A2 3lr1986 CF HB 916

By: Senator Hayes

Introduced and read first time: February 6, 2023

Assigned to: Finance

AN ACT concerning

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A BILL ENTITLED

2	Baltimore City - Alcoholic Beverages - Violation Procedures and Fines

3 FOR the purpose of establishing procedures for the Board of License Commissioners for 4 Baltimore City, in the case of an alleged complaint against a licensed establishment 5 or license holder, to make an offer of a monetary penalty as a compromise in lieu of 6 a hearing before the Board under certain circumstances; altering the maximum 7

penalty for certain violations; and generally relating to alcoholic beverages in

8 Baltimore City.

- 9 BY repealing and reenacting, without amendments,
- 10 Article – Alcoholic Beverages
 - Section 12–102 and 12–2802(b)
- 12 Annotated Code of Maryland
- 13 (2016 Volume and 2022 Supplement)
- 14 BY repealing and reenacting, with amendments,
- 15 Article – Alcoholic Beverages
- 16 Section 12–2101 and 12–2802(a) and (c)
- Annotated Code of Maryland 17
- (2016 Volume and 2022 Supplement) 18
- 19 BY adding to
- 20 Article – Alcoholic Beverages
- 21Section 12–2105
- 22Annotated Code of Maryland
- (2016 Volume and 2022 Supplement) 23
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 24
- 25 That the Laws of Maryland read as follows:

Article - Alcoholic Beverages

[Brackets] indicate matter deleted from existing law.



- 1 12–102.
- 2 This title applies only in Baltimore City.
- 3 12–2101.
- 4 (a) The following sections of Title 4, Subtitle 6 ("Revocation and Suspension of Local Licenses") of Division I of this article apply in the City without exception or variation:
- 6 (1) § 4–602 ("Power of local licensing board"); AND
- 7 (2) [§ 4–603 ("Revocation and suspension procedures"); and
- 8 (3)] § 4–604 ("Grounds for revocation or suspension").
- 9 (b) Section 4–605 ("Nudity and sexual displays") of Division I of this article does 10 not apply in the City and is superseded by § 12–2102 of this subtitle.
- 11 (c) [Section 4–606] THE FOLLOWING SECTIONS OF TITLE 4, SUBTITLE 6
 12 ("REVOCATION AND SUSPENSION OF LOCAL LICENSES") OF DIVISION I OF THIS
- 13 ARTICLE APPLY IN THE CITY:
- 14 (1) § 4-603 ("REVOCATION AND SUSPENSION PROCEDURES"), 15 SUBJECT TO § 12-2105 OF THIS SUBTITLE; AND
- 16 **(2)** § 4–606 ("Effects of revocation") [of Division I of this article applies in the City], subject to § 12–2104 of this subtitle.
- 18 **12–2105**.
- 19 (A) WHEN THE BOARD NOTIFIES A LICENSE HOLDER OF A VIOLATION 20 ALLEGED AGAINST THE LICENSE AND GIVES NOTICE FOR THE LICENSE HOLDER TO
- 21 APPEAR FOR A HEARING, THE BOARD MAY OFFER AS A COMPROMISE, ON A FORM
- 22 PROVIDED BY THE BOARD, A MONETARY PENALTY IF THE LICENSE HOLDER AGREES
- 23 **TO:**
- 24 (1) VOLUNTARILY WAIVE THE RIGHT TO A HEARING UNDER § 4–603 25 OF THIS ARTICLE;
- 26 (2) ADMIT TO THE FACTS OF THE VIOLATION AS ALLEGED;
- 27 (3) TAKE THE CORRECTIVE ACTION PRESCRIBED IN THE OFFER MADE 28 BY THE BOARD; AND

- 1 (4) ACCEPT THE MONETARY PENALTY OFFERED.
- 2 (B) IF A LICENSE HOLDER DOES NOT ACCEPT THE OFFER OF COMPROMISE
- 3 MADE BY THE BOARD IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION, THE
- 4 LICENSE HOLDER MAY ACCEPT SERVICE OF NOTICE OF THE COMPLAINT FROM THE
- 5 BOARD AND INFORM THE BOARD OF ITS INTENT TO EXERCISE THE RIGHT TO A
- 6 HEARING UNDER § 4–603 OF THIS ARTICLE.
- 7 (C) IF AN OFFER OF COMPROMISE IS ACCEPTED BY A LICENSE HOLDER 8 UNDER SUBSECTION (A) OF THIS SECTION, THE BOARD SHALL:
- 9 (1) KEEP A RECORD OF THE INITIAL VIOLATION ALLEGED AGAINST 10 THE LICENSE HOLDER OR THE LICENSED ESTABLISHMENT;
- 11 (2) ISSUE A WRITTEN FINDING THAT THE OFFER OF COMPROMISE
- 12 DOES NOT IMPAIR THE PROMOTION OF THE PEACE OR SAFETY OF THE COMMUNITY;
- 13 (3) AS SOON AS PRACTICABLE, STATE THE LICENSE HOLDER'S
- 14 ACCEPTANCE OF THE OFFER OF COMPROMISE ON THE RECORD AT A HEARING OF
- 15 THE BOARD; AND
- 16 (4) POST THE RESULT OF THE BOARD'S DECISION IN A PLACE
- 17 ACCESSIBLE BY THE PUBLIC.
- 18 (D) THE BOARD SHALL ADOPT REGULATIONS TO IMPLEMENT THIS
- 19 SECTION.
- 20 12-2802.
- 21 (a) For a violation that is cause for suspension of a license, the Board may:
- 22 (1) except as provided in subsections (b) and (c) of this section, for a first
- 23 offense, impose a fine not exceeding \$500 or suspend the license or both; or
- 24 (2) except as provided in subsection (c) of this section, for each subsequent
- offense, impose a fine not exceeding [\$3,000] **\$20,000** or suspend the license or both.
- 26 (b) For a first offense of selling alcoholic beverages to an individual under the age
- 27 of 21 years, the Board may impose a fine not exceeding \$1,000 or suspend the license or
- 28 both.
- 29 (c) (1) For the offense of publicizing, selling tickets for, organizing, operating,
- 30 producing, facilitating, or staging a pub crawl with the knowledge or a reason to know that
- 31 a pub crawl promoter's permit required under § 12-1101.1 of this title has not been

- obtained, the Board shall impose a fine of not less than \$1,000 and not more than [\$3,000]
- 2 \$20,000 or suspend the license or both.
- 3 (2) A person who violates § 12–1101.1 of this title may not be granted a 4 promoter's permit for at least 1 year.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 6 $\,$ 1, 2023.