SENATE BILL 734

A2 4 lr 2762**CF HB 635**

By: Harford County Senators

Introduced and read first time: January 31, 2024

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 23, 2024

CHAPTER

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2	Harford County - Alcoholic Beverages - Performing Arts Nonprofit
3	Organization License

- FOR the purpose of repealing the performing arts theater beer and wine license in Harford County: establishing in Harford County a performing arts nonprofit organization 5 license that authorizes the holder to sell or serve beer, wine, and liquor at certain locations for on-premises consumption; requiring the holder of the license to comply with certain record-keeping and reporting requirements; and generally relating to alcoholic beverages licenses in Harford County.
- 10 BY repealing and reenacting, without amendments, 11 Article – Alcoholic Beverages and Cannabis
- Section 22-102 12
- Annotated Code of Maryland 13
- (2016 Volume and 2023 Supplement) 14
- 15 BY repealing
- 16 Article – Alcoholic Beverages and Cannabis
- 17 Section 22–1005.2
- Annotated Code of Maryland 18
- 19 (2016 Volume and 2023 Supplement)
- 20 BY adding to
- 21 Article – Alcoholic Beverages and Cannabis
- Section 22–1005.2 22

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



$\frac{1}{2}$	Annotated Code of Maryland (2016 Volume and 2023 Supplement)					
3 4 5 6 7	BY repealing and reenacting, with amendments, Article – Alcoholic Beverages and Cannabis Section 22–1501(b)(2) Annotated Code of Maryland (2016 Volume and 2023 Supplement)					
8 9	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:					
10	Article - Alcoholic Beverages and Cannabis					
11	22–102.					
12	This title applies only in Harford County.					
13	[22–1005.2.					
14 15 16	structure designed and used for plays, acts, dramas, concerts, or histrionics by actors or					
17	(b) There is a performing arts theater beer and wine license.					
18 19						
20 21	(d) The license authorizes the holder to sell or serve beer and wine at retail for on-premises consumption.					
22	(e) The license holder may sell or serve beer and wine:					
23	(1) 1 hour before and after a performance;					
24	(2) during a performance;					
25	(3) during an intermission; and					
26	(4) during a reception 1 hour before or 1 hour after a performance.					
27	(f) The license may not be transferred to another location.					
28 29	(g) The license holder shall purchase beer and wine from an authorized and licensed wholesaler.					

- 1 (h) Issuance of a license under this section does not prohibit the Board from 2 issuing a Class C per diem license that applies to the performing arts theater.
- 3 (i) The license holder shall serve or offer for sale snacks at all times when beer 4 and wine are sold.
- 5 (j) The annual license fee is \$500.]
- 6 22–1005.2.
- 7 (A) IN THIS SECTION, "PERFORMING ARTS NONPROFIT ORGANIZATION"
- 8 MEANS A NONPROFIT ORGANIZATION THAT ORGANIZES THE PRODUCTION OF PLAYS,
- 9 ACTS, DRAMAS, CONCERTS, OR SIMILAR EVENTS BY INDIVIDUALS PERFORMING ON
- 10 A STAGE OR THE SHOWING OF FILMS.
- 11 (B) THERE IS A PERFORMING ARTS NONPROFIT ORGANIZATION BEER,
- 12 WINE, AND LIQUOR LICENSE.
- 13 (C) THE BOARD MAY ISSUE THE LICENSE TO A PERFORMING ARTS
- 14 NONPROFIT ORGANIZATION.
- 15 (D) (1) THE LICENSE AUTHORIZES THE HOLDER TO SELL OR SERVE BEER,
- 16 WINE, AND LIQUOR AT RETAIL FOR ON-PREMISES CONSUMPTION AT UP TO THREE
- 17 LOCATIONS DESIGNATED AT THE TIME OF APPLICATION.
- 18 (2) THE LOCATIONS DESIGNATED AT THE TIME OF APPLICATION
- 19 **MUST**:
- 20 (I) BE SUITABLE FOR THE PRODUCTION OF PLAYS, ACTS,
- 21 DRAMAS, CONCERTS, OR SIMILAR EVENTS BY INDIVIDUALS PERFORMING ON A
- 22 STAGE OR THE SHOWING OF FILMS; AND
- 23 (II) MEET ANY OTHER REQUIREMENTS ESTABLISHED BY THE
- 24 BOARD.
- 25 (3) THE LICENSE HOLDER MAY ALTER THE AUTHORIZED LOCATIONS
- 26 EACH TIME THE LICENSE IS RENEWED.
- 27 (E) THE LICENSE HOLDER MAY SELL OR SERVE BEER, WINE, AND LIQUOR:
- 28 (1) 1 HOUR BEFORE AND AFTER A PERFORMANCE;
- 29 (2) DURING A PERFORMANCE;
- 30 (3) DURING AN INTERMISSION; AND

