



118th MAINE LEGISLATURE

FIRST REGULAR SESSION-1997

Legislative Document

No. 1572

S.P. 510

In Senate, March 18, 1997

An Act to Make Technical Changes in the Laws Relating to the Sale of Alcoholic Beverages.

Submitted by the Department of Administrative and Financial Services pursuant to Joint Rule 204.

Reference to the Committee on Legal and Veterans Affairs suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator CAREY of Kennebec. Cosponsored by Representative TUTTLE of Sanford and Senator FERGUSON of Oxford, Representatives: CHIZMAR of Lisbon, TRUE of Fryeburg.

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

Sec. 1. 5 MRSA §281, last ¶, as amended by PL 1991, c. 780, Pt. Y, §20, is further amended to read:

6 The department shall coordinate financial planning anđ programming activities of departments and agencies of the State Government for review and action by the Governor, prepare and 8 report to the Governor and to the Legislature financial data and statistics and administer under the direction of the State Liquor 10 and Lottery Commission the laws relating to legalized alcoholic beverages within this State. The department consists of the 12 bureaus and organizations referenced in section 947-B, and the State Liquor and Lottery Commission, except-the-Bureau-of-Liquor 14 Enforcement-and-the-State-Lottery-Commission. 16

Sec. 2. 5 MRSA §283-A is enacted to read:

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<u>§283-A.</u> State Liquor and Lottery Commission

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 Commission. The State Liquor and Lottery Commission,
 established in Title 5, section 12004-G, subsection 14, consists of 5 members who must be residents of this State. Members are
 appointed by the Governor and are subject to review by the joint standing committee of the Legislature having jurisdiction over
 legal and veterans affairs and to confirmation by the Legislature. No more than 3 members of the commission may be
 members of the same political party.

30 **2. Chair.** The commission shall elect a chair from among its members.

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3. Eligibility of members. A person is not eligible for 34 appointment as a member of the commission or as an employee of the commission if that person:

A. Has any official, professional or other connection with or owns any stock in a corporation interested either directly or indirectly in the manufacture or sale of liquor; 40 or

 B. Has been convicted or adjudicated guilty of violating any state or federal law regulating the manufacture, sale or transportation of liguor.

46 <u>4. Terms: vacancies. Members of the commission serve</u>
 <u>3-year terms. Vacancies must be filled for the unexpired term in</u>
 the same manner as the original appointment.

5. Meetings. The commission shall meet at the call of the chair and at least once each month with the Director of the 2 Bureau of Alcoholic Beverages and Lottery Operations. 4 6. Quorum. An action of the commission is not binding unless taken at a meeting at which at least 3 of the 5 members 6 are present and vote in favor of the action. 8 7. Compensation. Members of the commission are entitled to compensation as provided in chapter 379. Members may not be 10 compensated for more than 25 meetings per year, except for the chair who may be compensated for up to 30 meetings per year. 12 8. Removal. A member of the commission may be removed by 14 the Governor on the address of both branches of the Legislature or by impeachment. 16 18 Sec. 3. 5 MRSA §12004-E, sub-§3, as enacted by PL 1987, c. 786, §5, is repealed. 20 Sec. 4. 5 MRSA §12004-G, sub-§14, as enacted by PL 1987, c. 786, §5, is amended to read: 22 24 14. State <u>Liquor</u> Legislative 8-MRSA Per Diem §351 Finance and Lottery Commission 26 5 MRSA <u>§283-A</u> 28 The ehairman-shall chair may receive no Ά. more than \$5,000 per year, including per diem 30 and expenses. 32 Β. The other board members shall may each 34 receive no more than \$3,500 per year, including per diem and expenses. 36 Sec. 5. 8 MRSA §371, sub-§2, as enacted by PL 1987, c. 505, 38 \S 2, is amended to read: 40 2. Commission. "Commission" means the State Liquor and Lottery Commission established in Title 5, section 283-A. 42 Sec. 6. 8 MRSA §373, as amended by PL 1989, c. 503, Pt. B, §49, is repealed. 44 Sec. 7. 8 MRSA §374, sub-§5, as enacted by PL 1995, c. 494, 46 $\S4$, is amended to read: 48Wildlife lottery game. No later than January 30, 1996, 5. the Maine--State-Lettery--Commission commission, in consultation 50

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with the Maine Outdoor Heritage Fund Board, shall develop and
initiate a wildlife lottery game designed to raise funds for the Maine Outdoor Heritage Fund established pursuant to Title 12,
chapter 714. The Maine-State-Lettery-Commission shall provide the net proceeds of this wildlife lottery game to the
Maine Outdoor Heritage Fund annually. The Maine-State-Lettery Commission shall change the wildlife game ticket
periodically throughout the year.

10 Sec. 8. 17 MRSA §324, as amended by PL 1991, c. 426, §7, is further amended to read:

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§324. Games of chance prohibited at "Beano" locations

No "Beano" game shall may be conducted at any location where any lottery or other game of chance is conducted, nor shall may any lottery or other game of chance be conducted during the period of one hour before the conduct of any "Beano" game at the specific location of said <u>the</u> "Beano" game, except that the following lotteries may be conducted during the period of one hour before the conduct of "Beano" gamest.

 State lottery tickets. Lottery tickets issued by the
 Maine State Liquor and Lottery Commission may be sold when a valid license certificate issued by said the commission is
 properly displayed *.

