SENATE BILL 298

 $\begin{array}{c} \text{A2} & \text{4lr}1753 \\ \text{CF HB } 136 \end{array}$

By: Montgomery County Senators

Introduced and read first time: January 17, 2014

Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 5, 2014

CHAPTER

1 AN ACT concerning

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Alcoholic Beverages - Montgomery County - Beer Festivals

FOR the purpose of authorizing Montgomery County to conduct a beer festival not more than a certain number of times each year under the supervision of the Montgomery County Department of Liquor Control; requiring the county, in selecting a nonprofit festival organization to organize the beer festival, to ensure that the organization has certain experience; specifying that the festival organization select the weekends during which the festival will be conducted; authorizing a festival organization to contract with holders of certain current alcoholic beverages licenses to sell and display beer at the festival; specifying that on the days and for the hours designated for the beer festival, beer may be displayed and sold at retail under certain conditions; requiring a festival organization to choose the festival location and ensure that the primary focus of the festival is the promotion of Maryland beer; requiring that a person hold a special beer festival license and contract with the festival organization before selling, offering for sale, or displaying beer at a festival; authorizing the Montgomery County Board of License Commissioners to issue a special beer festival license; establishing a license fee; allowing certain persons to hold a special beer festival license in addition to another license; providing for certain penalties; requiring certain license fees to be deposited into the general fund of the county; requiring the Montgomery County Board of License Commissioners to adopt certain regulations; defining certain terms; and generally relating to beer festivals in Montgomery County.

BY adding to

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



- 1 Article 2B Alcoholic Beverages
- 2 Section 8–807
- 3 Annotated Code of Maryland
- 4 (2011 Replacement Volume and 2013 Supplement)
- 5 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 6 MARYLAND, That the Laws of Maryland read as follows:

Article 2B - Alcoholic Beverages

8 **8–807.**

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- 9 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE 10 MEANINGS INDICATED.
- 11 (2) "BOARD" MEANS THE MONTGOMERY COUNTY BOARD OF
- 12 LICENSE COMMISSIONERS.
- 13 (3) "FESTIVAL" MEANS THE MONTGOMERY COUNTY BEER
- 14 **FESTIVAL.**
- 15 (4) "FESTIVAL ORGANIZATION" MEANS A NONPROFIT
- 16 ORGANIZATION THAT IS SELECTED BY MONTGOMERY COUNTY IN ACCORDANCE
- 17 WITH SUBSECTION (B) OF THIS SECTION TO ORGANIZE A FESTIVAL.
- 18 (B) IN SELECTING A NONPROFIT ORGANIZATION TO BE A FESTIVAL
- 19 ORGANIZATION, MONTGOMERY COUNTY SHALL ENSURE THAT THE NONPROFIT
- 20 ORGANIZATION HAS EXTENSIVE EXPERIENCE IN ORGANIZING AND MANAGING
- 21 LARGE-SCALE PUBLIC EVENTS.
- (c) Under the supervision of the Montgomery County
- 23 DEPARTMENT OF LIQUOR CONTROL, THE COUNTY EACH YEAR MAY CONDUCT
- 24 THE MONTGOMERY COUNTY BEER FESTIVAL ON NOT MORE THAN FOUR
- 25 WEEKENDS THAT A FESTIVAL ORGANIZATION SELECTS.
- 26 (D) A FESTIVAL ORGANIZATION MAY CONTRACT WITH HOLDERS OF A
- 27 CURRENT MONTGOMERY COUNTY RETAIL ALCOHOLIC BEVERAGES LICENSE, A
- 28 STATE CLASS 5 BREWERY LICENSE, A STATE CLASS 6 PUB-BREWERY LICENSE,
- 29 OR A STATE CLASS 7 MICRO-BREWERY LICENSE, OR A STATE CLASS 8 FARM
- 30 BREWERY LICENSE TO SELL AND DISPLAY BEER AT THE FESTIVAL.
- 31 (E) ON THE DAYS AND FOR THE HOURS DESIGNATED FOR THE
- 32 FESTIVAL, BEER MAY BE DISPLAYED AND SOLD AT RETAIL:
 - (1) FOR CONSUMPTION ON THE PREMISES; AND

- 1 (2) FOR CONSUMPTION OFF THE PREMISES IN SEALED 2 CONTAINERS.
- 3 (F) A FESTIVAL ORGANIZATION:
- 4 (1) SHALL CHOOSE FOR THE FESTIVAL A LOCATION IN THE 5 COUNTY THAT MAY BE A LICENSED OR AN UNLICENSED PREMISES; AND
- 6 (2) SHALL ENSURE THAT THE PRIMARY FOCUS OF THE FESTIVAL 7 IS THE PROMOTION OF MARYLAND BEER.
- 8 (G) (1) BEFORE A PERSON MAY SELL, OFFER FOR SALE, OR DISPLAY
 9 BEER AT A FESTIVAL, THE PERSON MUST CONTRACT WITH THE FESTIVAL
 10 ORGANIZATION AND OBTAIN A SPECIAL BEER FESTIVAL LICENSE FROM THE
 11 BOARD.
- 12 (2) THE BOARD MAY ISSUE A SPECIAL BEER FESTIVAL LICENSE.
- 13 (3) THE LICENSE FEE IS \$30 FOR EACH DAY OF THE FESTIVAL.
- 14 (4) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, A
 15 PERSON MAY HOLD A SPECIAL BEER FESTIVAL LICENSE IN ADDITION TO
 16 ANOTHER LICENSE ISSUED UNDER THIS ARTICLE.
- 17 (5) THE BOARD MAY DENY A SPECIAL BEER FESTIVAL LICENSE 18 TO ANY APPLICANT, SUSPEND OR REVOKE A SPECIAL BEER FESTIVAL LICENSE, 19 OR IMPOSE A FINE NOT EXCEEDING \$20,000 IF THE APPLICANT OR LICENSE
- 20 HOLDER VIOLATES A PROVISION OF THIS ARTICLE OR THE REGULATIONS OF THE BOARD.
- 22 (6) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, ALL 23 LICENSE FEES COLLECTED UNDER THIS SUBSECTION SHALL BE DEPOSITED 24 INTO THE GENERAL FUND OF THE COUNTY.
- 25 (H) THE BOARD SHALL ADOPT REGULATIONS FOR IMPLEMENTING THIS 26 SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2014.