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5lr2002 CF 5lr2000

By: **Delegate Hinebaugh** Introduced and read first time: January 24, 2025 Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

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Garrett County Alcoholic Beverages Act of 2025

- 3 FOR the purpose of requiring the Board of License Commissioners for Garrett County to adopt certain regulations; requiring a Board hearing for the issuance of certain 4 $\mathbf{5}$ festival licenses and altering certain notice requirements for the hearing; requiring 6 certain festival license applicants to apply to the Board in a certain manner; 7 clarifying the entities to which the Board may issue certain multiple day and 8 multiple event licenses; establishing the Class BC-resort beer, wine, and liquor 9 license to apply to premises located on property of a certain minimum size; and generally relating to alcoholic beverages in Garrett County. 10
- 11 BY repealing and reenacting, without amendments,
- 12 Article Alcoholic Beverages and Cannabis
- 13 Section 21–102, 21–804(a), 21–903(a), 21–1002.1(a), and 21–1002.2(a)
- 14 Annotated Code of Maryland
- 15 (2024 Replacement Volume)
- 16 BY repealing and reenacting, with amendments,
- 17 Article Alcoholic Beverages and Cannabis
- $18 \qquad \qquad Section \ \ 21-804(f), \ \ 21-903(f), \ \ 21-1002.1(f), \ \ 21-1002.2(f), \ \ 21-1304, \ \ 21-1304.1, \\$
 - 21–1304.2, 21–1304.3, 21–1305, 21–1309, and 21–1310
- 20 Annotated Code of Maryland
- 21 (2024 Replacement Volume)
- 22 BY adding to

19

- 23 Article Alcoholic Beverages and Cannabis
- 24 Section 21–1002.3
- 25 Annotated Code of Maryland
- 26 (2024 Replacement Volume)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



| | 2 | HOUSE BILL 685 | |
|---|---|--|--|
| $\frac{1}{2}$ | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: | | |
| 3 | Article – Alcoholic Beverages and Cannabis | | |
| 4 | 21–102. | | |
| 5 | This title applies only in Garrett County. | | |
| 6 | 21-804. | | |
| 7 | (a) | There is a Class BDR (deluxe restaurant) beer and wine license. | |
| 8 | (f) | The Board shall: | |
| 9 10 | the annual l | (1) charge a one-time issuing fee for a new license in an amount equal to license fee; AND | |
| 11 | | (2) ADOPT REGULATIONS TO CARRY OUT THIS SECTION. | |
| 12 | 21–903. | | |
| 13 | (a) | There is a Class BDR (deluxe restaurant) beer, wine, and liquor license. | |
| 14 | (f) | The Board shall: | |
| 15 16 | the annual l | (1) charge a one-time issuing fee for a new license in an amount equal to license fee; AND | |
| 17 | | (2) ADOPT REGULATIONS TO CARRY OUT THIS SECTION. | |
| 18 | 21–1002.1. | | |
| 19 | (a) | There is a Class B–resort beer and wine license. | |
| 20 | (f) | The Board shall: | |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | the annual l | (1) charge a one-time issuing fee for a new license in an amount equal to license fee; AND | |
| 23 | | (2) ADOPT REGULATIONS TO CARRY OUT THIS SECTION. | |
| 24 | 21–1002.2. | | |
| 25 | (a) | There is a Class B–resort beer, wine, and liquor license. | |

1 (f) The Board shall:

2 (1) charge a one-time issuing fee for a new license in an amount equal to 3 the annual license fee; AND

- 4 (2) ADOPT REGULATIONS TO CARRY OUT THIS SECTION.
- 5 **21–1002.3.**

6 (A) THERE IS A CLASS BC-RESORT BEER, WINE, AND LIQUOR LICENSE.

7 (B) THE BOARD MAY ISSUE THE LICENSE TO A LICENSE HOLDER FOR A 8 COMPLEX THAT HAS AT LEAST TWO FACILITIES THAT ARE:

9 (1) LOCATED ON THE SAME CONTIGUOUS PROPERTY THAT IS AT 10 LEAST 20 ACRES IN SIZE;

11(2)SEPARATED BY AT LEAST 150 FEET FROM THE MAIN AREA OF THE12LICENSED PREMISES; AND

13(3) DETERMINED BY THE BOARD TO BE HOTEL, MOTEL,14RECREATIONAL, OR RESTAURANT FACILITIES.

