

1 (New Draft of H.P. 1646, L.D. 2180)	1
2 SECOND REGULAR SESSION 3	
4 ONE HUNDRED AND ELEVENTH LEGISLATURE 5	
6 Legislative Document No. 2406	
 H.P. 1816 House of Representatives, April 2, 1984 Reported by Representative Mahany from the Committee on Agriculture and printed under Joint Rule 2. Original bill presented by Representative Conners of Franklin 	9
10 Original bill presented by Representative Conners of Franklin. 11 Cosponsored by Senator Perkins of Hancock, Senator Erwin of Oxford and Senator Brown of Washington.	11
EDWIN H. PERT, Clerk	12
13 STATE OF MAINE 14	13
15IN THE YEAR OF OUR LORD16NINETEEN HUNDRED AND EIGHTY-FOUR17	16
18AN ACT to Provide Funding from the19Blueberry Industry Tax to Promote Market20Development for the Blueberry Industry.21	19 20
22 Be it enacted by the People of the State of Maine as 23 follows:	
24 Sec. 1. 36 MRSA §4301 is amended to read:	24
25 <u>§4301.</u> Purpose	. 25
The production and marketing of blueberries is one of the most important agricultural industries of the State, and this chapter is enacted into law to conserve and promote the prosperity and welfare of the this State and of the blueberry industry of the this State by conducting scientific investigations and extension work relating to the production, pro- cessing and marketing of blueberries grown in the State fostering research and extension programs and	27 28 29 30 31 32 33

by encouraging the development of expanded market op portunities and other promotional activities related
 to the blueberry industry.

4 Sec. 2. 36 MRSA §4302, sub-§1-A is enacted to 5 read:

6 <u>1-A. Grower. "Grower" means any person, firm,</u>
 7 partnership, association or corporation engaged in
 8 the growing or selling of blueberries and which is
 9 not a "processor" as defined in subsection 2.

10 Sec. 3. 36 MRSA §4303, as amended by PL 1979, c. 392, §1, is further amended to read:

12 §4303. Rate of tax

13 There is levied and imposed a tax at the rate of 14 3 mills 1/2¢ per pound of fresh fruit on all blueber-15 ries grown, purchased, sold, handled or processed in this State. The tax shall be computed on a fresh 16 fruit basis, regardless of how the blueberries 17 are processed. Blueberry growers who produce or otherwise handle fresh fruit for sale on the fresh market are 18 19 20 not subject to the tax imposed by this section.

21 Sec. 4. 36 MRSA §4303-A, as amended by PL 1979, 22 c. 392, §2, is further amended to read:

23 §4303-A. Additional tax

24 There is levied and imposed an additional tax at 25 the rate of 2 mills 1/2¢ per pound of fresh fruit on all blueberries grown, purchased, sold, handled or processed in this State. The tax shall be computed on 26 27 28 a fresh fruit basis, regardless of how the berries 29 are processed, and shall be neither deducted from the 30 purchase price nor collected from the seller under 31 section 4306. Blueberry growers who produce or other-32 wise handle fresh fruit for sale on the fresh market 33 are not subject to the tax imposed by this section.

34 Sec. 5. 36 MRSA §4306, as amended by PL 1979, c. 35 392, §3, is further amended to read:

36 §4306. Tax deducted from purchase price

1 Each processor or shipper, purchasing blueberries 2 and paying or becoming liable to pay the tax imposed 3 by section 4303, shall charge and collect from the 4 seller a tax at the rate of 3 mills 1/2c per pound, 5 to be deducted from the purchase price of all blue-6 berries subject to the tax so purchased by such pro-7 cessor or shipper.

8 Sec. 6. 36 MRSA §4307, as amended by PL 1981, c.
 9 364, §44, is further amended to read:

10 §4307. Records and reports; payment of tax

11 Every processor or shipper shall, on or before 12 November 1st of each year, report to the State Tax 13 Assessor, the quantity of blueberries purchased or 14 sold by him during the current season, on forms fur-15 nished by the State Tax Assessor. Said report shall 16 contain such further information pertinent thereto as 17 said State Tax Assessor shall prescribe. With said report, each processor or shipper shall forward pay-18 19 ment of the tax at the rate of 5 mills 1¢ per pound 20 upon all blueberries so reported as sold or pur-21 chased.

