HB0595/373722/1

BY: Economic Matters Committee

AMENDMENTS TO HOUSE BILL 595

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, strike "and Off–Site Permits" and substitute "<u>– Direct Shipments</u>"; strike beginning with "extending" in line 3 down through "permits;" in line 7 and substitute "<u>authorizing certain holders of manufacturer's licenses to sell and deliver certain products produced under a holder's license to certain individuals located in the State under certain circumstances;"; and in line 8, strike "off–site permits" and substitute "<u>direct shipments</u>".</u>

On pages 1 and 2, strike in their entirety the lines beginning with line 9 on page 1 through line 2 on page 2, inclusive.

AMENDMENT NO. 2

On pages 2 and 3, strike in their entirety the lines beginning with line 3 on page 2 through line 14 on page 3, inclusive, and substitute:

"SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That:

(a) This section applies only to a holder of a manufacturer's license that received authorization from the Alcohol and Tobacco Commission on or before February 1, 2023, to sell and deliver a product produced under the holder's license to an individual located in the State in accordance with § 2–219 of the Alcoholic Beverages Article, as enacted by Chapters 359 and 360 of the Acts of 2021, as amended by Chapters 477 and 478 of the Acts of 2022.

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- (b) Subject to subsection (d) of this section, a holder of a manufacturer's license may sell and deliver a product produced under the holder's license to an individual located in the State if:
 - (1) the delivery is made by an employee who is:
 - (i) at least 18 years old; and
 - (ii) certified by an approved alcohol awareness program;
- (2) the purchaser, or another individual at least 21 years old designated by the purchaser, is physically present to receive the alcoholic beverages at the time and place of delivery;
 - (3) the purchaser pays for the purchase at the time of the order; and
- (4) the deliverer and the individual receiving the delivery each endorse a delivery form that the Commission approves at the time of delivery certifying that:
- (i) the individual receiving the delivery claimed to be at least 21 years old and the claim was supported by documentary evidence;
- (ii) the individual receiving the delivery knew that it is a criminal offense for alcoholic beverages to be given to an individual under the age of 21 years; and
 - (iii) the deliverer examined the recipient's identification.
- (c) A holder of a manufacturer's license may directly ship alcohol to a consumer on request, if the Commission authorizes the direct shipment after determining that:

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- (1) the shipment can be completed safely using a common carrier in accordance with other applicable laws; and
 - (2) all applicable sales and excise taxes are paid.
- (d) A holder of a manufacturer's license may not directly ship to a consumer during a calendar year:
- (1) an amount of liquor that exceeds the equivalent of 18 standard size 750-milliliter bottles; or
 - (2) an amount of beer that exceeds 3,456 ounces.
- (e) On or before December 1, 2023, and on or before June 1, 2024, each holder of a manufacturer's license that has sold and delivered a product produced under the holder's license to an individual located in the State in accordance with this section shall submit a report to the Alcohol and Tobacco Commission specifying the amount of liquor or beer shipped and delivered to individuals in the State in accordance with this section.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect on the taking effect of the termination provisions specified in Section 4 of Chapters 359 and 360 of the Acts of the General Assembly of 2021, as amended by Chapters 477 and 478 of the Acts of the General Assembly of 2022. This Act may not be interpreted to have any effect on those termination provisions.

SECTION 3. AND BE IT FURTHER ENACTED, That, subject to the provisions of Section 2 of this Act, this Act shall take effect July 1, 2023. It shall remain effective for a period of 1 year and, at the end of June 30, 2024, this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.".