15 (C) THE LICENSE AUTHORIZES THE LICENSE HOLDER TO SELL AT A HOTEL, 16 MOTEL, RECREATIONAL, OR RESTAURANT FACILITY AT RETAIL AT THE PLACE 17 DESCRIBED IN THE LICENSE:

- 18 (1) BEER, WINE, AND LIQUOR FOR ON–PREMISES CONSUMPTION; AND
- 19 (2) BEER FOR OFF–PREMISES CONSUMPTION.

20 (D) THE LICENSE HOLDER MAY SELL BEER, WINE, AND LIQUOR DURING THE 21 HOURS AND DAYS AS SET OUT FOR A CLASS B BEER, WINE, AND LIQUOR LICENSE 22 UNDER § 21–2004 OF THIS TITLE.

- 23 (E) THE ANNUAL LICENSE FEES ARE:
- 24 (1) \$3,000 FOR A 6–DAY LICENSE FOR TWO FACILITIES;
- 25 (2) \$1,500 FOR EACH ADDITIONAL FACILITY FOR A 6–DAY LICENSE;
- 26 (3) \$3,500 FOR A 7–DAY LICENSE FOR TWO FACILITIES; AND

| | 4 HOUSE BILL 685 | | | |
|---------------|------------------|--|---|--|
| 1 | | (4) | \$1,750 FOR EACH ADDITIONAL FACILITY FOR A 7-DAY LICENSE. | |
| 2 | (F) | Тне | BOARD SHALL: | |
| $\frac{3}{4}$ | AMOUNT E | (1) QUAL | CHARGE A ONE-TIME ISSUING FEE FOR A NEW LICENSE IN AN TO THE ANNUAL LICENSE FEE; AND | |
| 5 | | (2) | ADOPT REGULATIONS TO CARRY OUT THIS SECTION. | |
| 6 | 21 - 1304. | | | |
| 7 | (a) | (1) | There is a beer festival license. | |
| 8 9 | year. | (2) | The Board may issue not more than four beer festival licenses each | |
| 10 11 | ON THE FC | (3) AN APPLICANT FOR THE LICENSE SHALL SUBMIT AN APPLICATION ON THE FORM THAT THE BOARD PROVIDES. | | |
| 12 | (b) | The | Board may issue the license to a holder of: | |
| 13 | | (1) | a retail license issued by the Board; | |
| 14 | | (2) | a Class 5 brewery license; | |
| 15 | | (3) | a Class 6 pub–brewery license; | |
| 16 | | (4) | a Class 7 micro–brewery license; | |
| 17 | | (5) | a Class 8 farm brewery license; or | |
| 18 19 | license. | (6) | a person that is eligible to hold a Class C multiple day or multiple event | |
| 20 | (c) | The | license authorizes the holder to display and sell beer that is: | |
| 21 | | (1) | manufactured and processed in any state; and | |
| 22 | | (2) | distributed in the State when the license application is filed. | |
| 23 | (d) | A lic | ense holder may display and sell beer: | |
| 24 | | (1) | at retail for on- and off-premises consumption; and | |
| 25 | | (2) | during the hours and days designated for a beer festival. | |

| 1 | (e) | The Board shall [choose]: |
|--|--------------|--|
| 2 | | (1) HOLD A HEARING ON A LICENSE APPLICATION; |
| $\frac{3}{4}$ | TIME AT LE | (2) PUBLISH NOTICE OF THE LICENSE APPLICATION HEARING ONE EAST 7 DAYS BEFORE THE HEARING; |
| $5 \\ 6$ | consecutive | [(1)] (3) CHOOSE a fixed period of time for the festival of up to 3 days, excluding Sunday; and |
| 7 | | [(2)] (4) CHOOSE a location that is not already licensed. |
| 8 9 10 | | Notwithstanding subsection (e)(1) of this section, a holder of a beer festival ed for a location at which Sunday sales are allowed under § 21–2002(e) of this ake Sunday sales beginning at 10 a.m. |
| 11 | (g) | Beer displayed and sold shall be: |
| $12 \\ 13 \\ 14$ | | (1) invoiced to the license holder by a wholesaler or holder of a Class 5 ense, Class 6 pub-brewery license, Class 7 micro-brewery license, or Class 8 ry license; and |
| $\begin{array}{c} 15\\ 16\end{array}$ | wholesaler. | (2) delivered to the beer festival from the licensed premises of the |
| 17 18 19 | = | A holder of a State wholesaler's license, a Class 5 brewery license, a Class 6 cy license, a Class 7 micro–brewery license, or a Class 8 farm brewery license nto an agreement with the license holder to: |
| $\begin{array}{c} 20\\ 21 \end{array}$ | license; and | (1) deliver beer not earlier than 2 days before the effective date of the |
| $\frac{22}{23}$ | license. | (2) accept returns not later than 2 days after the expiration date of the |
| 24 | (i) | A person may hold a beer festival license in addition to another license. |
| 25 | (j) | The Board shall set the fee. |
| 26 | (k) | The Board shall adopt regulations to carry out this section. |
| 27 | 21–1304.1. | |
| 28 | (a) | There is a Class C beer and wine street festival license. |

1 (b) The Board may issue the license to a person that is eligible to hold a Class C 2 multiple day or multiple event license.