28 **2. Raffles.** Raffle tickets may be sold in accordance with chapter 14+.

 Lucky seven. Lucky seven or similar sealed tickets may
 be sold when that game of chance is licensed by the Chief of the State Police and when a valid license certificate is properly
 displayed. Notwithstanding the other provisions of this section and section 312, Lucky seven games may be conducted during the
 period beginning 2 hours before and ending 2 hours after any "Beano" game.

A. Notwithstanding any other rule, Lucky seven or other
 40 similar sealed tickets may be sold that have a sale value of
 \$1 or less.

For purposes of this section, "location" shall-mean means 44 that location specified in the location permit.

46 Sec. 9. 25 MRSA §3901, sub-§3, as amended by PL 1993, c. 730, §3, is further amended to read:

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Eligibility. The chief and the employees of the bureau 3. subject to the eligibility requirements of Title 28-A, 2 are section 52 87. 4 Sec. 10. 28-A §2, sub-§2-A is enacted to read: б 2-A. Alcohol bureau. "Alcohol bureau" means the Department of Administrative and Financial Services, Bureau of Alcoholic 8 Beverages and Lottery Operations. 10 Sec. 11. 28-A MRSA §2, sub-§8, as enacted by PL 1987, c. 45, 12 Pt. A, $\S4$, is amended to read: 14 8. Certificate of approval holder. "Certificate of means an instate manufacturer, out-of-state approval holder" manufacturer out-of-state wholesaler licensed 16 or by the commission bureau. 18 Sec. 12. 28-A MRSA §2, sub-§8-A, as enacted by PL 1993, c. 730, §5, is amended to read: 20 8-A. Chief. "Chief" means the Ghief chief of the Bureau-of 22 Liquor-Enforcement bureau. 24 Sec. 13. 28-A MRSA §2, sub-§8-B is enacted to read: 26 8-B. Commission. "Commission" means the State Liquor and Lottery Commission established in Title 5, section 12004-G, 28 subsection 14. 30 Sec. 14. 28-A MRSA §2, sub-§14, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read: 32 "Licensee" means the person to 34 14. Licensee. whom a license of any kind is issued by the eemmissien bureau. "Licensee" includes, but is not limited to, agency liquor stores 36 and certificate of approval holders. 38 Sec. 15. 28-A MRSA §2, sub-§15-A, as enacted by PL 1993, c. 730, §10, is amended to read: 40 15-A. Liquor Licensing and Tax Division. "Liquor Licensing 42 and Tax Division" means the Liquor Licensing and Tax Division within the Bureau-of-Liquor-Enforcement bureau. 44 46 Sec. 16. 28-A MRSA §2, sub-§24, as amended by PL 1993, c. 266, $\S2$, is further amended to read: 48 Premises. "Premises" means all parts of the contiguous 24. 50 real estate occupied by a licensee over which the licensee has

direct or indirect control or interestr-which that the licensee uses in the operation of the licensed business and which that 2 have been approved by the commission bureau as proper places for the exercise of the license privilege. 4 "Premises" includes the place where an incorporated 6 Α. civic organization sells or serves spirits, wine and malt liquor under a license obtained under section 1071. 8 "Premises" includes the place where a B.Y.O.B. sponsor 10 Β. holds or conducts a B.Y.O.B. function under a permit obtained under section 163. 12 Sec. 17. 28-A MRSA §2, sub-§25-A, as enacted by PL 1989, c. 14 526, \S and 28, is amended to read: 16 25-A. Retail employee. "Retail employee" means any person employed by a retailer or by the eemmissien alcohol bureau to 18 sell liquor in a licensed establishment or state or agency liquor store. For the purposes of violations of this Title and rules of 20 the commission bureau, a retail employee shall-be is deemed an agent of the retailer or state or agency liquor store that 22 employs that employee. 24 Sec. 18. 28-A MRSA §2, sub-§27, as amended by PL 1987, c. 342, §11, is further amended to read: 26 Retailer. "Retailer" means any person licensed by the 28 27. commission bureau to engage in the purchase and resale of liquor 30 in the original container or by the drink, for consumption on or off the premises where sold. "Retailer" does not include wholesalers as defined in subsection 35. 32 34 "Off-premise retail licensee" means a person licensed to Α. sell liquor in sealed bottles, containers or original packages to be consumed off the premises where sold. 36 "On-premise retail licensee" means a person licensed to 38 Β. sell liquor to be consumed on the premises where sold. 40 Sec. 19. 28-A MRSA §2, sub-§32, as amended by PL 1993, c. 462, §4, is further amended to read: 42 44 32. State liquor store. "State liquor store" means a store operated by the commission alcohol bureau that sells spirits and fortified wines to be consumed off the premises. 46 48 Sec. 20. 28-A MRSA §2, sub-§34, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read: 50

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- **34. Wholesale licensee.** "Wholesale licensee" means a person licensed by the commission <u>bureau</u> as a wholesaler.
- Sec. 21. 28-A MRSA §3, sub-§1-A, as amended by PL 1993, c. 730, §13, is further amended to read:
- 1-A. Alcohol bureau may accept payment by personal check. The commission <u>alcohol bureau</u> may accept payment by personal check from licensees for the purchase of liquor.

