HOUSE BILL 574

5lr1232 A2 By: St. Mary's County Delegation Introduced and read first time: January 23, 2025 Assigned to: Economic Matters Committee Report: Favorable with amendments House action: Adopted Read second time: March 6, 2025 CHAPTER AN ACT concerning St. Mary's County - Alcoholic Beverages Licenses - Multiple Licensing Plans FOR the purpose of authorizing the Board of License Commissioners for St. Mary's County to issue not more than a certain number of Class B beer, wine, and liquor restaurant licenses to a person under certain circumstances; prohibiting a person from having a direct or indirect interest in more than a certain number of Class B beer, wine, and liquor restaurant licenses; and generally relating to alcoholic beverages licenses in St. Mary's County. BY repealing and reenacting, without amendments. Article – Alcoholic Beverages and Cannabis Section 28–102 Annotated Code of Maryland (2024 Replacement Volume) BY adding to Article – Alcoholic Beverages and Cannabis Section 28–1606 Annotated Code of Maryland (2024 Replacement Volume) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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

Article - Alcoholic Beverages and Cannabis



- 1 28–102.
- 2 This title applies only in St. Mary's County.
- 3 **28–1606.**
- 4 (A) (1) SUBJECT TO SUBSECTIONS (B) AND (C) OF THIS SECTION, THE
- 5 BOARD MAY ISSUE TO AN INDIVIDUAL OR FOR THE USE OF A PERSON NOT MORE
- 6 THAN THREE CLASS B BEER, WINE, AND LIQUOR RESTAURANT LICENSES.
- 7 (2) THE LICENSES SPECIFIED IN PARAGRAPH (1) OF THIS
- 8 SUBSECTION ARE FOR SEPARATE PREMISES.
- 9 <u>(3)</u> Only one of the licenses specified in paragraph (1) of
- 10 THIS SUBSECTION MAY AUTHORIZE THE SALE OF ALCOHOL FOR OFF-PREMISES
- 11 CONSUMPTION.
- 12 (B) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, A PERSON
- 13 MAY NOT HAVE A DIRECT OR INDIRECT INTEREST IN MORE THAN THREE CLASS B
- 14 BEER, WINE, AND LIQUOR RESTAURANT LICENSES.
- 15 (2) A PERSON MAY NOT HAVE A DIRECT OR INDIRECT INTEREST IN
- 16 MORE THAN ONE CLASS B BEER, WINE, AND LIQUOR RESTAURANT LICENSE HE THE
- 17 LICENSE THAT AUTHORIZES THE SALE OF ALCOHOL FOR OFF-PREMISES
- 18 CONSUMPTION.
- 19 (C) AN INDIRECT INTEREST IS PRESUMED TO EXIST BETWEEN ANY
- 20 COMBINATION OF PERSONS IF ANY OF THE FOLLOWING CONDITIONS EXIST
- 21 BETWEEN THEM:
- 22 (1) A COMMON PARENT COMPANY;
- 23 (2) A FRANCHISE AGREEMENT;
- 24 (3) A LICENSING AGREEMENT;
- 25 (4) A CONCESSION AGREEMENT;
- 26 (5) DUAL MEMBERSHIP IN A CHAIN OF BUSINESSES COMMONLY
- 27 OWNED AND OPERATED;
- 28 (6) (I) A SHARING OF DIRECTORS, STOCKHOLDERS, PARTNERS, OR
- 29 MEMBERS; OR

(II) A SHARING OF DIRECTORS, STOCKHOLDERS, PARTNERS, OR MEMBERS OF PARENTS OR SUBSIDIARIES;
(7) COMMON DIRECT OR INDIRECT SHARING OF PROFIT FROM THE SALE OF ALCOHOLIC BEVERAGES; OR
(8) A SHARING OF A COMMON TRADE NAME, TRADEMARK, LOGO, OR THEME OR MODE OF OPERATION IDENTIFIABLE BY THE PUBLIC.
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2025.
Approved:
Governor.
Speaker of the House of Delegates.
President of the Senate.