 2–214 ("Sale or delivery restricted");
21		<b>[</b> (12) <b>] (13)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
22 23	retailers");	<b>[</b> (13) <b>] (14)</b>	2-216 ("Interaction between manufacturing entities and
2.4			

24 [(14)] (15) § 2–217 ("Distribution of alcoholic beverages — Prohibited 25 practices"); and

[(15)] (16) § 2–218 ("Restrictive agreements between producers and 1  $\mathbf{2}$ retailers — Prohibited"). 3 [Section 2–203 ("Class 9 limited distillery license") of Division I of this article (b)4 does not apply in the County. The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of  $\mathbf{5}$ (c)6 Division I of this article apply in the County: 7 (1)2-208 ("Class 6 pub-brewery license"), subject to 24-403 of this 8 subtitle; and 9 (2)2-209 ("Class 7 micro-brewery license"), subject to 24-404 of this 10 subtitle. 11 25 - 401.12The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of (a) 13Division I of this article apply in the County without exception or variation: 14§ 2–201 ("Issuance by Comptroller"); (1)15(2)§ 2–202 ("Class 1 distillery license"); 16(3)§ 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE"); 17(4) § 2–204 ("Class 2 rectifying license"); 18 **[**(4)**] (5)** § 2–206 ("Class 4 limited winery license"); 19 **[**(5)**] (6)** § 2–207 ("Class 5 brewery license"); 20**[**(6)**] (7)** § 2–210 ("Class 8 farm brewery license"); 21§ 2–211 ("Residency requirement"); **[**(7)**] (8)** 22§ 2–212 ("Additional licenses"); **[**(8)**] (9)** 23§ 2–213 ("Additional fees"); **[**(9)**] (10)** 24**(**10)**] (11)**  $\S$  2–214 ("Sale or delivery restricted"); 25**(**11)**] (12)** § 2-216 ("Interaction between manufacturing entities and retailers"); 26

$\frac{1}{2}$	[(12)] (13) § 2–217 ("Distribution of alcoholic beverages — Prohibited practices"); and
$\frac{3}{4}$	[(13)] (14) § 2–218 ("Restrictive agreements between producers and retailers — Prohibited").
$5 \\ 6$	(b) [The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of Division I of this article do not apply in the County:
7	(1) § 2–203 ("Class 9 limited distillery license"); and
8 9	(2) §] SECTION 2–215 ("Beer sale on credit to retailer dealer prohibited") OF DIVISION I OF THIS ARTICLE DOES NOT APPLY IN THE COUNTY.
10 11	(c) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of Division I of this article apply in the County:
12	(1) § 2–205 ("Class 3 winery license"), subject to § 25–403 of this subtitle;
$\begin{array}{c} 13\\14 \end{array}$	(2) § 2–208 ("Class 6 pub–brewery license"), subject to § 25–404 of this subtitle; and
$\begin{array}{c} 15\\ 16\end{array}$	(3) § 2–209 ("Class 7 micro–brewery license"), subject to § 25–405 of this subtitle.
17	26–401.
18 19	(a) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of Division I of this article apply in the County without exception or variation:
20	(1) § 2–201 ("Issuance by Comptroller");
21	(2) § $2-202$ ("Class 1 distillery license");
22	(3) § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
23	(4) § $2-204$ ("Class 2 rectifying license");
24	[(4)] (5) § 2–205 ("Class 3 winery license");
25	[(5)] (6) § 2–206 ("Class 4 limited winery license");
26	[(6)] (7) § 2–207 ("Class 5 brewery license");
27	[(7)] (8) § 2–208 ("Class 6 pub–brewery license");

22

1	<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
2	[(9)] <b>(10)</b>	§ 2–211 ("Residency requirement");
3	<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
4	<b>[</b> (11) <b>] (12)</b>	§ 2–213 ("Additional fees");
5	<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
6 7	[(13)] <b>(14)</b> retailers");	2-216 ("Interaction between manufacturing entities and
8 9	[(14)] <b>(15)</b> practices"); and	2-217 ("Distribution of alcoholic beverages — Prohibited
10 11	[(15)] <b>(16)</b> retailers — Prohibited").	2-218 ("Restrictive agreements between producers and
12 13	(b) [Section 2–2 does not apply in the Cou	203 ("Class 9 limited distillery license") of Division I of this article unty.
$\begin{array}{c} 14 \\ 15 \end{array}$	(c)] The followit Division I of this article a	ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County:
$\begin{array}{c} 16 \\ 17 \end{array}$	(1) § $2-2$ subtitle; and	209 ("Class 7 micro-brewery license"), subject to § 26-403 of this
18 19	(2) § 2–2 26–405 of this subtitle.	215 ("Beer sale on credit to retail dealer prohibited"), subject to §
20	27–401.	
$\begin{array}{c} 21 \\ 22 \end{array}$		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
23	(1) § $2-2$	201 ("Issuance by Comptroller");
24	(2) § 2–2	202 ("Class 1 distillery license");
25	(3) <b>§ 2–</b> 2	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
26	<b>(4)</b> § 2–2	204 ("Class 2 rectifying license");
27	<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");