3 (c) The license authorizes the holder to sell beer and wine for on-premises 4 consumption at an entertainment event that is:

 $\mathbf{5}$

(1) held in an arts and entertainment district; and

6 (2) if required, approved by the mayor and town council of the municipality 7 where the event is located.

8 (d) During an event for which the license is issued, an individual in the event area 9 approved by the Board who uses a designated container unique to the event may:

10

(1) purchase beer or wine from:

11

(i) the holder of the beer and wine street festival license; or

12 (ii) another license holder with on-sale privileges within the arts 13 and entertainment district;

14 (2) transport beer or wine in the designated container:

15 (i) to the premises of a license holder with on-sale privileges in the 16 arts and entertainment district; and

- 17 (ii) in the approved event area; and
- 18 (3) consume beer and wine:

19 (i) on the premises of a license holder with on–sale privileges in the 20 arts and entertainment district; and

21 (ii) in the approved event area.

(e) An applicant for the license shall submit an application on the form that theBoard provides.

- 24 (f) The Board shall:
- 25 (1) HOLD A HEARING ON A LICENSE APPLICATION; AND

26 (2) publish [a notice for applications for the license] NOTICE OF THE 27 LICENSE APPLICATION HEARING one time at least 7 days before [a license] THE hearing.

6

1 (g) A license holder may purchase beer and wine from a holder of a retail or 2 wholesaler's license.

3 (h) The license holder:

4 (1) shall distribute a wristband to each individual who is at least 21 years 5 old at the event for which the license is issued; and

6 (2) may not serve beer or wine to an individual who does not wear a 7 wristband.

8 (i) The organization for which the license is issued shall ensure that at least one 9 server who is certified by an approved alcohol awareness program is on the premises when 10 alcoholic beverages are served.

- 11 (j) The license holder may hold another license of a different class or nature.
- 12 (k) The license may be used for a maximum of 26 days in a calendar year.
- 13 (l) The license fee is \$50 per day.
- 14 (M) THE BOARD SHALL ADOPT REGULATIONS TO CARRY OUT THIS SECTION.
- 15 21-1304.2.

16 (a) (1) In this section the following words have the meanings indicated.

17

(2) "Festival" means the Garrett County Beer and Wine Festival.

18 (3) "Festival organization" means a nonprofit organization that is chosen 19 by the county in accordance with subsection (c) of this section to organize a festival.

- 20 (b) (1) There is a Garrett County Beer and Wine Festival.
- 21 (2) Under the supervision of the Board, the festival organization may 22 conduct the Festival annually for a fixed period of time of up to 3 consecutive days.

(c) (1) In selecting a nonprofit organization to be a festival organization, the
county shall ensure that the nonprofit organization has extensive experience in organizing
and managing large-scale public events.

26 (2) The Board may issue not more than four beer and wine festival licenses27 each year.

(d) The Board may issue the license to a holder of a retail license or a person thatis eligible to hold a Class C multiple day or multiple event license.

| $\frac{1}{2}$ | | PPLICANT FOR THE LICENSE SHALL SUBMIT AN APPLICATION ON THE BOARD PROVIDES. |
|---|--------------------------------|--|
| 3 | (F) The l | icense authorizes the holder to display and sell beer and wine that is: |
| 4 | (1) | manufactured and processed in or outside the State; and |
| 5 | (2) | distributed in the State when the license application is filed. |
| 6 | [(f)] (G) | A license holder shall display and sell beer and wine: |
| 7 | (1) | at retail for on- and off-premises consumption; and |
| 8 | (2) | during the hours and days designated for the beer and wine festival. |
| 9 | [(g)] (H) | The Board shall: |
| 10 | (1) | hold a hearing on a license application; and |
| 11 12 | (2) of general circulat | publish notice of [a] THE license application hearing [in a newspaper ion in the county] one time at least 7 days before the hearing. |
| 13 14 | [(h)] (I) already licensed. | (1) The Board shall choose a location for the festival that is not |
| $\begin{array}{c} 15\\ 16 \end{array}$ | (2) at 10 a.m. | If the location chosen allows for Sunday sales, Sunday sales may begin |
| 17 | [(i)] (J) | Beer and wine displayed and sold shall be: |
| 18 | (1) | invoiced to the license holder by a retailer or wholesaler; and |
| 19 20 | (2) wholesaler. | delivered to the festival from the licensed premises of the retailer or |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | [(j)] (K) an agreement with | A holder of a retail license or State wholesaler's license may enter into a the holder of the festival license to: |
| $\begin{array}{c} 23\\ 24 \end{array}$ | (1) of the license; and | deliver beer and wine not earlier than 2 days before the effective date |
| $\begin{array}{c} 25\\ 26 \end{array}$ | (2) license. | accept returns not later than 5 days after the expiration date of the |
| 27 | [(k)] (L) | The Board shall establish the license fee. |

