BY: Economic Matters Committee

## AMENDMENTS TO HOUSE BILL 565 <br> (First Reading File Bill)

## AMENDMENT NO. 1

On page 1, strike beginning with the first "a" in line 3 down through "against" in line 6 ; in line 7, strike "applying for or possessing a wholesaler's license" and substitute "to apply for and obtain a Class 8 liquor wholesaler's license with certain privileges"; and in line 11, after " $2-203$ " insert ", $2-212(b), 2-308.1$, and $2-311$ ".

## AMENDMENT NO. 2

On page 2, in line 15, after "(4)" insert "EXCEPT AS AUTHORIZED UNDER SUBSECTION (D)(1) OF THIS SECTION,"; in line 16, strike the bracket; and strike beginning with the closing bracket in line 17 down through "THEM" in line 21.

On page 3, in lines 6 and 7, in each instance, strike the bracket; in line 6, after "license" insert ", EXCEPT FOR A CLASS 8 LIQUOR WHOLESALER'S LICENSE"; in lines $9,12,15$, and 17 , in each instance, strike the brackets; in lines $9,12,15$, and 17 , strike "(2)", "(3)", "(4)", and "(D)(2)", respectively; and after line 24, insert:
" $2-212$.
(b) (1) The holder of a rectifying or winery license may apply for and obtain a wholesaler's license of any class for the same premises or elsewhere as provided under this article.
(2) The holder of a Class 4 limited winery license may apply for and obtain a Class 6 limited wine wholesaler's license for the same premises or elsewhere as provided under this article.
(3) (i) The holder of a Class 5 brewery license or Class 7 microbrewery license may apply for and obtain a Class 7 limited beer wholesaler's license in accordance with this paragraph.

## HB0565/133327/01 Economic Matters Committee Amendments to HB 565

(ii) A holder of a Class 5 brewery license that was selling the holder's own beer at wholesale in the State as of January 1, 2013, may obtain a Class 7 limited beer wholesaler's license to continue to sell the holder's own beer at wholesale in the same location in an amount that is not more than 5,000 barrels annually.
(iii) A holder of a Class 5 brewery license that produces in aggregate from all its locations not more than 45,000 barrels of beer annually may obtain a Class 7 limited beer wholesaler's license and distribute not more than 5,000 barrels of its own beer annually.
(4) A holder of one or two Class 7 micro-brewery licenses that produces in aggregate from all of its locations not more than 45,000 barrels of beer annually may obtain a Class 7 limited beer wholesaler's license and distribute beer that:
(i) totals annually not more than 5,000 barrels in aggregate from all of its locations; and
(ii) has been brewed at the location from where it is distributed.
(5) The holder of a Class 1 distillery license may apply for and obtain a Class 8 liquor wholesaler's license for the same premises or elsewhere as provided under this article.
(6) THE HOLDER OF A CLASS 9 LIMITED DISTILLERY LICENSE MAY APPLY FOR AND OBTAIN A CLASS 8 LIQUOR WHOLESALER'S LICENSE, FOR THE SAME PREMISES OR ELSEWHERE AS PROVIDED UNDER THIS ARTICLE, AND DISTRIBUTE ITS OWN LIQUOR.

2-308.1.
(a) There is a Class 8 liquor wholesaler's license.
(b) The license may be issued only to a person that:
(1) holds a:
(I) Class 1 distillery license; OR

## HB0565/133327/01 Economic Matters Committee Amendments to HB 565

Page 3 of 4

## (II) CLASS 9 LIMITED DISTILLERY LICENSE; and

(2) produces in the aggregate from all of its locations not more than 100,000 gallons of liquor annually.
(c) The license authorizes the license holder to:
(1) sell and deliver its own liquor produced at the license holder's premises to:
(i) a holder of a retail license that is authorized to acquire liquor from a wholesaler; and
(ii) a holder of a permit that is authorized to acquire liquor from a wholesaler; and
(2) distribute not more than 27,500 gallons of its own liquor annually.
(d) The annual license fee is $\$ 100$.
(e) The license holder may use an additional location for the warehousing, sale, and delivery of liquor:
(1) if approved by the Comptroller following submission of a separate application for each location; and
(2) on the payment of a $\$ 100$ fee for each additional location.
$\underline{2-311 .}$
(a) The holder of a Class 1, Class 2, or Class 3 wholesaler's license may obtain more than one such license [provided] IF separate records are kept.
(b) (1) The holder of a rectifying or winery license may apply for and obtain a wholesaler's license of any class for the same premises or elsewhere as provided under this article.

## HB0565/133327/01 Economic Matters Committee Amendments to HB 565

Page 4 of 4
(2) The holder of a Class 4 limited winery license may apply for and obtain a Class 6 limited wine wholesaler's license for the same premises or elsewhere as provided under this article.
(3) (i) The holder of a Class 5 manufacturer's license or Class 7 micro-brewery license may apply for and obtain a Class 7 limited beer wholesaler's license in accordance with this paragraph.
(ii) A holder of a Class 5 manufacturer's license that was selling the holder's own beer at wholesale in the State as of January 1, 2013, may obtain a Class 7 limited beer wholesaler's license to continue to sell the holder's own beer at wholesale in the same location in an amount that is not more than 5,000 barrels annually.
(iii) A holder of a Class 5 manufacturer's license that produces in aggregate from all its locations not more than 45,000 barrels of beer annually may obtain a Class 7 limited beer wholesaler's license and distribute not more than 5,000 barrels of its own beer annually.
(iv) A holder of one or two Class 7 micro-brewery licenses that produces in aggregate from all of its locations not more than 45,000 barrels of beer annually may obtain a Class 7 limited beer wholesaler's license and distribute beer that:

1. totals annually not more than 5,000 barrels in aggregate from all of its locations; and
2. has been brewed at the location from where it is distributed.
(4) A HOLDER OF A CLASS 9 LIMITED DISTILLERY LICENSE MAY APPLY FOR AND OBTAIN A CLASS 8 LIQUOR WHOLESALER'S LICENSE, FOR THE SAME PREMISES OR ELSEWHERE AS PROVIDED UNDER THIS ARTICLE, AND DISTRIBUTE ITS OWN LIQUOR.".
