HOUSE BILL 270

8lr0449

By: Delegates Lisanti and Impallaria, Cassilly, Impallaria, McComas, McDonough, <u>Reilly, and Szeliga</u>

Introduced and read first time: January 19, 2018 Assigned to: Economic Matters

Committee Report: Favorable with amendments House action: Adopted Read second time: March 7, 2018

CHAPTER _____

1 AN ACT concerning

Alcoholic Beverages – Brewing Company Off–Site Permits and Winery Off–Site Permits – Harford County Farm Fair

- FOR the purpose of adding the Harford County Farm Fair to the list of off-site events for
 which a holder of a brewing company off-site permit or a winery off-site permit may
 use the permit; altering the time period within which a holder of a brewing company
 off-site permit is required to notify the Comptroller of an intention to attend an
 off-site event; and generally relating to brewing company off-site permits and
 winery off-site permits.
- 10 BY repealing and reenacting, with amendments,
- 11 Article Alcoholic Beverages
- 12 Section 2–130 and 2–133
- 13 Annotated Code of Maryland
- 14 (2016 Volume and 2017 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 16 That the Laws of Maryland read as follows:

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Article – Alcoholic Beverages

18 2–130.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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



1 In this section, "limited permit holder" means a person who holds a brewing (a) $\mathbf{2}$ company off-site permit and also holds a manufacturer's license for: 3 (1)a Class 5 brewery that produces less than 3,000 barrels a year; 4 (2)a Class 7 micro-brewery that produces less than 3,000 barrels a year; $\mathbf{5}$ or 6 (3)a Class 8 farm brewery. 7 (b) There is a brewing company off-site permit. The Comptroller may issue the permit to: 8 (c) 9 (1)a Class 5 brewery; 10 (2)a Class 7 micro–brewery; or 11 a Class 8 farm brewery. (3)During an event listed in subsection (f) of this section, a limited permit holder 12(d) 13may: provide to a consumer a sample of beer that has been produced by the 14 (1)15limited permit holder and that may not exceed 1 fluid ounce for each offering; 16 sell to a consumer up to 288 ounces of beer that has been produced by (2)17the limited permit holder for off-premises consumption; and 18 (3)except for farmers' markets listed in subsection (f) of this section, sell 19to a consumer up to 288 ounces of beer that is produced by the limited permit holder for 20on- and off-premises consumption. 21While selling beer or providing samples of beer at a farmers' market as (e) 22provided in subsection (f) of this section, a limited permit holder shall have an agent present 23who is certified by an approved alcohol awareness program. 24Except as otherwise authorized under subsection (g) of this section, a limited (f) 25permit holder may use the brewing company off-site permit only: 26at the Montgomery County Agricultural Fair; (1)27(2)at the Maryland State Agricultural Fair; 28at the Frederick County Agricultural Fair; (3)AT THE HARFORD COUNTY FARM FAIR; 29(4)

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$\frac{1}{2}$	Beach Frida	[(4)] (5 ay Night	·	one night each week from June through November at the North ners' Market;				
$\frac{3}{4}$	an activity:	[(5)] (6	6)	for up to seven events, at an event that has as its major purpose				
$5 \\ 6$	and		(i)	that is other than the sale and promotion of alcoholic beverages;				
$7 \\ 8$	activity; and		(ii)	for which the participation of a brewing company is a subordinate				
9 10	Directory of	[(6)] (7 the Ma	,	at other farmers' markets that are listed on the Farmers' Market d Department of Agriculture.				
$\begin{array}{c} 11 \\ 12 \end{array}$	(g) a nonprofit	-		at holds a brewing company off–site permit may use the permit at that:				
13		(1)	has as	s its primary purpose the promotion of Maryland beer; and				
14		(2)	is aut	horized by a local licensing board under § $2-131$ of this subtitle.				
$15 \\ 16 \\ 17$		TIME P	ERIOI	ater than the 20th day of the month preceding the off-site event] D THAT THE COMPTROLLER DETERMINES, the permit holder ler of the permit holder's intention to attend an off-site event.				
18		(2)	The n	otice shall be on a form that the Comptroller provides.				
19	(i)	The pe	ermit i	s valid for 1 year.				
$\begin{array}{c} 20\\ 21 \end{array}$	(j) a form that	(j) An applicant shall submit an application for the permit to the Comptroller on form that the Comptroller provides.						
22	(k)	The pe	ermit f	fee is \$100.				
23	2–133.							
24	(a)	There	is a w	inery off–site permit.				
$\frac{25}{26}$	(b) the requirer		_	oller may issue the permit to a Class 4 limited winery that meets section.				
27	(c)	During	g an e	vent listed in subsection (e) of this section, the permit holder may:				
28		(1)	provio	le to a consumer a sample of wine that:				

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1		(i	i)	has been produced by the permit holder; and				
2		(i	ii)	does not exceed 1 fluid ounce for each offering;				
$\frac{3}{4}$	(2) sell to a consumer wine that has been produced by the permit holder for off–premises consumption; and							
5 6 7	(3) except for a farmers' market listed in subsection (e) of this section, sell to a consumer wine that is produced by the permit holder for on- and off-premises consumption.							
$8\\9\\10$	(d) While selling wine or providing samples of wine at a farmers' market as provided in subsection $[(e)(4)]$ (E)(5) of this section, the permit holder shall have an agent present who is certified by an approved alcohol awareness program.							
11	(e)	The per	mit ı	may be used only:				
12		(1) a	t the	Montgomery County Agricultural Fair;				
13		(2) A	T TH	ie Harford County Farm Fair;				
$\begin{array}{c} 14 \\ 15 \end{array}$	[(2)] (3) 1 night each week from June through November at the North Beach Friday Night Farmers' Market;							
16		[(3)] (4))	at an event that has as its major purpose an activity:				
17 18	and	(i	i)	that is other than the sale and promotion of alcoholic beverages;				
19		(i	ii)	for which the participation of a winery is a subordinate activity;				
$\begin{array}{c} 20\\ 21 \end{array}$	Directory of	[(4)] (5) f the Mar		at a farmers' market that is listed on the Farmers' Market d Department of Agriculture; and				
22		[(5)] (6))	at a wine festival that:				
23		(i	i)	has as its primary purpose the promotion of Maryland wine; and				
24		(i	ii)	is authorized by the Comptroller under § 2–134 of this subtitle.				
25	(f)	Each ca	llend	ar year, a permit holder may participate in no more than:				
$\begin{array}{c} 26 \\ 27 \end{array}$	festivals de			ents described in subsection [(e)(3)] (E)(4) of this section or wine -134 of this subtitle statewide; and				
28		(2) n	ine e	events at any single venue.				

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1 (g) (1) (i) The permit holder shall notify the Comptroller of the permit 2 holder's intention to attend an off-site event within a time period that the Comptroller 3 determines.

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(ii) The notice shall be on a form that the Comptroller provides.

5 (2) The Comptroller may adopt regulations to require the permit holder to 6 notify the board of license commissioners in the county where the event is being held of the 7 permit holder's intention to attend an off-site event.

8 (h) The permit is valid for 1 year.

9 (i) A person shall submit the application for the permit to the Comptroller on a 10 form the Comptroller provides.

11 (j) The permit fee is \$100.

12 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 13 1, 2018.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.