

# HOUSE BILL 1269

A1

0lr1980

---

By: **Delegates Hornberger, Anderton, Buckel, Cox, Krebs, McComas, and Otto**  
Introduced and read first time: February 7, 2020  
Assigned to: Economic Matters

---

## A BILL ENTITLED

1 AN ACT concerning

2 **Alcoholic Beverages – Manufacturers – Direct Transfer Permit**

3 FOR the purpose of establishing a direct transfer alcoholic beverages permit; authorizing  
4 a local licensing board to issue the permit to the holder of a manufacturer's license;  
5 specifying that the permit authorizes the holder to sell or provide free samples of  
6 beer, wine, or liquor for on-premises consumption under certain circumstances;  
7 establishing that the sale of certain beer, wine, or liquor may not count toward  
8 certain limits on sales; establishing the hours for sale for the permit and an annual  
9 permit fee; and generally relating to the direct transfer alcoholic beverages permit.

10 BY adding to

11 Article – Alcoholic Beverages  
12 Section 4–1107  
13 Annotated Code of Maryland  
14 (2016 Volume and 2019 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
16 That the Laws of Maryland read as follows:

17 **Article – Alcoholic Beverages**

18 **4–1107.**

19 **(A) THERE IS A DIRECT TRANSFER PERMIT.**

20 **(B) A LOCAL LICENSING BOARD MAY ISSUE THE PERMIT TO THE HOLDER OF**  
21 **A MANUFACTURER'S LICENSE.**

22 **(C) THE PERMIT AUTHORIZES THE HOLDER, FOR ON-PREMISES**  
23 **CONSUMPTION, TO:**

---

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1           **(1) SELL BEER, WINE, AND LIQUOR PRODUCED BY THE PERMIT**  
2 **HOLDER OR ANOTHER HOLDER OF A MANUFACTURER'S LICENSE; AND**

3           **(2) PROVIDE A FREE SAMPLE OF THE BEER, WINE, OR LIQUOR THAT IS**  
4 **AUTHORIZED FOR SALE UNDER ITEM (1) OF THIS SUBSECTION.**

5           **(D) EXCEPT FOR BEER, WINE, OR LIQUOR THAT IS PRODUCED BY THE**  
6 **PERMIT HOLDER, ANY BEER, WINE, OR LIQUOR SOLD BY THE PERMIT HOLDER MAY**  
7 **NOT COUNT TOWARD A LIMIT ESTABLISHED BY THE UNDERLYING MANUFACTURER'S**  
8 **LICENSE ON THE AMOUNT OF BEER, WINE, OR LIQUOR THE MANUFACTURER MAY**  
9 **SELL.**

10           **(E) THE HOURS FOR SALE FOR A DIRECT TRANSFER PERMIT ARE THE SAME**  
11 **AS THOSE FOR THE UNDERLYING MANUFACTURER'S LICENSE.**

12           **(F) THE ANNUAL PERMIT FEE IS \$250.**

13           SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
14 1, 2020.