Sec. 22. 28-A MRSA §3, sub-§2, as repealed and replaced by PL 1993, c. 730, §13, is amended to read:

14Checks not honored on presentation; consequences. 2. If any check is not honored on presentation by the State, the Bureau ef-Liquor-Enfereement bureau shall withhold the license if not 16 issued, or immediately take back the license if issued, voiding it until the person who paid by personal check has paid all costs 18 of check failure. The commission alcohol bureau or the division bureau may order that person to make all payments to the 20 commission alcohol bureau or to the division bureau only by cash, certified check or money order for a period not to exceed one 22 year.

Sec. 23. 28-A MRSA §6, sub-§§1 and 2, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

1. Advertising form subject to bureau authorization. 28 No person may advertise liquor within the State, except in the form 30 specifically authorized by the commission Radio, bureau. newspapers, billboards, signs, magazines television, and 32 periodicals may carry advertising subject to the rules of the commission bureau.

 Bureau may adopt rules governing advertising brand names
 in local option areas. The commission <u>bureau</u> may adopt rules restricting the advertising of any type of liquor by brand names
 during the period when such sales are prohibited in any municipality which <u>that</u> has voted in any particular local option
 election against the sale of all types of liquor.

42 Sec. 24. 28-A MRSA §§8 and 9, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

§8. Entrances from premises

The commission <u>bureau</u> may grant written permission to a 48 licensee to maintain entrances, doorways or other apertures leading directly from the licensed premises.

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§9. Separation of areas

The eemmission <u>bureau</u> shall establish rules for the separation of areas where the license privilege may be exercised from areas where it may not be exercised, but complete nonaccess between the areas controlled by the licensee need not be required.

Sec. 25. 28-A MRSA §11, sub-§§1, 3 and 4, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

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 Connection with other licensed premises.
 Notwithstanding any other law or rule of the commission <u>bureau</u>, any retailer's licensed premise may be connected with any other retailer's licensed premise by a doorway or other apertures that are not securely and permanently sealed.

3. Premises operated by licensee identified. An applicant
 for a license shall fully describe in the application the part of
 the premises which that the applicant owns, leases or rents. The
 commission bureau may require the licensee to identify on the
 premises by an appropriate marking, the area which-he-owns, that
 the licensee owns, rents or leases.

24 4. Inspection of business premises under common roof of licensee. All persons carrying on any business, except any bank 26 or savings and loan institution, under the common roof and having common entranceways with a licensee shall agree in writing to 28 allow reasonable inspection of their premises by authorized enforcement agents of the Department of Public Safety and 30 authorized representatives of the commission <u>bureau</u>.

32 Sec. 26. 28-A MRSA §12, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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§12. Inspection of premises

No licensee may refuse the-commission,--its-representatives 38 or representatives of the Bureau-of-Liquer-Enfercement <u>bureau</u> the right at any time to inspect the entire licensed premises or to 40 audit the books and records of the licensee.

- 42 Sec. 27. 28-A MRSA c. 3, as amended, is repealed.
- 44 Sec. 28. 28-A MRSA c. 3-A is enacted to read:
 - CHAPTER 3-A

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ADMINISTRATION AND ORGANIZATION

50 §81. State Liquor and Lottery Commission

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Oversight of Bureau of Alcoholic Beverages and Lottery
 Operations. The commission shall monitor the operation of the
 alcohol bureau in its administration of the laws relating to the
 sale of spirits.

2. Advice. The commission shall advise the director of the
 alcohol bureau regarding the administration of the functions of
 the alcohol bureau. The commission may advise the Governor and
 the Legislature regarding issues relating to the operation of the
 alcohol bureau and the administration of the laws relating to the
 sale of spirits.

 3. Listing of items. The commission shall determine which items may be listed for sale in the State. Products listed must
 be made available by the supplier at a warehouse designated by the commission.

4. Notice to delist or stop purchases. Before any item
 20 listed by the commission is discontinued or delisted or before
 21 the commission issues any order to stop purchases of any item
 22 listed, the commission shall give the vendor of the items
 23 reasonable written notice of its intention to delist or stop
 24 purchase of the items.

26 §82. Bureau of Liquor Enforcement

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28 The bureau shall establish policies and rules concerning the administration and the enforcement of the liquor laws under its jursidiction. The bureau shall:

32 1. General supervision. Enforce the laws relating to the manufacture, importation, storage, transportation and sale of all 34 liquor and administer those laws relating to licensing and the collection of taxes on malt liquor and wine;

 Rules. Adopt rules consistent with this Title or other
 laws of the State for the administration, clarification, execution and enforcement of all laws concerning liquor and to
 prevent violations of those laws. Rules adopted under this section are routine technical rules pursuant to Title 5, chapter
 375, subchapter II-A. The observance of these rules is a condition precedent to the issuing or renewing of any license to
 sell liquor. The rules adopted by the commission before May 1, 1993 are deemed adopted by the bureau;

3. Licensing. Issue and renew all licenses as provided by
 this Title and hold licensing hearings;

Prevent sale to minors and others. Prevent the sale of
 liquor by licensees to minors and intoxicated persons;

