

FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

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NO. 1269

H.P. 946 House of Representatives, April 14, 1987 Reference to the Committee on Legal Affairs suggested and ordered printed.

EDWIN H. PERT, Clerk Presented by Representative REEVES of Pittston. Cosponsored by Representatives ROLDE of York, PERRY of Mexico and Senator DILLENBACK of Cumberland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT Concerning the Sale of Dessert Wine.

3 Be it enacted by the People of the State of Maine as 4 follows:

5 Sec. 1. 28 MRSA §451, first §, as amended by PL 6 1985, c. 785, Pt. A, §104, is further amended to 7 read:

All spirits and-wines,-except-table-wines, shall be sold by the commission at a price to be determined by the commission which will produce a state liquor tax of not less than 75% based on the less carload cost f.o.b., State Liquor Commission warehouse,--and in-addition-thereto-there-shall-be-levied-and-imposed an-excise-tax-of-75¢-per-gallon,-or-its-metric-equivalent,--on-wines-containing-more-then-14%-alcohol-by volume; except that spirits and-wines sold at whole-

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sale under section 204 may be sold at wholesale prices established pursuant to the provisions there-1 2 3 for sale of spirits and-wines bought by of. Prices 4 the commission from Maine licensees to manufacture 5 liquor under section 501 shall be based on minimum 6 truck load delivery prices f.o.b. warehouse as the 7 same are filed with the Public Utilities Commission. 8 Special orders by the commission for unstocked mer-9. chandise shall be priced at not less than 75% over 10 actual cost delivered f.o.b. warehouse. In all cases the commission is authorized to round off costs 11 to the next highest 5 cents. Any increased federal taxes levied on or after November 1, 1941, shall be added 12 13 to the established price without markup. All net rev-14 15 enue derived from such tax shall be deposited to the of the General Fund of the State. 16 credit Notwith-17 standing the other provisions of this section, the 18 commission, with approval of the Commissioner of Finance, may reduce the price of discontinued items 19 of 20 The reduced price shall not be less than the liquor. 21 cost of the discontinued liquor items and no actual 22 item shall be discontinued by the commission for а period of at least 6 months after such item has been 23 24 listed and on sale in state stores. Notwithstanding 25 the other provisions of this section, the commission, with the approval of the Commissioner of Finance, may reduce the price of liquor in one store, and licens-26 27 28 ees permitted to purchase liquor at a discount under 29 section 204 may purchase liquor for resale from that 30 store at the same price they are permitted to pur-31. chase liquor for resale from any state store which 32 does not offer a retail discount.

33 Sec. 2. 28 MRSA §451, 3rd ¶, as enacted by PL 34 1965, c. 316, is amended to read:

35 Taxes on spirituous or-vinous liquors imposed by 36 the State shall not apply to spirituous or-vinous li-37 quors sold by wholesalers, manufacturers, bottlers 38 and rectifiers holding licenses from the commission 39 to any instrumentality of the United States, or to 40 any vessel of foreign registry, or to industrial es-41 tablishments for use as an ingredient in the manufacture of food products, or for use as an ingredient in 42 43 the manufacture of commodities which of by reason nature cannot be used for beverage purposes. 44 their 45 The commission is specifically authorized to make