- 1 (4) DURING A RECEPTION WITHIN 1 HOUR BEFORE OR AFTER A 2 PERFORMANCE.
- 3 (F) THE LICENSE MAY NOT BE TRANSFERRED TO ANOTHER LOCATION NOT 4 IDENTIFIED ON THE APPLICATION.
- 5 (G) THE LICENSE HOLDER SHALL PURCHASE BEER, WINE, AND LIQUOR FROM A RETAIL LICENSE HOLDER OR AN AUTHORIZED AND LICENSED WHOLESALER.
- 7 (H) A LICENSE HOLDER MAY NOT SELL OR ISSUE MORE THAN **750** TICKETS 8 TO ANY EVENT OR PERFORMANCE AT WHICH THE HOLDER WILL SELL OR SERVE 9 BEER, WINE, OR LIQUOR.
- 10 (I) ISSUANCE OF A LICENSE UNDER THIS SECTION DOES NOT PROHIBIT THE
 11 BOARD FROM ISSUING A CLASS C PER DIEM LICENSE TO THE PERFORMING ARTS
 12 NONPROFIT ORGANIZATION FOR AN EVENT OUTSIDE THE SCOPE OF THE LICENSE.
- 13 (J) THE LICENSE HOLDER SHALL SERVE OR OFFER FOR SALE SNACKS AT ALL TIMES WHEN BEER, WINE, AND LIQUOR ARE SOLD.
- 15 (K) (1) THE LICENSE HOLDER SHALL:
- 16 (I) <u>KEEP COMPLETE AND ACCURATE RECORDS OF ALL</u>
 17 <u>ALCOHOLIC BEVERAGES SOLD, SERVED, AND PURCHASED UNDER THIS SECTION;</u>
- 18 <u>(II)</u> ON WRITTEN REQUEST OF THE COMPTROLLER OR THE
- 19 BOARD, REPORT ON THE FORM THAT THE COMPTROLLER OR THE BOARD REQUIRES
- 20 INFORMATION RELATING TO THE ALCOHOLIC BEVERAGES THAT ARE THE SUBJECT
- 21 OF THE RECORDS REQUIRED TO BE KEPT; AND
- 22 (III) ON REQUEST OF THE COMPTROLLER OR THE BOARD, MAKE 23 THE REPORT UNDER OATH.
- 24 (2) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS
- 25 PARAGRAPH, EACH LICENSE HOLDER SHALL KEEP RECORDS AT THE LOCATION
- 26 <u>DESIGNATED IN THE LICENSE.</u>
- 27 (II) IF THE LICENSE HOLDER IS ALLOWED TO HAVE MORE THAN
- 28 ONE LOCATION, THE LICENSE HOLDER MAY KEEP THE RECORDS AT THE PRINCIPAL
- 29 LOCATION.

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(III) THE RECORDS SHALL:

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2	COMPTROLLER AND THE BOARD	•							
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- 3 <u>BE PRESERVED FOR AT LEAST 2 YEARS IN A MANNER</u>
 4 THAT ENSURES PERMANENCY; AND
- 5 BE MADE AVAILABLE FOR AUDIT OR INSPECTION
 6 DURING REGULAR BUSINESS HOURS BY THE COMPTROLLER OR THE BOARD OR A
 7 DESIGNEE OF THE COMPTROLLER OR THE BOARD.
- 8 (3) (I) THE COMPTROLLER MAY WITHOUT A HEARING
 9 IMMEDIATELY SUSPEND FOR A MAXIMUM OF 30 DAYS THE LICENSE OF A LICENSE
 10 HOLDER WHO FAILS TO COMPLY WITH THIS SUBSECTION.
- 11 (II) IF A REPORT REQUIRED BY THIS SECTION OR AN
 12 INVESTIGATION BY THE BOARD, A BOARD OFFICER, THE COMPTROLLER, OR ANY
 13 OTHER PERSON INDICATES THAT THE LICENSE HOLDER IS VIOLATING THIS
 14 SECTION, THE BOARD SHALL SUMMON THE LICENSE HOLDER AND CONDUCT A
- 15 **HEARING.**
- 16 (III) IF THE CHARGES AT THE HEARING ARE SUSTAINED, THE 17 BOARD:
- 18 <u>SHALL IMPOSE A FINE OF NOT LESS THAN \$250 AND</u>
 19 NOT MORE THAN \$2,000; AND
- 20 <u>MAY SUSPEND OR REVOKE THE LICENSE HOLDER'S</u> 21 LICENSE IMMEDIATELY.
- 22 $\frac{\text{(K)}}{\text{(L)}}$ THE ANNUAL LICENSE FEE IS \$750.
- 23 22-1501.
- 24 (b) The following sections of Title 4, Subtitle 2 ("Issuance or Denial of Local Licenses") of Division I of this article apply in the county:
- 26 (2) § 4–203 ("Prohibition against issuing multiple licenses to individual or for use of entity"), subject to §§ 22–1503 and 22–1504 of this subtitle and Subtitle 13, Part III, AND § 22–1005.2 of this title;
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2024.