4	5. Appeals. Review all appeals from the decisions of
6	municipal officers. The bureau shall appoint a hearings officer to conduct appeal hearings. Except as provided in section 805, the decision of the chief is final. The hearings officer for the
8	bureau is the Director of the Liquor Licensing and Tax Division.
10	The hearings officer may conduct hearings in any licensing matter pending before the bureau. The hearings officer, after holding
12	the hearing, shall file with the bureau all papers connected with the case and report the findings to the chief. The chief shall
14	render a final decision based upon the record of the hearing.
16	The hearings officer may administer oaths and issue subpoenas for witnesses and subpoenas duces tecum to compel the production of
18	books and papers relating to any license question in dispute before the bureau or to any matter involved in a hearing.
20	Witness fees in all proceedings are the same as for witnesses before the Superior Court and must be paid by the bureau, except
22	that, notwithstanding Title 16, section 253, the bureau is not required to pay the fees before the travel and attendance occur;
24	6. Food service organizations. Adopt rules permitting food
26	service organizations that cater to passengers on international flights and cruises to purchase wine and malt liquor from
28	wholesale outlets or distributors as long as the wine and malt liquor are resold for consumption during international travel.
30	Food service organizations include ship chandlers as long as the wine and malt liquor are resold to vessels of foreign registry
32	for consumption after those vessels have left port. Food service organizations are not subject to section 2, subsection 15;
34	7. Recommend revocation of licenses. Recommend to the
36	Administrative Court that it suspend or revoke, in accordance with sections 802, 803 and 1503, any license issued pursuant to
38	this Title or the rules adopted under this Title;
40	8. Publish laws and rules. Publish a compilation containing this Title, other laws concerning liquor and all rules
42	adopted under this Title every 4 years.
44	A. The bureau shall supply a copy of the compilation to every new licensee at no charge.
46	B. The bureau shall notify all licensees of changes in the
48	law and rules within 90 days of adjournment of each regular session of the Legislature.
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	(1) The bureau shall supply a copy of the new laws and
2	rules at no charge when requested by licensees.
4	(2) The bureau shall supply a copy of the new laws and
	rules to persons other than licensees for a reasonable
б	fee.
8	C. The bureau may charge a reasonable fee for the
	compilation to cover the cost of producing the compilation
10	to persons other than licensees; and
12	9. Certification. Certify monthly to the Treasurer of
	State and the Commissioner of Administrative and Financial
14	Services a complete statement of revenues and expenses for
	licenses issued and for revenues collected by the bureau and
16	submit, in conjunction with the alcohol bureau, an annual report
	that includes a complete statement of the revenues and expenses
18	for the alcohol bureau and the bureau to the Governor and the
	Legislature, together with recommendations for changes in this
20	Title.
22	§83. Bureau of Alcoholic Beverages and Lottery Operations
24	1. Bureau of Alcoholic Beverages and Lottery Operations;
	rules. The alcohol bureau shall manage the sale, distribution
26	and merchandising of spirits through state liquor stores, agency
	liquor stores and licensees. The alcohol bureau may establish
28	rules and procedures for the administration of the state liquor
	laws under its jurisdiction. The rules adopted under this
30	section are routine technical rules pursuant to Title 5, chapter
	375, subchapter II-A. The day-to-day activities of the alcohol
32	<u>bureau are under the supervision of the Commissioner of</u>
	Administrative and Financial Services and the director of the
34	alcohol bureau.
36	2. Purchase. The alcohol bureau may buy and have in its
50	possession spirits for sale to the public. The alcohol bureau
38	shall buy spirits directly and not through the State Purchasing
00	Agent. All spirits must be free from adulteration and
40	misbranding.
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42	3. Sell at retail. The alcohol bureau may sell at retail
44	in state liquor stores in original packages, either over the
	in state liquor stores in original packages, either over the
46	in state liquor stores in original packages, either over the counter or by shipment to points within the State, spirits of all
	in state liquor stores in original packages, either over the counter or by shipment to points within the State, spirits of all kinds for consumption off the premises of state liquor stores operated under the direction of the alcohol bureau.
46 48	in state liquor stores in original packages, either over the counter or by shipment to points within the State, spirits of all kinds for consumption off the premises of state liquor stores

<u>contracts or agreements and establish contract performance</u> standards for the wholesale purchase of alcoholic beverages.

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4	5. Investigate and recommend changes. The alcohol bureau
6	<u>shall carry out a continuous study and investigation of the sale</u> of alcoholic beverages throughout the State and the operation and
8	administration of state activities and recommend to the Commissioner of Administrative and Financial Services any changes
10	<u>in the laws or rules and methods of operation that are in the best interest of the State.</u>
12	6. Certification; annual report. The alcohol bureau shall certify monthly to the Treasurer of State, the commission and the
14	Commissioner of Administrative and Financial Services a complete statement of the revenues and expenses for liquor sales for the
16	preceding month. The alcohol bureau shall make an annual report to the Governor of its activities and of the amount of liquor
18	license fees collected by the bureau, together with other information it considers advisable or that the Governor requires.
20	7. Public meetings. The alcohol bureau and the commission
22	may hold public meetings each year at various locations within the State for the purpose of outlining operations under the
24	liquor laws, receiving suggestions and disseminating information to the public.
26	§84. Director of Bureau of Alcoholic Beverages and Lottery
28	<u>Operations</u>
28 30	<u>Operations</u> <u>The director of the alcohol bureau or the director's</u> <u>designee shall:</u>
	The director of the alcohol bureau or the director's designee shall:
30	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of
30 32 34	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules
30 32 34 36	The director of the alcohol bureau or the director's designee shall: <u>1. Manage sale of alcoholic beverages.</u> Manage the sale of alcoholic beverages through state liquor stores, agency liquor
30 32 34	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits;
30 32 34 36	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits; 2. Act as chief administrative officer of alcohol bureau. Act as chief administrative officer of the alcohol bureau, having
30 32 34 36 38	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits; 2. Act as chief administrative officer of alcohol bureau. Act as chief administrative officer of the alcohol bureau, having general charge of the office and records and employ such personnel as necessary to fulfill the purpose of this Title. The
30 32 34 36 38 40	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits; 2. Act as chief administrative officer of alcohol bureau. Act as chief administrative officer of the alcohol bureau, having general charge of the office and records and employ such personnel as necessary to fulfill the purpose of this Title. The personnel must be employed with the approval of the Commissioner of Administrative and Financial Services and are subject to the
30 32 34 36 38 40 42	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits; 2. Act as chief administrative officer of alcohol bureau. Act as chief administrative officer of the alcohol bureau, having general charge of the office and records and employ such personnel as necessary to fulfill the purpose of this Title. The personnel must be employed with the approval of the Commissioner of Administrative and Financial Services and are subject to the Civil Service Law;
30 32 34 36 38 40 42 44	The director of the alcohol bureau or the director's designee shall: 1. Manage sale of alcoholic beverages. Manage the sale of alcoholic beverages through state liquor stores, agency liquor stores and licensees in accordance with applicable laws and rules that provide for the operation of wholesale distribution of spirits; 2. Act as chief administrative officer of alcohol bureau. Act as chief administrative officer of the alcohol bureau, having general charge of the office and records and employ such personnel as necessary to fulfill the purpose of this Title. The personnel must be employed with the approval of the Commissioner of Administrative and Financial Services and are subject to the

