

HB 246 & SB 322 **ALCOHOLIC BEVERAGES** CLASS 04 LIMITED WINERY LICENSE - FOOD SERVICE

POSITION: SUPPORT

BILL SUMMARY:

- 1. This legislation **enables** wineries to serve food beyond what is currently permitted for a Class 04 Winery. Wineries could serve additional food if they become licensed to operate as a food establishment and meet the same food/alcoholic beverage sales as a class D beer and wine licensee in the local jurisdiction.
- 2. A sponsor amendment adds the word "prepare" to the current statute containing the list of foods that a winery can currently sell or serve. This should resolve a recent question from Carroll County as to whether a winery may "prepare" the foods that are enumerated in the statute. A thorough review of the legislative history (Winery Modernization Act of 2010) indicates that "preparation" of food was contemplated and it is hard to imagine that chili, soup, or pizza would be served in a "non-prepared" manner. This language ensures that wineries that choose not to become food establishments may "prepare" the food that is already permitted under their current license.
- 3. Extends operating hours to 10:00 am to 10:00 pm without the need for a planned promotional event, or other organized activity.

RATIONALE FOR SUPPORTING HB 246 & SB 322:

Consumer expectations drive change in industries. Marylanders now expect a greater level of food service from our wineries – which they see when they visit wineries in other states.

- Wineries are often located in more rural areas with fewer food establishment options.
- The ability to offer a wider range of foods serves a two-fold benefit: 1) provides the public with a fuller customer service experience, and 2) offers a positive public health impact.
- Consumers would like a complete experience, including food and a meal paired with their Maryland-made wine.
 - This change will help further drive tourism and economic growth in our agricultural areas of the state, where many of our Maryland wineries are located.
- This change would create more equity and consistency among Maryland's farm-based craft alcohol producers, since Class 8 Farm breweries already have access to on-premise food and 10:00 am to 10:00 pm operating hours.