

L.D. 2283

(Filing No. S- 636)

## STATE OF MAINE SENATE 115TH LEGISLATURE SECOND REGULAR SESSION

12 COMMITTEE AMENDMENT "A" to S.P. 890, L.D. 2283, Bill, "An 14 Act Regarding the Purchase of Spirits at Agency Liquor Stores"

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16 Amend the bill by striking out everything after the enacting clause and before the statement of fact and inserting in its 18 place the following:

'Sec. 1. 28-A MRSA §352, as repealed and replaced by PL 1991, c. 376, §50 and amended by c. 591, Pt. VV, §4 is repealed and the following enacted in its place:

### 24 <u>§352. Purchase of liquor in state and agency liquor stores;</u> purchase from commission

**1. Methods of payment.** This subsection governs the methods of payment permitted for purchases of liquor from state or agency liquor stores and for purchases of liquor from the commission by agency liquor stores.

A. An agency liquor store may accept payment for liquor purchases by cash, check or major credit card.

<u>B. A person, other than a licensee, buying liquor at a state liquor store must pay in cash or by major credit card.</u>

<u>C. A licensee buying liquor at a state liquor store or from</u> the commission must pay in cash or by check.

D. In addition to the methods of payment permitted in paragraph C, an agency liquor store may pay for liquor purchased from the commission within 10 days if the agent has deposited cash in escrow with the commission to cover those purchases.

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COMMITTEE AMENDMENT

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2. Checks not honored on presentation; consequences. If any check is not honored on presentation or if an agency liquor store fails to pay for liquor in the allotted 10-day period, the commission shall withhold any license not issued or immediately take back the license if already issued, voiding that license until such time as the check or invoice is paid in full, together with the cost of the check failure or collection procedure. The commission may order that person to make all payments to the commission by cash, certified check or money order for a period not to exceed one year.

Sec. 2. 28-A MRSA §606. sub-§1-A, as enacted by PL 1991, c. 227, §2, is amended to read:

1-A. Exception. Notwithstanding subsection 1, a restaurant person licensed to sell spirits for consumption on the premises, whose premises are located at least 15 miles from a- the nearest state liquor store may purchase spirits from an agency liquor store in accordance with this subsection.

A. Before purchasing spirits from an agency liquor store, a- restaurant the licensee must obtain written approval from the Bureau of Alcoholic Beverages. The bureau shall grant approval for the restaurant licensee to purchase spirits at one or more identified agency liquor stores for as long as the locations of the restaurant licensee and the agency liquor stores remain the same, if the restaurant licensee is at least 15 miles from the nearest state liquor store.

B. Before selling to a restaurant <u>licensee under this</u> <u>subsection</u>, an agency liquor store must obtain written approval from the Bureau of Alcoholic Beverages. Approval of the agency liquor store permits that store to sell spirits to any restaurant <u>licensee</u> that has written approval to purchase from that identified agency liquor store.

C. The sale price of spirits sold to restaurants <u>licensees</u> under this subsection must equal <u>104% of</u> the retail sales price set by the State Liquor Commission for sales of those spirits <u>plus-an-amount-equal-to-the-difference-between-the</u> wholesale-<u>price-of-those-spirits-and-the-retail-selling</u> price.

D. When-an-agency-liquor-store purchases-spirits-from-the commission-or-from-a-state-liquor-store Upon completion of each transaction, the agency liquor store must deliver to the commission or-the-state-liquor-store, for each-sale-made pursuant-to-this-subsection-since-the-previous-purchase-of spirits, a copy of the licensee order form and the-amount

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# COMMITTEE AMENDMENT "A" to S.P. 890, L.D. 2283

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added-to-the-retail-sales-price-pursuant-to-paragraph-C an amount equal to 8% of the regular retail sales price of each item of spirits sold to a licensee pursuant to this subsection. The-commission-or-the-state-liquor-store-must pay-the-amount-added-to-the-retail-sales-price-pursuant-to paragraph-C-to-the-Bureau-of-Alcoholic-Beverages-'

## STATEMENT OF FACT

The amendment replaces the bill. It permits on-premises liquor licensees to purchase liquor from an agency liquor store if the licensee is located at least 15 miles from the nearest state liquor store. It sets the sales price at 104% of the regular retail price for which the same item would be sold in a state liquor store. The agency liquor store receives the 4% markup and is required to send 8% of the retail price to the State to compensate the State for lost state store sales. The amendment requires the agency liquor store to send the state payment to the State Liquor Commission immediately after each transaction.

The amendment also resolves a conflict between 2 laws enacted in 1991 affecting the method of payment for spirits purchased at state liquor stores by licensees. The amendment provides that licensees may pay by cash or check, but not by major credit card. Agency store licensees may put money in escrow with the State Liquor Commission.

Reported by Senator Mills for the Committee on Legal Affairs. Reproduced and Distributed Pursuant to Senate Rule 12. (3/17/92) (Filing No. S-636)

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# COMMITTEE AMENDMENT