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of Administrative and Financial Services on the operation and administration of the alcohol bureau and make available for 2 inspection by the Commissioner of Administrative and Financial Services, upon request, all books, records, files and other information and documents of the alcohol bureau; and

5. Certification. Certify monthly to the Treasurer of State and the Commissioner of Administrative and Financial 8 Services a complete statement of revenues and expenses for liquor sales for the preceding month and submit, in conjunction with the 10 alcohol bureau, an annual report that includes a complete 12 statement of the revenues and expenses for the alcohol bureau and the bureau to the Governor and the Legislature, together with 14recommendations for changes in this Title.

16 §85. Inventory and working capital

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18 1. Net profits are general revenue. The net profits of the alcohol bureau from operations pursuant to this Title are general revenue of the State. 20

2. Inventory. The alcohol bureau may keep and have on hand 22 a stock of spirits and fortified wine for sale, the value of 24 which, when priced for resale must be computed on the delivered case cost F.O.B. liquor warehouse designated by the commission 26 filed by liquor suppliers. The inventory value must be based upon actual cost for which payment may be due and may not at any 28 time exceed the amount of working capital authorized, Spirits and fortified wine may not be considered in the inventory until 30 payment has been made for them.

3. Authorized working capital. The maximum permanent 32 working capital of the alcohol bureau for operations pursuant to 34 this Title is established at \$1,000,000 per fiscal year and permanent advances up to this amount may be authorized by the Governor upon recommendation of the director of the alcohol 36 bureau with the approval of the Commissioner of Administrative and Financial Services. The permanent working capital of the 38 alcohol bureau may be supplemented by temporary loans from other 40 state funds upon recommendation of the director of the alcohol bureau and by approval of the Commissioner of Administrative and Financial Services and the Governor. 42

44 §86. Conflict of interest

46 In addition to the limitations set forth in Title 5, section 18, any member of the commission or any employee of the commission, the bureau or the alcohol bureau may not accept 48directly or indirectly any samples, gratuities, favors or 50 anything of value from a manufacturer, wholesaler, wholesale

licensee or retail licensee or any representative of a manufacturer, wholesaler, wholesale licensee or retail licensee 2 under circumstances that may reasonably be construed as influencing or improperly relating to past, present or future 4 performance of official duties. 6 §87. Eligibility of employees 8 A person is not eligible for employment with the alcohol 10 bureau or the bureau if that person: 12 1. Interest in corporation. Has any official, professional or other connection with or owns any stock in a corporation 14interest either directly or indirectly in the manufacture or sale of liquor; or 16 2. Violation of state or federal law. Has been convicted or adjudicated guilty of violating any state or federal law 18 regulating the manufacture, sale or transportation of liquor. 20 Sec. 29. 28-A MRSA §121, sub-§3, as amended by PL 1993, c. 608, $\S3$, is further amended to read: 22 24 3. Conduct of election. Except as provided in this section, the petition process and the voting at elections held in 26 towns and plantations must be held and conducted in accordance with Title 30-A, sections 2528, 2529 and 2532, even if the town or plantation has not accepted the provisions of section 2528. 28 The voting at elections held in cities must be held and conducted 30 in accordance with Title 21-A. No referendum questions except those set out in section 123 may be printed on the ballot. The municipal clerk shall make a return of the results, certify the 32 results and send it to the office of the Secretary of State. The 34 Secretary of State shall forward the results to the commission bureau. 36 Sec. 30. 28-A MRSA §123, as amended by PL 1991, c. 95, §§1 to 4, is further amended to read: 38 40 §123. Local option questions Any one or more of the following questions may be voted on 42 in a local option election held under section 121. Each question 44 applies to both full-time and part-time licensed establishments. Sale of liquor for consumption on the premises on days 1. 46 other than Sunday. Shall this municipality authorize the State Liquor-Commission to issue licenses for the sale of liquor to be 48 consumed on the premises of licensed establishments on days other 50 than Sunday?