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1 such rules and regulations as they deem necessary for 2 carrying out the provisions of this paragraph. 3 Sec. 3. 28 MRSA §451-A is enacted to read: 4 §451-A. Consumer's tax and excise tax on fortified 5 wine 6 Fortified wine sold by commission. All forti-7 fied wine sold by the commission shall be sold at а price to be determined by the commission which will 8. produce a state liquor tax of not less than 9 \$7 per 10 gallon. 11 2. Fortified wine bought by licensees from other 12 than the commission. There shall be levied and imposed an excise tax of \$7 per gallon on all fortified 13 wine manufactured in or imported into this State. The 14 15 excise tax shall be paid by the Maine manufacturer or 16 importing wholesaler. 17 Sec. 4. 28 MRSA §452, 2nd §, as amended by \mathbf{PL} 18 1979, c. 130, §4, is further amended to read: 19 There shall be levied and imposed an excise tax 20 of 30¢ per gallon, or its metric equivalent, or fraction or multiple thereof, on all table wine contain-21 22 ing 14% or less alcohol by volume imported into this State; except the excise tax shall be 20¢ per gallon, 23 24. or its metric equivalent, or fraction or multiple 25 thereof, on all still wine containing 14% or less al-26 cohol by volume which is manufactured or bottled in this State; and an excise tax of \$1 per gallon, or 27 28 its metric equivalent, or multiple or fraction thereof, on all sparkling wines manufactured in or im-ported into this State. Such taxes shall be paid by 29 30 31 the Maine manufacturer or the importing wholesaler. 32 28 MRSA §452, 3rd ¶, as enacted by Sec. 5. PL33 1983, c. 756, §1, is amended to read: 34 Notwithstanding the provisions of this section, until July 1, 1989, the excise tax imposed on table 35 wine containing 14.5% or less alcohol by volume pro-36 37 duced by a licensed Maine farm winery, shall be 5¢ 38 per gallon, or its metric equivalent, on the first 39 10,000 gallons of table wine produced in one year; Page 3-LR1201

1 10¢ per gallon, or its metric equivalent, on all wine 2 produced in excess of 10,000 gallons, but not in ex-3 cess of 25,000 gallons; and 20¢ per gallon, or its 4 metric equivalent, on all wine produced in excess of 5 25,000 gallons.

6 Sec. 6. 28 MRSA §452, 6th ¶, as amended by PL 7 1977, c. 696, §208, is further amended to read:

8 The commission is authorized to give such proper 9 credits and to make such proper tax adjustments as it 10 may from time to time deem the wholesale licensee to 11 be entitled to upon the filing of affidavits in such 12 form as it may prescribe and shall refund all excise 13 tax paid by the wholesale licensee on all malt liquor 14 ... or table wine caused to be destroyed by a supplier as long as the quantity and size are verified by the Bu-15 reau of Alcoholic Beverages and the destruction is 16 17 witnessed by an inspector of the bureau.

18 Sec. 7. 28 MRSA §452, last §, as amended by PL 19 1985, c. 148, is further amended to read:

20 A credit shall be granted for the excise tax im-21 posed by this State on malt beverages or table wines 22 sold by wholesalers to any instrumentality of the 23 United States or any Maine National Guard state training site accredited with exemption by the com-24 mission. A credit shall be granted for the excise tax 25 26 imposed by this State on malt beverages or table 27 to any ship chandlers, provided the malt wines sold beverages and table wines are resold to vessels of 28 foreign registry for consumption after that vessel 29 30 has left port or are resold for consumption on board 31 vessels of United States registry which are destined for a foreign port. Any wholesaler selling to such an 32 33 instrumentality, training site or ship chandlers 34 present proof of that sale to the commission shall **3**5 and shall thereupon receive from the commission a credit of all state excise taxes paid in connection 36 37 with that sale.

38 Sec. 8. 28 MRSA §474, sub-§2, as enacted by PL 39 1981, c. 454, §8, is amended to read:

40 2. <u>Malt liquor and wines.</u> In addition to any 41 other tax or charge imposed under state or federal

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law, a premium shall be imposed on all malt liquor and table wine manufactured, bottled or imported into this State. The premium shall be in the amount specified in subsection 3. Premiums shall be paid to the commission by Maine manufacturers and importing wholesalers. The commission shall open a premium account with all Maine manufacturers and wholesale licensees. The collection of premiums under this subsection shall be governed in the same manner as provided for the collection of excise taxes under sec-The duties, prohibitions and liabilities tion 652. under this subsection of licensees and holders of certificates of approval shall be the same as those under sections 603, 604 and 652. The commission shall give credits and make adjustments under this subsection on the same terms and conditions as provided in section 452.

