## HOUSE BILL 1359

#### By: **Wicomico County Delegation** Introduced and read first time: February 23, 2021 Assigned to: Rules and Executive Nominations

#### A BILL ENTITLED

#### 1 AN ACT concerning

# Wicomico County - Alcoholic Beverages - Class A Beer, Wine, and Liquor Licenses

- 4 FOR the purpose of authorizing the holder of a Class A beer, wine, and liquor license in  $\mathbf{5}$ Wicomico County to elect to purchase certain wine and liquor from a licensed 6 wholesaler rather than from the Liquor Control Board for the county under certain 7 circumstances; excepting certain purchases from the monopoly on the sale and 8 distribution of certain wine and liquor held by the Liquor Control Board; requiring 9 the license holder to provide notice to the Liquor Control Board of the holder's 10 intention to purchase from a licensed wholesaler in a certain manner; requiring the 11 Liquor Control Board to issue a certain letter of confirmation to the license holder; 12requiring the license holder to display the letter of confirmation in a certain manner; 13 limiting the purchase price of certain alcoholic beverages that the license holder purchases from a county dispensary; authorizing the license holder to sell alcoholic 14 beverages during certain hours on Sundays; and generally relating to alcoholic 1516beverages in Wicomico County.
- 17 BY repealing and reenacting, without amendments,
- 18 Article Alcoholic Beverages
- 19 Section 32–102
- 20 Annotated Code of Maryland
- 21 (2016 Volume and 2020 Supplement)
- 22 BY repealing and reenacting, with amendments,
- 23 Article Alcoholic Beverages
- 24 Section 32–306, 32–901, and 32–2004
- 25 Annotated Code of Maryland
- 26 (2016 Volume and 2020 Supplement)
- 27 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 28 That the Laws of Maryland read as follows:



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1	Article – Alcoholic Beverages			
2	32–102.			
3	This title applies only in Wicomico County.			
4	32–306.			
5 6 7	<ul> <li>(A) Subject to § 1–319 of this article AND EXCEPT AS PROVIDED IN SUBSECTION</li> <li>(B) OF THIS SECTION, the Liquor Control Board has a monopoly on the sale and distribution in the county of:</li> </ul>			
8	(1) wine that contains more than 15.5% alcohol by volume; and			
9	(2) liquor.			
$10 \\ 11 \\ 12 \\ 13 \\ 14$	(B) (1) (I) THE HOLDER OF A CLASS A BEER, WINE, AND LIQUOR LICENSE IN THE COUNTY MAY ELECT TO PURCHASE WINE OR LIQUOR FROM A LICENSED WHOLESALER BY PROVIDING WRITTEN NOTICE OF THE LICENSE HOLDER'S INTENT TO THE LIQUOR CONTROL BOARD AT LEAST 60 DAYS BEFORE THE DATE THAT THE PURCHASING ACTIVITY IS TO START.			
15	(II) THE NOTICE SHALL CONTAIN:			
16	<b>1.</b> THE NAME OF THE LICENSE HOLDER;			
17 18	2. THE NAME AND ADDRESS OF THE LICENSED PREMISES; AND			
19 20	3. THE DATE THAT THE NOTICE WAS SENT TO THE LIQUOR CONTROL BOARD.			
21 22 23	(2) A LICENSE HOLDER THAT MEETS THE REQUIREMENTS OF THIS SUBSECTION MAY PURCHASE WINE OR LIQUOR FROM A LICENSED WHOLESALER IN ADDITION TO OR INSTEAD OF THE LIQUOR CONTROL BOARD.			
24 25 26	(3) (I) THE LIQUOR CONTROL BOARD SHALL ISSUE A LETTER OF CONFIRMATION TO A LICENSE HOLDER THAT MEETS THE REQUIREMENTS OF THIS SUBSECTION.			
27 28	(II) THE LICENSE HOLDER SHALL DISPLAY THE LETTER CONSPICUOUSLY ON THE LICENSED PREMISES.			
29	32–901.			