2. Sale of liquor for consumption off the premises on days other than Sunday. Shall this municipality authorize the State Liquer-Commission to permit the operation of state liquor stores and agency liquor stores on days other than Sunday?

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2-A. Sale of malt liquor and wine for consumption off the premises on days other than Sunday. Shall this municipality authorize the State Liquor-Commission to issue licenses for the sale of malt liquor and wine to be consumed off the premises of licensed establishments on days other than Sunday?

3. Sale of liquor for consumption on the premises on 14 Sundays. Shall this municipality authorize the State Liquer Commission to issue licenses for the sale of liquor to be 16 consumed on the premises of licensed establishments on Sundays?

 18 4. Sale of liquor for consumption off the premises on Sundays. Shall this municipality authorize the State Liquer
 20 Commission to permit the operation of state liquor stores and agency liquor stores on Sundays?

4-A. Sale of malt liquor and wine for consumption off the
 premises on Sundays. Shall this municipality authorize the State
 Liquer-Commission to issue licenses for the sale of malt liquor
 and wine to be consumed off the premises of licensed
 establishments on Sundays?

Sec. 31. 28-A MRSA §124, sub-§1, as amended by PL 1991, c. 30 377, §15, is further amended to read:

1. Determination vote. If the results of an election held under section 121 or 122 show that:

A. A majority of the votes cast in any municipality or unincorporated place on any local option question is in the affirmative, the commission <u>bureau</u> may issue licenses of the type authorized by the affirmative vote in that municipality or unincorporated place;

B. A majority of the votes cast in any municipality or
 42 unincorporated place on any local option question is in the negative, the commission <u>bureau</u> may not issue licenses of
 44 the type denied by the negative vote in that municipality or unincorporated place; or

C. The vote is tied on any local option question, the law shall-remain remains as it was before the voting.

Sec. 32. 28-A MRSA §124, sub-§3, as enacted by PL 1987, c. 45, 2 Pt. A, §4, is amended to read:

3. Existing licenses. The holder of any license issued and outstanding on the effective date of the local option vote which
 that denies issuance of that type of license and specifically indicates that the existing privilege is to be voided shall
 immediately surrender it to the Bureau-of-Alcoholic-Beverages bureau. The bureau shall refund that portion of the unused fee paid.

12 Sec. 33. 28-A MRSA §161, sub-§1, as amended by PL 1989, c. 815, §1, is further amended to read:

 Registration. Each bottle club, as defined in section
 2, subsection 3, shall register annually with the commission bureau on forms provided by the commission bureau. Registration
 consists of submission of the information required in paragraph A and payment of the registration fee established in paragraph B.

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A. The information each bottle club is required to submit consists of only the following:

24 (1) The name and address of each owner of the bottle club;

(2) The name and address of each operator of thebottle club; and

30 (3) The regular hours of operation.

32 B. The annual fee for registration of a bottle club is \$50.

34 C. Any bottle club which that does not register with the commission bureau commits a Class E crime.

Sec. 34. 28-A MRSA §161, sub-§1-A, as enacted by PL 1989, c. 38 816, §2, is amended to read:

40 1-A. Eligibility qualifications. The commission bureau may not register a bottle club unless each owner or operator of the
 42 bottle club meets the eligibility qualifications under section 601, subsection 1.

Sec. 35. 28-A MRSA §161, sub-§1-B, as amended by PL 1993, c. 730, §§23 and 24, is further amended to read:

48 **1-B. Disqualification.** The commission <u>bureau</u> may not register a bottle club if the commission <u>bureau</u> determines that:

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A. An owner or operator of the bottle club is disqualified 2 from receiving а liquor license under section 601. subsection 2; or 4 The purpose of the application is to circumvent the С. eligibility or disgualification provisions of section 601. 6 The commission bureau shall notify each owner or operator of the 8 bottle club in writing of its decision to approve or deny registration of the bottle club under this subsection. 10 The decision of the commission bureau to approve or deny registration of a bottle club is final agency action. 12 Sec. 36. 28-A MRSA §163, sub-§§1 and 2, as enacted by PL 1993, 14c. 266, $\S5$, are amended to read: 16 1. Permit required. A person may not hold a B.Y.O.B. 18 function unless a permit is obtained from the Bureau-of--Liquer Enforcement bureau. 20 2. Application. A person must apply for a B.Y.O.B. function permit at least 24 hours prior to the proposed B.Y.O.B. 22 The application must be on forms provided by the function. 24 Bureau-of-Liquor-Enforcement bureau and must be accompanied by a permit fee of \$10 for each day the function is to be held. The application must be signed by the B.Y.O.B. sponsor and must 26 contain the following information: 28 Name and address of each person responsible for the Α. 30 B.Y.O.B. function; 3.2 в. The date and the beginning and ending time of the B.Y.O.B. function; 34 The location where the B.Y.O.B. function is to be held; C. 36 The seating capacity of the location; D. 38 Ε. Written approval of the municipal officers or а municipal official designated by the municipal officers, for 40 the B.Y.O.B. function to be held at the location within the 42 municipality; and 44 F. Proof that the B.Y.O.B. sponsor is at least 21 years of age. 46 Sec. 37. 28-A MRSA §201, last ¶, as enacted by PL 1987, c. 45, 48 Pt. A, $\S4$, is amended to read:

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The Bureau--of--Alcoholic--Beverages <u>alcohol bureau</u> shall 2 compensate the Maine Turnpike Authority for the full cost of erecting the guidepost.

