# **Department of Legislative Services**

Maryland General Assembly 2018 Session

# FISCAL AND POLICY NOTE Third Reader - Revised

House Bill 1575

(Baltimore County Delegation)

**Economic Matters** 

Education, Health, and Environmental Affairs

#### **Baltimore County - Alcoholic Beverages - Multiple Class B Licenses**

This bill (1) clarifies that the Baltimore County Board of License Commissioners may allow a person to obtain an interest in up to 12 Class B beer, wine, and liquor (BWL) licenses regardless of the number of licenses issued in another jurisdiction or state; (2) repeals provisions related to the minimum dining seating capacity and the maximum size of a cocktail lounge or bar; (3) increases, from 40% to 49%, the maximum amount of sales in alcoholic beverages in connection with the business; (4) requires a premises issued second or subsequent Class B BWL license to have a minimum capital investment of \$250,000 for restaurant facilities; and (5) specifies that a second or subsequent Class B BWL license does not confer an off-sale privilege. **The bill takes effect July 1, 2018.** 

## **Fiscal Summary**

State Effect: None.

**Local Effect:** Baltimore County operations or finances are not affected.

**Small Business Effect:** Minimal.

#### **Analysis**

**Bill Summary:** The bill repeals the requirement that an establishment issued a Class B BWL license have a cocktail lounge or bar area seating capacity that does not exceed 25% of the dining seating capacity as well as the requirement that an establishment have a minimum dining seating capacity of 190 individuals.

**Current Law:** The board may allow a person to obtain a direct or indirect interest in (1) not more than 12 Class B BWL licenses, or (2) if one of the restaurants is located in the Liberty Road Commercial Revitalization District, not more than 13 Class B BWL licenses. Generally, a Class B BWL license does not confer an off-sale privilege.

In addition to other specified requirements, a restaurant issued a Class B BWL license must have a minimum dining seating capacity of 190 individuals, and have a cocktail lounge or bar area with seating capacity that does not exceed 25% of the dining seating capacity. A restaurant issued a Class B BWL license must have not more than 40% of sales in alcoholic beverages in connection with the business.

**Background:** In fiscal 2017, 781 alcoholic beverages licensees were issued for use in Baltimore County, including 335 Blass B BWL licenses.

#### **Additional Information**

**Prior Introductions:** None.

Cross File: None.

**Information Source(s):** Baltimore County; Department of Legislative Services

**Fiscal Note History:** First Reader - February 14, 2018 md/tso Third Reader - April 2, 2018

Revised - Amendment(s) - April 2, 2018

Analysis by: Nathan W. McCurdy Direct Inquiries to:

(410) 946-5510 (301) 970-5510