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18 Sec. 9. 28 MRSA \$601, as amended by PL 1969, c. 19 360, \$18, is further amended to read:

20 <u>§601. Manufacture of malt liquor or wine; credit;</u> 21 <u>furnishing materials and equipment</u>

No officer, director or stockholder of a corporation which is the holder of a manufacturer's certificate of approval shall may in any way be interested, either directly or indirectly, as a director, officer stockholder in any other corporation which is the or holder of a wholesale license for the sale of malt liquor or table wine granted by this State; nor shall may a manufacturer or holder of a certificate of approval, either directly or indirectly, loan any money, credit or equivalent thereof to any wholesaler for equipping, fitting out, maintaining or conductin whole or in part, a business estabing, either lishment where malt liquor or table wine is sold, excepting only the usual and customary commercial cred-it for malt liquor or table wine sold; excepting that a manufacturer or holder of a certificate of approval may furnish a wholesale licensee materials and equipment for the use of the wholesale licensee or his employees such as painting the wholesale licensee's vehicles, and furnishing legal advertising signs used by the wholesale licensee in the course of his business, and furnishing the wholesale licensee uniforms

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1 for his employees, excepting only the usual and cus-2 tomary commercial credit for malt liquor or table 3 wine sold and delivered.

Sec. 10. 28 MRSA \$603, as amended by PL 1977, c. 211, \$7, is further amended to read:

6 §603. Invoices and reports

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7 All manufacturers or foreign wholesalers to whom certificates of approval have been granted shall fur-8 9 nish promptly the commission with a copy of every invoice sent to Maine wholesale licensees, 10 with the 11 licensee's name and purchase number thereon and the 12 original copy of the Maine purchase order. They shall furnish a monthly report on or before the 10th 13 14 day of each calendar month in such form as may be 15 prescribed by the commission and shall not ship or 16 cause to be transported into this State any malt li-17 quor or table wine until the commission has certified 18 the excise tax has been paid or that the Maine that 19 wholesale licensee, to whom shipment is to be made, has filed a bond to guarantee payment of the excise 20 21 tax as provided in section 652.

22 Sec. 11. 28 MRSA §604, as amended by PL 1981, c. 23 698, §\$125 to 127, is further amended to read:

24 §604. Certificate of approval

25 No manufacturer or foreign wholesaler of malt li-26 quor or table wine shall may hold for sale, sell or 27 offer for sale, in intrastate commerce, any malt li-28 quor or table wine or transport or cause the same to 29 be transported into this State for resale unless such 30 manufacturer or foreign wholesaler has obtained from 31 the commission a certificate of approval. The fee shall be \$600 per year for malt liquor only therefor 32 and \$600 for table wine only, which sum shall accom-33 34 pany the application for such certificate.

35 No manufacturer or foreign wholesaler to whom a 36 certificate of approval has been granted shall may sell or cause to be transported into this State any 37 malt liquor or wine to any person to whom 38 а Maine wholesale license has not been granted by the commis-39 40 sion. No manufacturer or foreign wholesaler shall may

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make it a condition in selling malt liquor or wine to any Maine wholesale licensee that such Maine wholesale licensee shall not sell malt liquor or wine manufactured or sold by other manufacturers or foreign wholesalers.

The certificate of approval shall be subject to the laws of the State of Maine and the rules and regulations which the commission has or may make. Any violation of such rules and--regulations shall be grounds for suspension or revocation of such certificate at the discretion of the Administrative Court Judge.

13 Notwithstanding the importation restrictions of sections 1051 and 1052, the commission may issue cer-14 15 tificates of approval authorizing the direct importation of malt liquors, table wines or 16 spirits from 17 suppliers located in foreign countries or states into 18 warehouse storage facilities located within special 19 this State that are under the direct supervision and 20 control of the certificate holder. The fee therefor 21 shall be \$600 a year for malt liquor only, \$600 a year for table wine only and \$600 a year for spirits 22 23 only. · · · ·

All liquors stored in special warehouse storage facilities shall not be subject to state liquor taxes until such time as they are withdrawn from the special warehouse storage facilities.

Malt liquors and table wines withdrawn from the special warehouse storage facilities by licensed Maine wholesale distributors shall immediately become subject to the same tax and premiums as malt liquor and table wine imported into this State from outof-state certificate of approval holders. All malt liquor and table wine products withdrawn for distribution within this State shall be accomplished by the procedure established in section 652.