1 [(l)] (M) The Board shall adopt regulations to carry out this section.

2 21-1304.3.

- 3 (a) (1) In this section the following words have the meanings indicated.
- 4

(2) "Festival" means the Garrett County Beer, Wine, and Liquor Festival.

5 (3) "Festival organization" means a nonprofit organization that is chosen 6 by the county in accordance with subsection (c) of this section to organize a festival.

7 (b) (1) There is a beer, wine, and liquor festival license.

8 (2) Under the supervision of the Board, the festival organization may 9 conduct the festival annually for a fixed period of time of up to 3 consecutive days.

10 (c) (1) In selecting a nonprofit organization to be a festival organization, the 11 county shall ensure that the nonprofit organization has extensive experience in organizing 12 and managing large-scale public events.

13 (2) The Board may issue not more than four beer, wine, and liquor festival14 licenses each year.

15 (d) (1) The Board may issue the beer, wine, and liquor festival license to a 16 holder of a retail license or a person that is eligible to hold a Class C multiple day or 17 multiple event license.

18(2)AN APPLICANT FOR THE LICENSE SHALL SUBMIT AN APPLICATION19ON THE FORM THAT THE BOARD PROVIDES.

20 (e) The license authorizes the license holder to display and sell beer, wine, and 21 liquor that is:

- 22 (1) manufactured and processed in or outside the State; and
- 23 (2) distributed in the State when the license application is filed.
- 24 (f) A license holder shall display and sell beer, wine, and liquor:
- 25 (1) at retail for on- and off-premises consumption; and
- 26 (2) during the hours and days designated for the festival.
- 27 (g) The Board shall:
- 28 (1) hold a hearing on a license application; and

| $\frac{1}{2}$ | of general ci | (2) ircula | publish notice of [a] THE license application hearing [in a newspaper tion in the county] one time at least 7 days before the hearing. |
|---|--------------------|----------------|---|
| $\frac{3}{4}$ | (h) licensed. | (1) | The Board shall choose a location for the festival that is not already |
| $5 \\ 6$ | at 10 a.m. | (2) | If the location chosen allows for Sunday sales, Sunday sales may begin |
| 7 | (i) | Beei | r, wine, and liquor displayed and sold shall be: |
| 8 | | (1) | invoiced to the license holder by a retailer or wholesaler; and |
| 9 10 | wholesaler. | (2) | delivered to the festival from the licensed premises of the retailer or |
| $\begin{array}{c} 11 \\ 12 \end{array}$ | (j) agreement v | | older of a retail license or State wholesaler's license may enter into an he holder of the beer, wine, and liquor festival license to: |
| $\begin{array}{c} 13\\14 \end{array}$ | date of the l | (1) icens | deliver beer, wine, and liquor not earlier than 2 days before the effective e; and |
| $\begin{array}{c} 15\\ 16 \end{array}$ | license. | (2) | accept returns not later than 5 days after the expiration date of the |
| 17 | (k) | The | Board shall establish the beer, wine, and liquor festival license fee. |
| 18 | (1) | The | Board shall adopt regulations to carry out this section. |
| 19 | 21 - 1305. | | |
| 20 | (a) | (1) | There is a wine festival license. |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | year. | (2) | The Board may issue not more than four wine festival licenses each |
| $\frac{23}{24}$ | ON THE FO | (3) RM T | AN APPLICANT FOR THE LICENSE SHALL SUBMIT AN APPLICATION HAT THE BOARD PROVIDES. |
| 25 | (b) | The | Board may issue the license to: |
| $\begin{array}{c} 26 \\ 27 \end{array}$ | winery licen | (1) nse; or | a holder of a retail license, Class 3 winery license, or Class 4 limited |
| $\frac{28}{29}$ | license. | (2) | a person that is eligible to hold a Class C multiple day or multiple event |