	24		HOUSE BILL 1316
1		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
2		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
3		<b>[</b> (7) <b>] (8)</b>	§ 2–209 ("Class 7 micro–brewery license");
4		<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
5		<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
6		<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
7		<b>[</b> (11) <b>] (12)</b>	2-213 ("Additional fees");
8		<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
9		<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
10 11	retailers");	<b>[</b> (14) <b>] (15)</b>	2-216 ("Interaction between manufacturing entities and
12 13	practices");		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 14 \\ 15 \end{array}$	retailers —	[(16)] <b>(17)</b> Prohibited").	2-218 ("Restrictive agreements between producers and
$\begin{array}{c} 16 \\ 17 \end{array}$	. ,	[Section 2–2 ply in the Cou	203 ("Class 9 limited distillery license") of Division I of this article anty.
$\frac{18}{19}$	(c)] applies in th		208 ("Class 6 pub–brewery license") of Division I of this article abject to § 27–403 of this subtitle.
20	28-401.		
$\begin{array}{c} 21 \\ 22 \end{array}$	(a) Division I or		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
23		(1) § 2–2	01 ("Issuance by Comptroller");
24		(2) § 2–2	02 ("Class 1 distillery license");
25		(3) <b>§ 2</b> –2	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
26		<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");

1	<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
2	<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
3	<b>[</b> (6) <b>] (7)</b>	§ 2–207 ("Class 5 brewery license");
4	<b>[</b> (7) <b>] (8)</b>	§ 2–209 ("Class 7 micro–brewery license");
5	<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
6	<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
7	<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
8	<b>[</b> (11) <b>] (12)</b>	2-213 ("Additional fees");
9	<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
10	<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 11 \\ 12 \end{array}$	[(14)] <b>(15)</b> retailers");	2-216 ("Interaction between manufacturing entities and
13 14	[(15)] <b>(16)</b> practices"); and	2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 15\\ 16\end{array}$	[(16)] <b>(17)</b> retailers — Prohibited")	$\$ 2–218 ("Restrictive agreements between producers and .
17 18	(b) [Section 2– does not apply in the Co	-203 ("Class 9 limited distillery license") of Division I of this article unty.
19 20	( ) -	208 ("Class 6 pub–brewery license") of Division I of this article ubject to § 28–403 of this subtitle.
21	29–401.	
$\frac{22}{23}$		ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
24	(1) § $2-2$	201 ("Issuance by Comptroller");
25	(2) § $2-2$	202 ("Class 1 distillery license");
26	(3) § 2-2	203 ("Class 9 limited distillery license");

	26		HOUSE BILL 1316
1		<b>(4)</b> § 2–2	04 ("Class 2 rectifying license");
2		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
3		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
4		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
5		<b>[</b> (7) <b>] (8)</b>	§ 2–209 ("Class 7 micro–brewery license");
6		<b>[</b> (8) <b>] (9)</b>	§ 2–210 ("Class 8 farm brewery license");
7		<b>[</b> (9) <b>] (10)</b>	§ 2–211 ("Residency requirement");
8		<b>[</b> (10) <b>] (11)</b>	§ 2–212 ("Additional licenses");
9		<b>[</b> (11) <b>] (12)</b>	2–213 ("Additional fees");
10		<b>[</b> (12) <b>] (13)</b>	§ 2–214 ("Sale or delivery restricted");
11		<b>[</b> (13) <b>] (14)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 12\\ 13 \end{array}$	retailers");	<b>[</b> (14) <b>] (15)</b>	2-216 ("Interaction between manufacturing entities and
$\begin{array}{c} 14 \\ 15 \end{array}$	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
$\begin{array}{c} 16 \\ 17 \end{array}$	retailers — 1		2-218 ("Restrictive agreements between producers and
18 19	(b) Division I of	-	ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of lo not apply in the County:
20		(1) § 2–2	03 ("Class 9 limited distillery license"); and
$\begin{array}{c} 21 \\ 22 \end{array}$	THIS ARTIC	.,	CTION 2–208 ("Class 6 pub–brewery license") OF DIVISION I OF TAPPLY IN THE COUNTY.
23	30-401.		
$\begin{array}{c} 24 \\ 25 \end{array}$	(a) Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
26		(1) § 2–2	01 ("Issuance by Comptroller");

