Chapter 745

(House Bill 233)

AN ACT concerning

Montgomery County - Alcoholic Beverages - Class 7 Micro-Brewery License and Licenses in the Town of Kensington

MC 07-22

FOR the purpose of adding a holder of a Class D beer, wine, and liquor license to the list of license holders in Montgomery County eligible to be issued a Class 7 micro—brewery license by the Alcohol and Tobacco Commission; increasing the number of alcoholic beverages licenses that the Board of License Commissioners for Montgomery County is authorized to issue in the Town of Kensington; and generally relating to alcoholic beverages in Montgomery County.

BY repealing and reenacting, without amendments,

Article – Alcoholic Beverages Section 25–102 <u>and 25–1604(a)</u> Annotated Code of Maryland (2016 Volume and 2021 Supplement)

BY repealing and reenacting, with amendments,

Article – Alcoholic Beverages Section 25–405 <u>and 25–1604(c) and (g)</u> Annotated Code of Maryland (2016 Volume and 2021 Supplement)

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

Article - Alcoholic Beverages

25–102.

This title applies only in Montgomery County.

25-405.

- (a) This section applies to a Class 7 micro-brewery (on- and off-sale) license in the county.
 - (b) The license may be issued to the holder of:

2022 LAWS OF MARYLAND

- (1) a Class B beer, wine, and liquor (on-sale) license that is issued for use on the premises of a restaurant located in the county;
- (2) subject to subsection (c) of this section, a Class D beer and wine license that is issued for the sale of beer and wine, at retail, at the place described in the license, for on– and off–premises consumption;
- (3) a Class H beer and wine license that is issued for the sale of beer and wine at a hotel or restaurant, at retail, at the place described in the license, for on-premises consumption; [or]
- (4) a Class BD-BWL license that is issued for the sale of beer and wine for on- and off-premises consumption, and liquor for on-premises consumption, at the place described in the license; **OR**
- (5) A CLASS D BEER, WINE, AND LIQUOR LICENSE THAT IS ISSUED FOR THE SALE OF BEER, WINE, AND LIQUOR FOR ON–PREMISES CONSUMPTION, AT THE PLACE DESCRIBED IN THE LICENSE.
- (c) The [Comptroller] **COMMISSION** may not issue more than an aggregate amount of two Class 7 micro—brewery licenses to holders of Class D beer and wine licenses in the Town of Kensington.
- (d) A holder of the license shall enter into a written agreement with the Alcohol Beverage Services for the sale and resale of malt beverages brewed under the license.
- (e) (1) Subject to paragraphs (2), (3), and (4) of this subsection, the holder of a Class 7 micro-brewery license may:
- (i) brew in two locations using the same Class 7 micro-brewery license; and
- (ii) obtain a Class 2 rectifying license for the premises at the two locations authorized under item (i) of this paragraph.
- (2) The holder of a Class 7 micro-brewery license may brew in two locations using the same Class 7 micro-brewery license if the license holder:
- (i) requests permission by submitting a written application to the [Comptroller] **COMMISSION**; and
 - (ii) obtains written approval from the [Comptroller] COMMISSION.

- (3) Before authorizing a holder of a Class 7 micro-brewery license to brew in two locations using the same Class 7 micro-brewery license, the [Comptroller] **COMMISSION** shall:
- (i) make a determination that a second location to brew additional capacity is necessary due to insufficient space at the existing Class 7 license location; and
 - (ii) consider any other factor relevant to approval of the application.
- (4) Notwithstanding any other provision of this article, a holder of a Class 7 micro-brewery license may not serve or sell malt beverages for on— or off-premises consumption at the second brewing location authorized under this subsection.

<u>25–1604.</u>

- (a) This section applies only to Kensington.
- (c) (1) Subject to paragraph (2) of this subsection, the Board may issue, in aggregate, not more than [eight] **20** Class A–K (off–sale) beer and wine licenses.
- (2) The Board, by majority vote, may issue one additional Class A–K beer and wine license if there is:
 - (i) a public hearing before the town council; and
 - (ii) a subsequent request made by the town council.
- (3) A Class A–K beer and wine license holder may sell beer and wine for off–premises consumption Monday through Sunday, from 10 a.m. to 10 p.m.
- (g) The Board may issue, in aggregate, not more than [eight] 20 licenses from among the following types:
 - (1) a Class B–K beer and wine license;
 - (2) a Class B–K beer, wine, and liquor license;
 - (3) a Class BD–BWL license;
 - (4) a Class C beer and wine license;
 - (5) a Class D–K beer license;
 - (6) a Class D-K beer and wine license; and
 - (7) a Class H beer and wine license.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2022.

Enacted under Article II, § 17(c) of the Maryland Constitution, May 29, 2022.