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Sec. 38. 28-A MRSA §351, sub-§1, as amended by PL 1987, c. 342, §20, is amended to read:

8 **1. State or agency liquor store may not be located within 300 feet of school or church.** The commission <u>alcohol bureau</u> may 10 not establish a state liquor store or <u>the bureau may not license</u> an agency liquor store within 300 feet of any public or private 12 school, church, chapel or parish house.

- A. The commission bureau, after holding a public hearing near the proposed location, may locate an agency liquor
 store within 300 feet of a church, chapel, parish house or post-secondary postsecondary school when-the-location-has
 the-unanimous-approval-of-the-members-of-the-commission.
- 20 Sec. 39. 28-A MRSA §352, as amended by PL 1993, c. 615, §§2 and 3, is further amended to read:
 - §352. Purchase of liquor in state and agency liquor stores; purchase from alcohol bureau

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

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

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

C. A licensee buying liquor at a state liquor store or from the commission alcohol bureau must pay in cash or by check.

D. In addition to the methods of payment permitted in paragraph C, an agency liquor store, when approved by the eemmission alcohol bureau, may pay for liquor purchased from the commission alcohol bureau by mailing a check for payment to the commission alcohol bureau when notified of the amount due or upon receiving a liquor delivery. Payments that are mailed must be received or postmarked within 3 days of receipt of a liquor delivery or notification of the amount due.

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2. Checks not honored on presentation; consequences. If any check is not honored on presentation or if an agency liquor 2 store fails to pay for liquor as prescribed in subsection 1, the bureau shall withhold any license not issued or immediately take 4 back the license if already issued, voiding that license until such time as the check or invoice is paid in full, together with 6 the cost of the check failure or collection procedure. The eemmissien alcohol bureau or bureau may order that person to make 8 all payments to the commission alcohol bureau or bureau by cash, certified check or money order for a period not to exceed one 10 year.

Sec. 40. 28-A MRSA §353, as amended by PL 1993, c. 266, §6, 14 is further amended to read:

16 §353. Business hours

18 State liquor stores and agency liquor stores may be open for the sale and delivery of liquor between the hours of 6 a.m. and 1 20 a.m. in municipalities and unincorporated places that have voted in favor of the operation of state liquor stores under local 22 option provisions. Notwithstanding any local option decisions to the contrary, state liquor stores and agency liquor stores may be 24 open from noon Sunday to 1 a.m. the next day. The commission alcohol bureau shall establish the hours of operation of each 26 state liquor store.

Sec. 41. 28-A MRSA §355, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

§355. Closed in cases of riots; hurricanes; flood

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The Governor or the commission <u>alcohol bureau</u> may, in cases of riots, hurricanes and floods, order any or all state liquor stores or agency liquor stores to close.

Sec. 42. 28-A MRSA §401-A, sub-§§1 to 4, as enacted by PL 1991, 38 c. 591, Pt. Z, §2, are amended to read:

1. State store locations. The commission alcohol bureau shall operate state liquor stores for the retail sale of liquor
 in the following municipalities. The commission alcohol bureau may not operate a state liquor store in any municipality not designated in this section.

46 48 A. In each of the following municipalities, the eemmissien alcohol bureau shall operate one state liquor store:

(1)--Ashland;

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_	(2) Auburn;
2	(3) Augusta;
4	(4)Bar-Harbor <i>+</i>
6	(5)Bath+
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10	<pre>(6) Belfast;</pre>
12	(7) Biddeford <i>;</i>
14	(8) Boothbay-Harbor <i>+</i>
16	(9) Brewer;
	(10) Bridgton;
18	(11) Brunswick;
20	(12)Bucksport,
22	(13) Calais;
24	(14)Camden <i>+</i>
26	(15) Caribou;
28	
30	(16) Damariscotta;
32	(17)Denter;
34	(18) Dover-Foxcroft;
36	(19) Ellsworth;
	(20) Fairfield;
38	(21)Falmouth;
40	(22) Farmington;
42	(23) Fort-Fairfield;
44	(24)Fort-Kent;
46	(25)Gardiner;
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50	(26)Greenville;

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_	(27) Houlton;
2	(28) Kennebunk;
4	(29) Kittery;
6	(30)Limestone+
8	(31)Lincoln;
10	(32)Lisbon-Falls+
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14	(33)Livermore-Falls;
16	(3 4)Maehias <i>*</i>
18	(35)Madawaska+
20	(36)Madison;
22	(37)Mechanic-Falls;
24	(38) Mexico;
	(39)Milbridge+
26	(40)Millinecket;
28	(41)Milo*
30	(42)Newport;
32	(43) North Windham;
34	(44) Old Orchard Beach;
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38	(45) Old Town;
40	(46)Patten;
42	(47)Pittsfield;
44	(48) Presque Isle;
46	(49)Rangeley+
48	(50) Rockland; <u>and</u>
	(51)Sanford;
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(52) Skowhegan;

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(53)--South-Paris;

(54)--Stonington;

6 (55)--Van-Buren;

(56)--Waldoboro;

(57)--Winslow,

(58)--Winthrop;-and

(59)--Woodland.

B. In each of the following municipalities, the commission <u>alcohol bureau</u> shall operate at least one state liquor store:

- 20 (1) Lewiston;
- 22 (2) Portland;
- 24 (3) South Portland; and
- 26 (4) Waterville.

