Department of Legislative Services

Maryland General Assembly 2016 Session

FISCAL AND POLICY NOTE First Reader

House Bill 1311

(Prince George's County Delegation)

Economic Matters

Prince George's County - Alcoholic Beverages Licenses - Riverdale Park Station PG 305-16

This bill authorizes the Prince George's County Board of License Commissioners to issue up to five Class B-DD (Development District) licenses to restaurants located within the Riverdale Park Station area.

The bill takes effect July 1, 2016.

Fiscal Summary

State Effect: None.

Local Effect: Prince George's County revenues increase by \$18,600 in FY 2017 and \$15,100 annually beginning in FY 2018 from application and renewal fees. Prince George's County can handle any enforcement activity with existing resources.

Small Business Effect: Minimal.

Analysis

Current Law: A Class B-DD (Development District) license is a seven-day beer, wine, and liquor license for on-sale consumption only. The annual license fee is \$3,025. An additional annual fee of \$850 is required for sales on Sundays. An initial license application fee of \$700 is also required for new licenses.

The Prince George's County Board of License Commissioners may issue:

- up to four Class B-DD (Development District) licenses for restaurants located within the Capital Plaza commercial area, consisting of commercial properties within the area bounded by (1) on the West and Northwest, by the Baltimore-Washington Parkway; (2) on the South by Maryland Route 450; and (3) on the East and Northeast by Cooper Lane;
- up to four Class B-DD (Development District) licenses for restaurants located within the area of Greenbelt Station, located inside the Capital Beltway and adjacent to the Greenbelt Metro Station;
- up to six Class B-DD (Development District) licenses to restaurants located within the area of Ritchie Station Marketplace; and

Up to six Class B-DD (Development District) licenses for restaurants located within the Towne Centre at Laurel.

A Class B-DD license may be issued only for a restaurant within any single area designated. Ownership of the license may be transferred from one license holder to another if the license is to be used at the same location but may not be transferred for use at a different location. The board must determine the number of Class B-DD licenses to be issued, the persons to whom Class B-DD licenses are to be issued, and the number of licenses each recipient may hold.

A license holder may hold a Class B-DD license in addition to any other alcoholic beverages license. A Class B-DD license may not be issued to a restaurant located within a chain store, supermarket, discount house, drug store, or convenience store.

Local Fiscal Effect: Prince George's County expects that all five of the licenses authorized by the bill will be utilized. Accordingly, anticipated application and license fee revenue totals \$18,625 in fiscal 2017 and \$15,125 annually thereafter. If all or some of the five licensees opt for a special Sunday sales permit, estimated revenues increase by \$850 per permit.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Prince George's County, Department of Legislative Services

Fiscal Note History: First Reader - February 18, 2016

mel/hlb

Analysis by: Michelle Davis Direct Inquiries to:

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