# **Department of Legislative Services**

Maryland General Assembly 2021 Session

# FISCAL AND POLICY NOTE Third Reader - Revised

Senate Bill 390 (Senator Gallion)

Education, Health, and Environmental Affairs Economic Matters

### Harford County - Alcoholic Beverages - Gift Basket Permit

This bill establishes a gift basket permit in Harford County. The bill authorizes the Harford County Board of License Commissioners to issue the permit to a person (1) whose primary business is the sale and delivery of flowers; (2) whose business includes the sale and delivery of gift baskets of flowers, food, or other items; and (3) who does not hold another alcoholic beverages license or permit. The board is prohibited from issuing a permit for use in conjunction with or on the premises of a chain store, supermarket, or discount house. A permit holder may sell and deliver, to consumers of a legal drinking age located in the county, gift baskets containing specified volumes of beer, wine, or liquor products, purchased from a retail license holder. The permit holder must maintain records and submit reports required by the board and is subject to specified alcohol awareness training requirements. The annual permit fee is \$100. **The bill takes effect July 1, 2021.** 

## **Fiscal Summary**

**State Effect:** None.

**Local Effect:** Harford County revenues increase to the extent gift basket permits are issued under the bill. Harford County can monitor permits and adopt the required regulations with existing resources.

**Small Business Effect:** Minimal overall, but potential meaningful impact for permit holders able to sell gift baskets containing alcohol, as specified, under the bill.

#### **Analysis**

**Bill Summary:** The permit holder or an employee of the permit holder must (1) deliver the gift basket containing alcoholic beverages and (2) require the person receiving a delivery of a gift basket containing alcoholic beverages to display proof that the person is at least 21 years old. An individual who delivers a gift basket containing alcoholic beverages must be at least 21 years old. The related place of worship and school distance requirements do not apply to the issuance of a gift basket permit.

The bill prohibits a permit holder's annual sales from alcoholic beverages from exceeding 10% of the holder's annual gross sales. The board must adopt regulations for gift basket permits.

**Local Fiscal Effect:** Harford County revenues increase by \$100 annually for each gift basket permit issued. As the number of individuals that will seek to obtain a permit, as a result of the bill, is unknown, any corresponding revenue increase cannot be reliably estimated. Harford County can monitor permits and adopt the required regulations with existing resources.

#### **Additional Information**

**Prior Introductions:** None.

**Designated Cross File:** HB 1100 (Harford County Delegation) - Economic Matters.

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

**Fiscal Note History:** First Reader - February 8, 2021 an/tso Third Reader - March 19, 2021

Revised - Amendment(s) - March 19, 2021

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