

Mission: To improve public health in Maryland through education and advocacy Vision: Healthy Marylanders living in Healthy Communities

HB 847 Alcoholic Beverages – Class A License – Food Retailers Hearing Date: 2/19/24 Committee: Economic Matters

Position: Unfavorable

The Maryland Public Health Association's Alcohol, Cannabis & Tobacco Network urges an unfavorable report on HB 847, which would allow local liquor licensing boards to issue Class A beer or beer/wine licenses to food retail establishments that meet certain requirements in terms of types of products sold, SNAP acceptance, size and location.

Issuing licenses like this could lead to a massive increase in licenses in a short time period. The definition of a food retailer allows inclusion of convenience stores, pharmacies, and gas stations, in addition to Costco, Sam's, and other grocery store chains. Research consistently demonstrates that increased alcohol outlet density, especially for off-premise outlets (i.e., those who sell unopened containers), is associated with an increase in a number of harms, including violence, criminal activity, domestic violence, and child maltreatment. It is also very costly; a recent study in Baltimore City demonstrated that alcohol-related harms cost \$582 million each year, almost 40% of which the government is responsible for. Alcohol consumption has been steadily rising nationally, especially for women and minorities; as consumption rises, so do alcohol-related harms.

Gas stations; pharmacies; and convenience, grocery, and other chain stores are not primarily in the business of selling alcohol and may not be as well versed and equipped to prevent underage sales. Research demonstrates that alcohol retail stores are more consistent in checking IDs of people purchasing alcohol. Additionally, large chains are generally able to lower the cost of alcohol, which can lead to increased levels of consumption and related harms, as nearby businesses try to compete. This can also have negative effects on these existing locally owned alcohol outlets, as they are ultimately unable to compete with the lower prices.

In legislation passed in 2019, the Alcohol and Tobacco Commission was tasked with "the development of a public health impact statement for all changes to the state alcoholic beverages law...". A statewide bill like this should be subject to such a statement to scientifically and expertly evaluate the impact on existing businesses, communities, local liquor boards, and public health and safety.

For these reasons, we urge an unfavorable report on HB 847.

The Maryland Public Health Association (MdPHA) is a nonprofit, statewide organization of public health professionals dedicated to improving the lives of all Marylanders through education, advocacy, and collaboration. We support public policies consistent with our vision of healthy Marylanders living in healthy, equitable, communities. MdPHA is the state affiliate of the American Public Health Association, a nearly 150-year-old professional organization dedicated to improving population health and reducing health disparities that plague our state and our nation.