## SENATE BILL 1171

## By: Senator Hayes

Introduced and read first time: February 15, 2024
Assigned to: Rules

## A BILL ENTITLED

AN ACT concerning

## Alcoholic Beverages - Issuance of Class A Licenses

FOR the purpose of clarifying that, with certain exceptions, not more than one license may be issued in a single jurisdiction to an individual; increasing, subject to a certain exception, the number of Class A alcoholic beverages licenses that may be issued in the State to an individual for a certain use; and generally relating to Class A alcoholic beverages licenses in the State.

BY repealing and reenacting, with amendments,
Article - Alcoholic Beverages and Cannabis
Section 4-203
Annotated Code of Maryland (2016 Volume and 2023 Supplement)

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

## Article - Alcoholic Beverages and Cannabis

4-203.
(a) Except as otherwise provided in Division II of this article, Title 3, Title 4, or Title 5 of this division, or subsection (b) of this section, more than one license may not be issued IN A SINGLE JURISDICTION:
(1) to an individual; or
(2) for the use of a partnership, a corporation, an unincorporated association, or a limited liability company.
(b) (1) A single individual may hold Class B beer, wine, and liquor licenses or Class BLX or equivalent licenses issued by different local licensing boards only for restaurants, hotels, or motels.
(2) The number of licenses that a single individual may hold is limited only by the cap imposed by each local licensing board on the licenses that the local licensing board issues.
(3) The licenses may be issued for the use of:
(i) the license holder; or
(ii) a partnership, a corporation, an unincorporated association, or a limited liability company.
(c) Except as otherwise provided in Division II of this article or Title 3, Title 4, or Title 5 of this division, an individual may not be issued in the State more than one [Class A,] Class C[,] or Class D license for the use of:
(1) that individual; or
(2) a partnership, a corporation, an unincorporated association, or a limited liability company.
(D) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, AN INDIVIDUAL MAY NOT BE ISSUED IN THE STATE MORE THAN FOUR CLASS A LICENSES FOR THE USE OF:
(I) THAT INDIVIDUAL; OR
(II) A PARTNERSHIP, A CORPORATION, AN UNINCORPORATED ASSOCIATION, OR A LIMITED LIABILITY COMPANY.
(2) NOT MORE THAN ONE CLASS A LICENSE MAY BE ISSUED UNDER PARAGRAPH (1) OF THIS SUBSECTION FOR AN ESTABLISHMENT THAT DERIVES LESS THAN 85\% OF REVENUE FROM THE SALE OF ALCOHOLIC BEVERAGES.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2024.

