# **Department of Legislative Services**

Maryland General Assembly 2025 Session

## FISCAL AND POLICY NOTE First Reader

House Bill 567
Economic Matters

(Dorchester County Delegation)

### **Dorchester County - Alcoholic Beverages - Arts Beer and Wine License**

This bill establishes an arts beer and wine license in Dorchester County and authorizes the Dorchester County Board of License Commissioners to issue the license to a nonprofit or for-profit retail business, including an art center, art gallery, a museum, or a similar business primarily devoted to art that expresses matters of serious literary, artistic, scientific, or political value that (1) engages in the display and sale or original artwork and (2) is located in an arts and entertainment district. The license holder may sell or serve beer and wine for on-premises consumption Monday through Sunday from 10:00 a.m. to 10:00 p.m. provided that snacks are also served. The board cannot issue the license to a business that displays and sells commercially prepared or mass-produced artistic products, and the license cannot be transferred to another location. The annual license fee is \$250. **The bill takes effect July 1, 2025.** 

### **Fiscal Summary**

**State Effect:** None.

**Local Effect:** Dorchester County revenues increase, beginning in FY 2026, to the extent that arts beer and wine licenses are issued under the bill. Dorchester County can handle any additional enforcement activity with existing resources.

**Small Business Effect:** Minimal overall, but potentially meaningful for a nonprofit or retail business that is able to sell beer and wine under the bill.

#### **Analysis**

Current Law: Maryland's 23 counties, Baltimore City, and the City of Annapolis all have boards of license commissioners that issue and enforce retail alcoholic beverages licenses in their jurisdictions. Within each jurisdiction, the most common types of retail licenses are Class A, Class B, Class C, and Class D licenses. Each license authorizes the sale of alcoholic beverages in a different manner and may authorize the sale of alcohol for on-premises consumption. For example, Class A licenses generally only allow the sale of alcoholic beverages for off-premises consumption, and Class B licenses are generally issued to restaurants and allow the sale of alcoholic beverages with food.

Each local jurisdiction has its own regulatory processes and requirements in place for who can apply for and obtain a license and how many licenses, in total, may be issued for use in the jurisdiction.

#### **Additional Information**

**Recent Prior Introductions:** Similar legislation has not been introduced within the last three years.

**Designated Cross File:** SB 800 (Dorchester County Senators) - Finance.

**Information Source(s):** Dorchester County; Department of Legislative Services

**Fiscal Note History:** First Reader - February 12, 2025

rh/tso

Analysis by: Andrew Stover Direct Inquiries to:

(410) 946-5510 (301) 970-5510