37 Spirits may be withdrawn from special warehouse 38 storage facilities by the State Liquor Commission.

39 Malt liquor, table wines or spirits may be with-40 drawn from special warehouse storage facilities by 41 authorized out-of-state purchasers and that certifi-

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cate authorizes the direct transportation of these products to the state border for delivery to such out-of-state purchasers. Products withdrawn by authorized out-of-state purchasers for delivery outside of this State shall not be subject to the state excise tax or premium.

7 Sec. 12. 28 MRSA §651, first §, as amended by PL 8 1975, c. 741, §20, is further amended to read:

9 Licenses for the sale and distribution of malt 10 liquor or table wine at wholesale under such regula-11 tions as the commission may prescribe may be issued 12 by the commission upon an application in such form as they may prescribe and upon payment of an annual fee 13 14 of \$600 for the principal place of business, and \$600 15 for each additional warehouse maintained by such 16 wholesale licensee, except that the commission may issue special permits, upon application in 17 writing, 18 for the temporary storage of malt liquors or table wine under such terms and upon such conditions as the **19**1 20 commission may prescribe. Any wholesaler, if a per-21 shall have been a resident of this State for 6 son, months or, if a corporation, shall have conducted 22 23 business in this State for 6 months before a license 24 may be issued.

25 Sec. 13. 28 MRSA §652, as amended by PL 1977, c. 26 211, §§8, 9 and 10, is further amended to read:

27 §652. Interstate purchase or transportation; bond 28 for excise tax

No Maine wholesale licensee shall may purchase or cause to be transported into this State any malt liquor or table wine from any person to whom a certificate of approval has not been granted by the commission.

34 purchase order forms are to be furnished by A11 35 the commission and all orders are to be executed in 36 for unbonded wholesalers. guintuplet First, the 37 unbonded wholesaler ordering malt liquor table or 38 shall mail 3 copies to the commission with a wine 39 check for the amount of excise taxes required to cov-40 er the amount of the order. Thereafter, the unbonded 41 wholesaler may mail the original copy of the order to

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the qualified brewery or winery or wholesaler with whom he wishes to place his order. On receipt of the 3 copies and check for excise taxes, the commission; shall promptly receipt 2 copies and return one copy to the wholesaler and send one to the brewery, winery or foreign wholesaler designated to receive the order and no brewery, winery or foreign wholesaler shall ship or release malt liquor or table wine for delivery in Maine until notified by the commission that the excise tax has been paid thereon in accordance with this section and shall ship only to a licensed Maine wholesaler.

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Bonded Maine wholesale licensees shall use a form supplied by the commission which form shall be in triplicate. The wholesalers shall submit the original copy to the qualified brewery, winery or foreign wholesaler with whom he wishes to place his order. The bonded wholesaler shall then mail to the commission one copy of the form and retain one copy for his files.

No Maine wholesale licensee shall may sell any malt liquor or table wine to another Maine wholesaler licensee, which has not been purchased from a brewery, winery or foreign wholesaler holding a certificate of approval. The Administrative Court Judge shall revoke the license of any Maine wholesale licensee who shall make it a condition in selling malt liquor or wine to another Maine wholesale licensee that such Maine wholesale licensee shall not sell other brand names of malt liquor or wine.

31 Maine wholesale licensees shall furnish to the 32 commission, in such form as may be prescribed, a 33 monthly report, on or before the 10th day of each 34 calendar month, of all malt liquor or table wine pur-35 chased and sold during the preceding month.

36 By filing the bond hereafter required, а Maine 37 wholesale licensee may pay monthly the excise tax imposed by section 452 on all malt liquor or table wine 38 shipped into this State as shown by invoice of the 39 40 shipment by the out-of-state wholesaler or holder of 🔔 41 certificate of approval. The tax shall be paid by the 42 wholesale licensee on or before the 10th day of the 43 calendar month following that in which shipment oc-

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1 curs. Each Maine wholesale licensee shall, at the time of payment of the excise tax on or before 2 the 3 day of each month, furnish to the commission in 10th 4 such form as may be prescribed a verified monthly report of all malt liquor or table wine purchased or imported based on the date of shipment invoice during 5 6 7 preceding calendar month and all such additional the 8 information as may be deemed necessary to compute and 9 assure the accuracy of the excise tax payment accom-10 panying the report.