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1	(a)	There	e is a Class A beer, wine, and liquor license.
2	(b)	(1)	A license may be issued only to an establishment that has been:
3			(i) issued a Class B license; and
4 5	3 months be	efore th	(ii) continually operating as a restaurant in the county since at least ne application for the license.
6 7 8	-		The Board may not issue a license to an establishment that is a ited liability company unless the license applicant owns 75% of the total k of the corporation or the limited liability company.
9		(3)	The Board may issue not more than three licenses in the county.
$10 \\ 11 \\ 12$			Subject to paragraph (2) of this subsection, the license authorizes the sell beer, wine, and liquor, at retail at the place described in the 2-premises consumption.
13		(2)	The place described in the application:
$\begin{array}{c} 14 \\ 15 \end{array}$	of the resta	urant l	(i) may not exceed 20% of the area normally used in the operation pusiness; and
16			(ii) shall be contiguous to and adjoin the restaurant establishment.
17	(d)	The l	icense may not be issued for a drugstore unless the applicant:
18 19	least 1 year	(1) before	has been doing business at the location applied for in the license for at the date of the application for the license;
$\begin{array}{c} 20\\ 21 \end{array}$	date of the a	(2) applica	is the assignee of a business established for at least 1 year before the tion for the license at the location applied for; or
22		(3)	has been engaged in the retail drug business for at least 3 years.
$\begin{array}{c} 23\\ 24 \end{array}$	(e) license hold	(1) er sha	[The] EXCEPT AS PROVIDED IN § 32–306(B) OF THIS TITLE, THE Il purchase liquor for retail sale from a county dispensary.
25 26 27		,	[The] FOR ALCOHOLIC BEVERAGES PURCHASED FROM THE E license holder shall be charged not more than 15% above the wholesale he dispensary.
$\frac{28}{29}$	(f) B license	The a	annual license fee is \$4,400 and is in addition to the fee paid for the Class

28 (1) 29 B license.

4 HOUSE BILL 1359 1 32 - 2004. $\mathbf{2}$ A holder of a Class A beer, wine, and liquor license may sell beer, wine, and (a)3 liquor: (1) on Monday through Saturday, from 6 a.m. to midnight; AND 4  $\mathbf{5}$ (2) ON SUNDAY, FROM 10 A.M. TO MIDNIGHT. 6 (b) (1)A holder of a Class B beer, wine, and liquor (on-sale) license may sell  $\overline{7}$ beer, wine, and liquor: 8 on Monday through Saturday, from 10 a.m. to 2 a.m. the (i) 9 following day: and 10 (ii) on Sunday, from 10 a.m. to midnight, only to customers who are 11 seated at tables on the premises. 12(2)The license holder may not sell beer, wine, or liquor at a bar or counter on Sunday. 13(1)14(c) Subject to paragraph (2) of this subsection, a holder of a Class B–SWL license may sell wine for off-premises consumption: 1516on Monday through Saturday, from 10 a.m. to midnight; and (i) 17on Sunday, from 12:30 p.m. to midnight. (ii) A holder of a Class B–SWL license may exercise the privileges under 18 (2)paragraph (1) of this subsection only if the licensed premises is open for business as a 19 20restaurant. 21(1)A holder of a Class C club beer, wine, and liquor license may sell beer, (d) 22wine, and liquor: 23(i) on Monday through Saturday, from 10 a.m. to 2 a.m. the following day; and 2425(ii) on Sunday, from 12:30 p.m. to midnight, only to customers who 26are seated on the premises. 27(2)The license holder may not sell beer, wine, or liquor at a bar or counter 28on Sunday. 29A holder of a Class D beer, wine, and liquor license may sell beer, wine, and (e) liquor on Monday through Saturday, from 10 a.m. to 2 a.m. the following day. 30

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1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 2 1, 2021.