| 1 | (c) | The license authorizes the holder to display and sell wine that is: | |
|---|--|---|--|
| 2 | | (1) manufactured and processed in any state; and | |
| 3 | | (2) distributed in the State when the license application is filed. | |
| 4 | (d) | A license holder shall display and sell wine: | |
| 5 | | (1) at retail for on– and off–premises consumption; and | |
| 6 | | (2) during the hours and days designated for the wine festival. | |
| 7 | (e) | The Board shall: | |
| 8 | | (1) hold a hearing on each license application; and | |
| 9 10 | of general ci | (2) publish notice of [a] THE license application hearing [in a newspaper rculation in the county] one time at least 7 days before the hearing. | |
| 11 12 | (f) choose up to | (1) Subject to paragraph (3) of this subsection, each year the Board shall3 consecutive days for the wine festival. | |
| 13 | | (2) The Board shall choose a location that is not already licensed. | |
| 14 | | (3) A day chosen for the wine festival may not: | |
| 15 | | (i) be a Sunday; or | |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | Carroll Cour | (ii) fall on the same weekend as the Maryland Wine Festival in nty. | |
| 18 19 20 | (g) Notwithstanding subsection (f)(3)(i) of this section, a holder of a wine festival license issued for use in a location where Sunday sales are allowed may make Sunday sales beginning at 10 a.m. | | |
| 21 | (h) | Wine displayed and sold shall be: | |
| $\begin{array}{c} 22\\ 23 \end{array}$ | 4 limited wi | (1) invoiced to the license holder by a wholesaler, Class 3 winery, or Class nery; and | |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | wholesaler, | (2) delivered to the wine festival from the licensed premises of the Class 3 winery, or Class 4 limited winery. | |
| $\frac{26}{27}$ | (i) may enter in | A holder of a State wholesale, Class 3 winery, or Class 4 limited winery license nto an agreement with the license holder to: | |

| 12 | | HOUSE BILL 685 |
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| $\frac{1}{2}$ | license; and | (1) deliver wine not earlier than 2 days before the effective date of the |
| $\frac{3}{4}$ | license. | (2) accept returns not later than 5 days after the expiration date of the |
| 5 | (j) | The Board shall establish the license fee. |
| 6 | (k) | The Board shall adopt regulations to carry out this section. |
| 7 | 21–1309. | |
| 8 9 10 | | The Board may issue a Class C multiple day beer license, beer and wine beer, wine, and liquor license to a [club] NONPROFIT ORGANIZATION for the es and license types: |
| 11 | | (1) \$50 for a 2–day license; |
| 12 | | (2) \$150 for a 6-day license; and |
| 13 | | (3) \$300 for a 12-day license. |
| $\begin{array}{c} 14 \\ 15 \end{array}$ | (b) different clas | The license holder may hold another license issued by the Board that is of a ss or nature. |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | (c) section if a li | The Board is not required to hold a hearing before issuing a license under this icense holder anticipates attendance of fewer than 500 individuals at an event. |
| 18 | 21–1310. | |
| 19 20 | (a) ORGANIZAT | The Board may issue a multiple event license to a [club] NONPROFIT TON that qualifies for a Class C multiple day license. |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | (b) NONPROFIT | The Board may not issue more than one multiple event license to a [club] ORGANIZATION in a license year. |
| $\begin{array}{c} 23\\ 24 \end{array}$ | (c) different clas | The license holder may hold another license issued by the Board that is of a ss or nature. |
| $\begin{array}{c} 25\\ 26 \end{array}$ | (d) at least 7 da | (1) The Board shall publish a notice for application for the license one time ys before a license hearing. |
| 27 28 | an event for | (2) A license holder shall notify the Board in writing at least 7 days before which the license is to be used. |

1 (e) The [club] NONPROFIT ORGANIZATION for which a multiple event license is 2 issued shall ensure that at least one server who is certified by an approved alcohol 3 awareness program is on the premises when alcoholic beverages are served.

- 4 (f) The [club] NONPROFIT ORGANIZATION for which a multiple event license is 5 issued may cater functions on their premises.
- 6 (g) The fee for a Class C multiple event license is:
- 7 (1) \$125 for not more than 5 events per year;
- 8 (2) \$250 for not more than 12 events per year;
- 9 (3) \$375 for not more than 18 events per year; and
- 10 (4) \$500 for not more than 24 events per year.

11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 12 1, 2025.