11 In order to secure payment of the excise tax, 12 each wholesale licensee shall file with the commis-13 sion a corporate surety bond, in form and amount ap-14 proved and determined by the commission, guaranteeing 15 payment of the proper excise tax due the State from 16 him. The commission shall fix the amount and terms of 17 the bond in such manner and subject to such condi-18 tions as it deems most appropriate. Said The bond shall be equal to the highest monthly excise tax paid 19 20 by the wholesale licensee during the period of his 21 prior calendar year license plus 10% of the highest 22 month. All such bonds shall be provided and effective each calendar licensed year. New licensees 23 only for 24 desiring to furnish bond under this section shall 25 furnish corporate surety bond in an amount to be determined by the commission. Failure to pay the 26 excise tax when due shall be grounds for the suspension 27 28 of the license of the Maine wholesale licensee.

29 Sec. 14. 28 MRSA §655, first §, as enacted by PL 30 1983, c. 83, is amended to read:

31 holders of certificates of approval and li-All 32 censed Maine bottlers must post with the Bureau of 33 Alcoholic Beverages the F.O.B. shipping point prices 34 for which they are selling malt liquor or table wine, or both, to licensed Maine wholesalers and all whole-35 36 salers must post the delivered prices for which they 37 selling malt liquor or table wine, or both, to are 38 licensees and all other entities or instrumentali-39 All prices posted must include deposits reties. 40 quired on returnable items, including kegs.

41 Sec. 15. 28 MRSA §751, first ¶, as amended by PL 42 1969, c. 500, §16, is further amended to read:

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Licenses for sale and distribution of malt liquor or table wine, or both, in retail stores may be issued by the commission upon application and under such regulations as the commission may prescribe. No such license or licenses shall may be issued to any person who is not engaged in a bona fide retail business other than the sale of malt liquors or table wine at retail and no person licensed to sell malt liquor or table wine under this section shall may sell malt liquor or table wine for consumption on the premises where sold.

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Sec. 16. 28 MRSA §751, last §, as amended by PL 1985, c. 238, is further amended to read:

14 All retail store licensees must have and maintain 15 an adequate stock of groceries in no case less than \$1,000 wholesale value or a stock of merchandise rea-16 . 17 compatible with a stock of malt liquor or sonably 18 table wine in no case less than \$1,000 wholesale val-19 ue, or a combination of both in no case less than 20 wholesale value. No merchandise shall may be \$1,000 21 considered to be reasonably compatible with а stock 22 of malt liquor or table wine, for the purpose of licensing a retail store, which consists of 23 gasoline 24 oil; used or new cars, parts or accessories; or and 25 such other items of stock that may be equally incom-26 patible in nature. Compatible merchandise shall con-27 exclusively of tobacco products, newspapers, sist 28 greeting cards, paper products and a stock of food-29 stuffs and other consumable products used on the 30 premises in the preparation of food for consumption on or off the premises. Compatible merchandise shall 31 32 be displayed in the general sales area of the licens-33 except that foodstuffs and other consumable ee, 34 products used in the preparation of food are not re-35 quired to be displayed if they are stored elsewhere 36 on the premises.

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 Sec. 17.
 28 MRSA §751-A, as repealed and re

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 placed by PL 1985, c. 620, §1, is amended to read:

39 §751-A. Payment for sales in retail stores

For the purpose of receiving payment at the
 check-out counters for the sale of malt liquor or
 table wine in retail stores, the age of the employee

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receiving the payment shall not be under 17 years of 1 2 An employee who is 17 years of age may receive age. 3 payment only if an employee who is 18 years of age or 4 older is present in the retail store in a supervisory 5 capacity.

Sec. 18. 28 MRSA §755, as amended by PL 1969, c. 360, §26, is further amended to read:

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§755. Advertising or sale of malt liquor or wine by 9 trade name

10 licensee shall may advertise or holdout for No 11 sale any malt liquor or table wine by trade name or 12 other designation which would indicate the manufacturer or place of manufacture of malt liquor or table 13 14 wine unless he actually has on hand and for sale a 15 sufficient quantity of the particular malt liquor or table wine so advertised to meet requirements to be 16 normally expected as the result of such advertisement 17 18 or announcement.

