



116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 332

H.P. 253

House of Representatives, February 4, 1993

An Act to Amend the Lobster Promotion Fund.

Reference to the Committee on Marine Resources suggested and ordered printed.

OSEPH W. MAYO, Clerk

Presented by Representative FARREN of Cherryfield. Cosponsored by Representatives: CONSTANTINE of Bar Harbor, HEINO of Boothbay, LOOK of Jonesboro, TOWNSEND of Eastport, Senator: VOSE of Washington.

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

Sec. 1. 12 MRSA §6455, sub-§5, as enacted by PL 1991, c. 523, §2, is amended to read:

Fund established; license surcharge The 5. assessed. Lobster Promotion Fund, referred to in this subchapter as the is established in the department to carry out "fund," the purposes of this subchapter. The council shall administer the fund and the department shall transfer to the fund all money appropriated or received by the department for the purposes of this subchapter. The fund is capitalized from the -- following annual-surcharges-assessed-on-the-following-lieenses-issued-by the-department-for-calender-years -1992 -and -1993; the lobster tax established in Title 36, chapter 720.

16 18

20

22

24

2

4

6

8

10

12

14

A_r--Class-I-crab-and-lobster-licenses-for-persons-18-to-69 years-of-ager-\$25;-

B---Class-II-erab-and-lobster-licenses--\$50}-

C---Class-III-erab-and-lobster-licenses--\$75;-

D.---Wholesale-seafood-licenses-with-lobster-permits/-\$200; and

26 28

E---Lobster-transportation-licenses,-\$200-

A-person-helding-more-than-one-of-the-licenses-listed-in-this 30 subsection--is--assessed--a--surcharge--only--on--the--highest surchargeable-license-held.

32

The-Treasurer-of-State-shall-hold-all-surcharges-assessed-by-this subsection-in-the-fund-and-invest-all-money-in-the-fund-until disbursement--is--authorized--by--the--council----Interest--from investments-accrues-to-the-fund.

- All money in the fund is subject to allocation by the Legislature. Unexpended balances in the fund at the end of the
 fiscal year may not lapse but must be carried forward to be used for the same purposes.
- 42 44

46

48

50

Sec. 2. 36 MRSA c. 720 is enacted to read:

CHAPTER 720

LOBSTER TAX

<u> §4841. Definitions</u>

As used in this chapter, unless the context otherwise 52 indicates, the following terms have the following meanings.

> Page 1-LR0470(1) L.D. 332

1. Lobster. "Lobster" means all or any portion of a crustacean of the genus Homarus americanus.

2. Lobster Promotion Fund. "Lobster Promotion Fund" means the Lobster Promotion Fund established under Title 12, section 6455, subsection 5.

3. Person. "Person" means any natural person or any 10 business, firm or corporation.

12 4. Wholesale seafood license with a lobster permit. "Wholesale seafood license with a lobster permit" means a wholesale seafood license with a lobster permit issued pursuant to Title 12, section 6851, subsection 2-A.

§4842. Lobster tax; statement and rate of tax

An excise tax of 2¢ per pound is imposed on the purchase or importation of lobsters by any person holding a wholesale seafood license with a lobster permit.

On or before September 1st of each year, a person holding a 24 wholesale seafood license with a lobster permit shall file with the State Tax Assessor on forms prescribed by the State Tax Assessor a statement listing the exact weight in pounds of all 26 lobster purchased or imported by that person during the 12 months preceding July 1st of that year. Included with the filing of the 28 statement, that person shall pay to the State Tax Assessor a fee 30 of 2¢ for each pound of lobster purchased or imported that has not previously been subject to taxation under this chapter.

§4843. Disposition of fees

The State Tax Assessor shall deposit fees collected under this chapter into the Lobster Promotion Fund. 36

38 §4844. Civil violation

40 A person holding a wholesale seafood license with a lobster permit who purchases lobsters and does not file the statement or 42 pay the tax required under this chapter commits a civil violation for which a forfeiture not to exceed \$100 for the first violation and \$500 for each subsequent violation may be adjudged. Each 44 lobster sold for which the tax is not paid is a separate 46 violation.

Sec. 3. Effective date. This Act takes effect January 1, 1994, except that licenses sold before that date for calendar year 1994 must reflect the repealed surcharge.

52

48

50

2

4

6

8

14

16

18

20

22

32

34

STATEMENT OF FACT

This bill changes the funding mechanism for the Lobster Promotion Fund. The bill establishes a lobster tax of 2ϕ per pound of lobster purchased or imported by any person holding a wholesale seafood license with a lobster permit.

This bill takes effect January 1, 1994, except that fees for 1994 licenses sold before January 1, 1994 must reflect the repealed fees.

12

10

2

4

6

8

Page 3-LR0470(1) L.D. 332