



114th MAINE LEGISLATURE

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Legislative Document

No. 1653

H.P. 1186

House of Representatives, May 12, 1989

Reference to the Committee on Judiciary suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative MARSANO of Belfast. Cosponsored by Senator HOLLOWAY of Lincoln, Senator HOBBINS of York and Speaker MARTIN of Eagle Lake.

STATE OF MAINE

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

An Act to Amend the Antitrust Laws to Permit Suits by Indirect Purchasers.



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

10 MRSA §1104, sub-§1, as enacted by PL 1987, c. 60, §1, is amended to read:

Right of action and damages. Any person, including the 1. State or any political subdivision of the State, injured directly 7 or indirectly in its business or property by any other person or corporation by reason of anything forbidden or declared to be 9 unlawful by section 1101, 1102 or 1102-A, may sue for the injury in a civil action. If the court finds for the plaintiff, he the 11 plaintiff shall recover 3 times the amount of the damages sustained and cost of suit, including necessary and reasonable 13 investigative costs, reasonable experts' fees and reasonable 15 atterneys attorney's fees.

STATEMENT OF FACT

Manufacturers generally sell their products to distributors, 21 who in turn sell to retailers, who then sell to the ultimate user. If a group of manufacturers fix and raise the price of the product, federal law makes them liable to the distributor, but 23 not to the subsequent purchasers of the product. The United States Supreme Court, however, has recently held in California v. 25 ARC America Corp. that a state may enact a law making the manufacturer liable to the indirect purchasers. This bill amends 27 Maine law to provide Maine citizens and corporations with a right to sue a manufacturer for damages suffered as a result of a 29 manufacturer's violation of state antitrust laws, regardless of 31 whether the citizens or corporations are direct or indirect purchasers from the defendant. Fifteen states currently have this law. 33

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