19 licensee shall may furnish or serve any malt No 20 liquor from any faucet, spigot or other dispensing 21 apparatus, unless the trade name or brand of the malt 22 liquor served shall appear in full sight of the cus-23 tomer in legible lettering upon such faucet, spigot 24 or dispensing apparatus.

25 Sec. 19. 28 MRSA §756, first ¶, as repealed and 26 replaced by PL 1969, c. 590, §53, is amended to read:

27 It shall be unlawful for any wholesale or retail licensee of malt liquor or table wine, either direct-ly or indirectly, by any agent or employee, to go 28 29 30 from town to town, or from place to place in the same 31 town, selling, bartering or carrying for sale or exposing for sale any malt liquor or table wine from 32 33 any vehicle, except all sales of such malt liquor or 34 tabe wine where transportation and delivery are re-35 quired shall be made only upon orders actually received at the principal place of business or ware-36 37 house or distributing center, if licensed, of the 38 prior to shipment thereof, and an invoice seller 39 stating the names of the purchaser and the seller and the kind and quantity of malt liquor or table wine 40 41 ordered by the sale, together with the date of the

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sale, shall be carried by the driver or any other employee of the seller; and except that a wholesale licensee, his agent or employee, may go from town to town or from place to place in the same town selling, or carrying for sale or exposing for sale malt liquor or table wine from its vehicle, provided the licensee, his agent or employee has in his possession on said the vehicle a manifest bearing a detailed description of the total amount of malt liquor or table wine on the vehicle, and invoices as required as well as invoices drawn up at the time of delivery. Sales or deliveries must only be made to licensees of the Maine State Liquor Commission.

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 Sec. 20. 28 MRSA §771, first ¶, as enacted by PL

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 1985, c. 138, §5, is amended to read:

A license for sale and distribution of table wine by florist shops may be issued by the commission upon application and under such rules as the commission may prescribe. No license or licenses may be issued to any person who is not engaged in a bona fide florist shop business and no person licensed to sell table wine under this section may sell table wine for consumption on the premises where sold.

Sec. 21. 28 MRSA §771, last ¶, as enacted by PL 1985, c. 138, §5, is amended to read:

No licensee under this section may sell table wine except when incorporated into a floral arrangement the retail price of which is at least \$10 without the table wine, not including delivery charges.

30 Sec. 22. 28 MRSA \$1052, first %, as amended by 31 PL 1979, c. 130, §6, is further amended to read:

32 No person, other than the commission, shall may 33 import spirituous or--vinous liquor into this State 34 except-wholesalers-of-table--wine--may--import--table 35 wine--containing-not-more-than-14%-alcohol-by-volume. 36 Any person unlawfully importing, or causing to be 37 shipped into the State, or unlawfully transporting 38 spirituous or-vinous liquor into the State, shall be 39 punished by a fine of not more than \$500 or by im-40 prisonment for not more than 11 months, or by both. 41 It shall be lawful for an individual to transport in-

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to this State and to transport from place to place 1 2 within the State such spirituous or-vinous liquor for 3 his personal use in a quantity not to exceed 4 quarts 4 or its metric equivalent. The commission, in its discretion and by its written authorization, may permit and authorize the importation of spirituous or-vinous 5 6 7 liquors into this State and the transportation of the 8 same from place to place within this State to the 9 following:

10 Sec. 23. 28 MRSA §1052, last § is amended to 11 read:

12 The commission shall have the right and power to 13 prescribe such conditions as it deems necessary or 14 advisable as conditions precedent to granting permis-15 sion and authority to import spirituous and-vineus 16 liquors into this State and to transport the same 17 within this State under subsections 1 to 4 and to make rules and-regulations for clarifying and carry-18 19 ing out said subsections and preventing violation of 20 the laws relating to liquor.