22 Sec. 7. 36 MRSA §4311, as amended by PL 1977, c.
 23 533, §§4 and 5, is repealed.

24 Sec. 8. 36 MRSA §4311-A is enacted to read:

25 §4311-A. Appropriations of money received

26 Money received from the tax levied by sections 27 4303 and 4303-A shall be appropriated for the follow-28 ing purposes:

29 Collection and enforcement. For the collec-1. 30 tion of the taxes imposed by this law and the en-31 forcement of this chapter. Any funds which accrue to the blueberry tax account and are held by the Trea-32 33 surer of State shall be invested by him until dis-34 bursement is authorized by the Maine Blueberry Commission. Income from any investment of blueberry tax 35 36 funds shall accrue to the blueberry tax account and 37 shall be appropriated for the same purposes as speci-38 fied elsewhere in this section;

1	2. Promotion, advertising and market develop-
2	ment. The Maine Blueberry Commission may implement
3	programs and activities to promote and advertise
4	blueberries; and join with any local, state, federal
5	or private agency, department, firm, corporation or
6	association to implement the purposes of this sec-
7	tion. At least 25% of the funds collected shall be
8	allocated for these purposes;
9	3. Research and extension educational pro-
10	grams. Thirty percent of the funds collected, but
11	not to exceed \$85,000, shall be dedicated to the Uni-
12	versity of Maine for the purpose of supplementing its
13	research and extension programs related to improved
14	methods of growing, harvesting, processing and mar-
15	keting of blueberries. The Maine Blueberry Commis-
16	sion may allocate additional funds to the University
17	of Maine or other organizations for research and ex-
18	tension programs as may be appropriate to implement
19	the purposes of this section; and
20	4. Administration. The Maine Blueberry Commis-
21	sion, as authorized under section 4312-B, shall allo-
22	cate not more than 15% of the funds collected for em-
23	ployment of personnel and expenses incurred for the
24	administration of this chapter; and
25	5. Balance of funds. Any funds remaining over
26	and above the expenses incurred for subsections 1, 2,
27	3 and 4 shall not lapse, but shall be carried forward
28	to the same fund and for the same purposes for the
29	next fiscal year.
30	Sec. 9. 36 MRSA §4312, as amended by PL 1977, c.
31	533, §6, is repealed and the following enacted in its
32	place:
33	§4312. Advisory committee
34	A University of Maine Blueberry Advisory Commit-
35	tee shall be appointed by the Maine Blueberry Commis-
36	sion. The committee shall consist of 7 members who
37	are active in and representative of the blueberry in-
38	dustry. The duty of the committee will be to advise
39	and work with the University of Maine to develop and
40	approve a plan of work and budgets for research and
41	extension programs related to the production and mar-
42	keting of blueberries.

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1 Current members of the advisory committee shall 2 continue to serve for the duration of their current 3 appointments. New appointments to the advisory committee shall be for terms of 4 years and no appointee 4 5 may be eligible for reappointment until the lapse of one year from the expiration of a previous appoint-6 7 ment. 8 Sec. 10. 36 MRSA §4312-B, as repealed and re-9 placed by PL 1977, c. 533, §8, is repealed and the 10 following enacted in its place: 11 §4312-B. Maine Blueberry Commission 12 The Maine Blueberry Commission heretofore estab-13 lished shall be reorganized as follows. 14 1. Appointment. Appointments shall be made by 15 the Commissioner of Agriculture, Food and Rural Re-16 sources. 2. Membership. The commission shall consist of 17 18 8 members who are active in and representative of the 19 blueberry industry. Three members shall be grower 20 representatives. Five members shall be processor 21 representatives. 22 3. Term of appointments. Members of the Maine 23 Blueberry Commission with current appointments shall 24 continue to serve for the duration of their appoint-25 ment. The term of office for each new appointment or 26 reappointment shall commence on September 1st of the year appointed and continue for a term of 4 years or 27 until a successor is duly appointed and qualified, 28 except that, when making the 3 additional appoint-ments in 1984, 2 appointments shall be for terms of 3 29 30 31 years and one for 4 years. To fill any vacancy, how-32 ever caused, the commissioner shall appoint a successor for the duration of the unexpired term. 33 34 Organization. Members of the commission 35 shall elect annually by majority vote one member of 36 the commission who shall serve as chairman. The 37 chairman may appoint an executive director or such personnel as it deems necessary to administer poli-38 cies and programs established by the commission. 39 These officers or personnel shall not be subject to 40 41 the Personnel Laws of the State.

l	5. Compensation of commissioners. Members of
2	the commission shall be reimbursed for actual ex-
3	penses incurred in the performance of their duties,
4	but shall receive no compensation for their services.
5	6. Function of commission. It is the responsi-
6	bility of the commission to utilize and allocate such
7	funds as may be available from the funds collected
8	under section 4307 and the commission may make con-
9	tracts or enter into contracts with any local, state,
10	federal or private agency, department, firm, corpora-
11	tion or association as may be necessary to carry out
12	the purpose of this chapter.

STATEMENT OF FACT

14 The purpose of this new draft is to amend the 15 blueberry tax law in order to raise additional indus-16 try funds to support efforts to expand the market op-17 portunities and demand for Maine blueberries. This 18 new draft provides a tax exemption to blueberry grow-19 ers for blueberries sold in fresh form on the fresh 20 market.

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