1	(2) § 2–202 ("Class 1 distillery license");
2	(3) § 2–203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
3	(4) § 2–204 ("Class 2 rectifying license");
4	[(4)] (5) § 2–205 ("Class 3 winery license");
5	[(5)] (6) § 2–206 ("Class 4 limited winery license");
6	[(6)] (7) § 2–207 ("Class 5 brewery license");
7	[(7)] (8) § 2–210 ("Class 8 farm brewery license");
8	[(8)] (9) § 2–211 ("Residency requirement");
9	[(9)] (10) § 2–212 ("Additional licenses");
10	[(10)] (11) § 2–213 ("Additional fees");
11	[(11)] (12) § 2–214 ("Sale or delivery restricted");
12	[(12)] (13) § $2-215$ ("Beer sale on credit to retail dealer prohibited");
13 14	[(13)] (14) § 2–216 ("Interaction between manufacturing entities and retailers");
$\begin{array}{c} 15\\ 16 \end{array}$	[(14)] (15) § 2–217 ("Distribution of alcoholic beverages — Prohibited practices"); and
17 18	[(15)] (16) § 2–218 ("Restrictive agreements between producers and retailers — Prohibited").
19 20	(b) [Section 2–203 ("Class 9 limited distillery license") of Division I of this article does not apply in the County.
$\begin{array}{c} 21 \\ 22 \end{array}$	(c)] The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of Division I of this article apply in the County:
$\frac{23}{24}$	(1) § 2–208 ("Class 6 pub–brewery license"), subject to § 30–403 of this subtitle; and
$\begin{array}{c} 25\\ 26 \end{array}$	(2) § 2–209 ("Class 7 micro–brewery license"), subject to § 30–404 of this subtitle.
27	31–401.

1 (a) The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 2 Division I of this article apply in the County without exception or variation:

3		(1) § 2–2	01 ("Issuance by Comptroller");
4		(2) § 2–2	02 ("Class 1 distillery license");
5		(3) <b>§ 2–2</b>	03 ("CLASS 9 LIMITED DISTILLERY LICENSE");
6		(4) § 2–2	04 ("Class 2 rectifying license");
7		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
8		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
9		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
10		<b>[</b> (7) <b>] (8)</b>	§ 2–210 ("Class 8 farm brewery license");
11		<b>[</b> (8) <b>] (9)</b>	§ 2–211 ("Residency requirement");
12		[(9)] <b>(10)</b>	§ 2–212 ("Additional licenses");
13		<b>[</b> (10) <b>] (11)</b>	2-213 ("Additional fees");
14		<b>[</b> (11) <b>] (12)</b>	§ 2–214 ("Sale or delivery restricted");
$\begin{array}{c} 15\\ 16\end{array}$	retailers");	<b>[</b> (12) <b>] (13)</b>	2-216 ("Interaction between manufacturing entities and
17 18	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
19 20	retailers —		2-218 ("Restrictive agreements between producers and
$\begin{array}{c} 21 \\ 22 \end{array}$	(b) does not app	[Section 2–2 oly in the Cou	203 ("Class 9 limited distillery license") of Division I of this article unty.
$\begin{array}{c} 23\\ 24 \end{array}$	(c) <b>]</b> Division I of		ng sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County:
$\begin{array}{c} 25\\ 26 \end{array}$	subtitle;	(1) § 2-2	208 ("Class 6 pub-brewery license"), subject to § 31–403 of this

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$\frac{1}{2}$	subtitle; and		-209 ("Class 7 micro–brewery license"), subject to § 31–404 of this
$\frac{3}{4}$	31 - 405 of th		215 ("Beer sale on credit to retail dealer prohibited"), subject to §
5	32-401.		
$6 \\ 7$	(a) Division I of		ing sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of apply in the County without exception or variation:
8		(1) § 2–	201 ("Issuance by Comptroller");
9		(2) § 2–	202 ("Class 1 distillery license");
10		(3) <b>§ 2</b> -	203 ("CLASS 9 LIMITED DISTILLERY LICENSE");
11		(4) § 2–	204 ("Class 2 rectifying license");
12		<b>[</b> (4) <b>] (5)</b>	§ 2–205 ("Class 3 winery license");
13		<b>[</b> (5) <b>] (6)</b>	§ 2–206 ("Class 4 limited winery license");
14		[(6)] <b>(7)</b>	§ 2–207 ("Class 5 brewery license");
15		[(7)] <b>(8)</b>	§ 2–210 ("Class 8 farm brewery license");
16		<b>[</b> (8) <b>] (9)</b>	§ 2–211 ("Residency requirement");
17		<b>[</b> (9) <b>] (10)</b>	§ 2–212 ("Additional licenses");
18		<b>[</b> (10) <b>] (11)</b>	§ 2–213 ("Additional fees");
19		<b>[</b> (11) <b>] (12)</b>	§ 2–214 ("Sale or delivery restricted");
20		<b>[</b> (12) <b>] (13)</b>	§ 2–215 ("Beer sale on credit to retail dealer prohibited");
$\begin{array}{c} 21 \\ 22 \end{array}$	retailers");	<b>[</b> (13) <b>] (14)</b>	2-216 ("Interaction between manufacturing entities and
$\frac{23}{24}$	practices"); a		2-217 ("Distribution of alcoholic beverages — Prohibited
$\frac{25}{26}$	retailers — 1		$^{\circ}$ 2–218 ("Restrictive agreements between producers and ).

1 (b) [Section 2–203 ("Class 9 limited distillery license") of Division I of this article 2 does not apply in the County.

3 (c)] The following sections of Title 2, Subtitle 2 ("Manufacturer's Licenses") of 4 Division I of this article apply in the County:

5 (1) § 2–208 ("Class 6 pub-brewery license"), subject to § 32–403 of this 6 subtitle; and

7 (2) § 2–209 ("Class 7 micro–brewery license"), subject to § 32–404 of this 8 subtitle.

9 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 10 1, 2016.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.

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