21 Sec. 24. 28 MRSA §1053, sub-§1, as amended by PL 22 1979, c. 130, §7, is further amended to read:

23 Intoxicating liquor. No person shall may. 1. 24 knowingly transport from place to place in this State 25 any intoxicating liquor with intent to sell the same 26 in this State in violation of law, or with intent 27 that the same shall be so sold by any person, or to 28 aid any person in such sale, and no person shall may 29 transport or cause to be transported any spirituous 30 or-vinous liquor,-containing-more-than-14%-alcohol-by 31 volume, in this State in a greater quantity than 4 32 quarts, or its metric equivalent, unless such liquor 33 was purchased from a state store or the commission. 34 commission in its discretion may grant to an in-The 35 dividual, upon his application, a permit to transport 36 liquor purchased for his own personal use. It shall 37 be lawful for common carriers and contract carriers 38 duly authorized as such by the Public Utilities Com-39 mission to transport liquor to state stores, to state 40 warehouses, to licensees of the State Liquor Commis-41 sion, to purchasers of liquor at state stores and 42 from manufacturers to state warehouses, state stores 43 and to the state line for transportation outside the

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State; for licensees of the commission to transport liquor from state stores to their places of business; and for manufacturers to transport within the State to state warehouses and state stores, to persons au-thorized under section 1052 and to the state line for transportation outside the State. Whoever knowingly violates any of the provisions of this subsection shall be punished by a fine of not less than \$100 nor more than \$1,000, and costs, and by imprisonment for not less than 2 months nor more than 6 months, and in default of payment of fine and costs, by imprisonment less than 2 months nor more than 6 months, for not additional.

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14 Sec. 25. 28 MRSA §1053, sub-§2, as amended by PL 15 1979, c. 130, §§8 and 9, is further amended to read:

16 2. Malt liquor and wine. No person, other than a 17 wholesale licensee of the commission under and sub-18 ject to this Title, shall may transport or cause to be transported malt liquor or table wine into 19 this 20 State in a greater quantity than one case for malt 21 liquor and 4 quarts, or its metric equivalent, for table wine, unless said the beverages were legally purchased in the State. All shipments of malt liquor 22 23 24 or table wine transported or caused to be transported 25 by wholesale licensees into this State shall be accompanied by an invoice with the wholesale licensee's 26 27 name and purchase number thereon. No person, other 28 than a licensee of the commission, shall may trans-29 port malt liquor in a quantity greater than one case, 30 and table wine in quantities greater than 4 quarts, or its metric equivalent, from place to place in this 32 State unless the same is purchased from a retail store licensee of the commission. It shall be lawful for common carriers and contract carriers, duly au-33 for thorized as such by the Public Utilities Commission, to transport malt liquor or table wine both into and within the State to licensees of the State Liquor Commission and to purchasers of malt liquor or table wine from licensees of the commission and to the state line for transportation outside the State, Whoever is convicted of illegal transportation of malt liquors or table wine into or illegal transportation from place to place within the State shall be punished by a fine of not more than \$500 or by imprisonment for not more than 11 months, or by both.

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Sec. 26. 28 MRSA §1054, as amended by PL 1969,
 c. 360, §31, is further amended to read:

3 §1054. Delivery of liquor

4 No person shall may knowingly transport to or 5 cause to be delivered to any person, other than the 6 commission, unless, upon written permission of the 7 commission, any spirituous er-vineus liquor centaining--more--than--14%-alcohol-by-volume except liquors purchased from a state store or the commission. Any 8 9 10 officer of any transportation company, express compacarrier for hire or other person who knowingly 11 ny, transports or delivers liquor contrary to this sec-12 13 tion shall be punished by a fine of not more than 14 \$500 or by imprisonment for not more than ll months, 15 or by both.

STATEMENT OF FACT

17 The purpose of this bill is to allow licensees to 18 sell all types of wine, not just those with an alco-19 hol content of 14.5% or less by volume. Under current 120 law, only state liquor stores and agency liquor 21 stores may sell fortified wines. This means that the 22 selection of these higher-alcohol wines is never very 23 diverse.

This bill allows the State Liquor Commission to still sell fortified wines. Licensees may buy the fortified wines they sell from the commission or a wholesaler.

28 A uniform excise tax is imposed on all fortified 29 wines, whether sold by the commission or by licens-30 ees.

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