C. In the following municipality, the commission <u>alcohol</u> <u>bureau</u> shall operate at least 2 state liquor stores:

(1) Bangor.

Location within municipality. The commission alcohol
 bureau may determine the location of a store within each of the municipalities designated in subsection 1. The commission
 alcohol bureau may relocate a store within a municipality in accordance with section 402.

Temporary cessation of operations. 3. The commission alcohol bureau may temporarily close a state liquor store if the 40 occurrence of an event beyond the control of the commission alcohol bureau renders the store inoperable. Events beyond the 42 <u>alcohol bureau</u> include natural control of commission the 44 disasters, other physical destruction or unanticipated If the event rendering termination of the lease for the store. 46 the store inoperable occurs during a regular session of the Legislature, the temporary closing may extend until adjournment sine die of that legislative session. If the event rendering the 48 store inoperable occurs while the Legislature is not in session, the temporary closing may extend until the adjournment sine die 50

of the regular session of the Legislature beginning immediately after the event.

4 4. Alcohol bureau may lease and equip facilities; location. The commission alcohol bureau may lease and equip, in the name of the State, stores, warehouses and other merchandising 6 facilities for the sale of liquor that are necessary to carry out 8 the purposes of this Title. The commission alcohol bureau shall designate where the facilities will be located, in accordance with this section. 10

Sec. 43. 28-A MRSA §402, sub-§§2, 4 and 5, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

2. Hearing. If requested by the municipal officers, the
 alcohol bureau and the commission shall hold a public hearing in
 the affected municipality at least 10 days before designating
 that location or relocation.

A. Notice to lessor to terminate or not renew. If the commission alcohol bureau intends to terminate or not renew a
 lease or contract for occupancy of a building for a state liquor store, it shall give written notice of that intention to the
 lessor of the building. Notice must be given:

A. Within the time limits required by the lease or contract for the lessor to notify the eemmissien <u>alcohol bureau</u> of his <u>the lessor's</u> intention to terminate or not renew; or

B. At least 30 days before the termination or nonrenewal if
 there is no lease or contract provision establishing the
 time period for the lessor to notify the commission alcohol
 bureau.

5. Exception for certain leases. If the commission's alcohol bureau's occupancy of a state liquor store location is 36 terminated under a lease or contract in a manner that prevents compliance with subsection 1 or 3, the commission alcohol bureau 38 shall immediately notify the municipal officers of that termination. If requested by the municipal officers, the alcohol 40 bureau and the commission shall hold a hearing within a reasonable time before designating a new location. 42

44 Sec. 44. 28-A MRSA §451, as amended by PL 1993, c. 509, §2, is further amended to read:

§451. Agency liquor stores

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The Bureau-of-Liquor-Enforcement <u>bureau</u> may license and 50 regulate persons as agency liquor stores on an annual or

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temporary basis for the purposes of selling liquor in sealed bottles, containers or original packages to be consumed off the premises.

Sec. 45. 28-A MRSA §452, first ¶, as enacted by PL 1987, c. 45, 6 Pt. A, §4, is amended to read:

8 The commission <u>bureau</u> shall adopt rules for the selection, <u>licensing</u> and operation of agency liquor stores. These rules 10 include, but are not limited to, the following:

Sec. 46. 28-A MRSA §453, as amended by PL 1993, c. 380, §§1 to 5 and affected by §7, is further amended to read:

§453. Location of agency stores

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1. Location requirements. The eemmissien bureau may 18 liquor only when the following license agency store an requirements are met.

A. The proposed agency liquor store is located in a municipality or unincorporated place which that has voted in favor of the operation of state liquor stores under local option provisions.

C. The proposed agency liquor store is not within 3.5 miles of an existing state liquor store or an existing agency
liquor store that was licensed before May 1, 1993.

D. If a state liquor store closes, the commission bureau 30 may grant more than one agency store license in а 32 municipality when the eemmissien <u>bureau</u> considers it appropriate. Agency liquor stores licensed before May 1, 34 1993 that replace closed state liquor stores are exempt from the distance requirement in paragraph C.

2. Replacement of state or agency liquor stores. The
 38 commission alcohol bureau may not replace a state or liquor store
 and the bureau may not replace an existing agency liquor store
 40 that closes with an <u>a new</u> agency liquor store if there is another
 state or existing agency liquor store within 3.5 miles. This
 42 subsection does not prevent the commission <u>bureau</u> from locating a
 replacement agency liquor store within 3.5 miles of another
 44 replacement agency liquor store for the same town.

2-A. Replacement of state liquor stores closed in fiscal year 1991-92. The commission bureau may replace a state liquor
 store closed after July 1, 1990 with 3 agency liquor stores if:

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A. The agency stores are within a 10-mile radius of the location of the closed state liquor store; and

B. The commission <u>bureau</u> does not issue to a person or corporation more than 2 of the 3 licenses issued to replace a state liquor store. For purposes of this restriction, each partner of a partnership, each corporation that owns an interest in another corporation and each person who owns 20% or more of the shares or other interest in a corporation is deemed to own a license granted to the partnership or corporation.

Sec. 47. 28-A MRSA §453-A, as amended by PL 1993, c. 509, 14 §§3 and 4, is further amended to read:

16 §453-A. Issuance of agency liquor store license

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18 The commission <u>bureau</u> shall issue a license for an agency liquor store within a municipality or unincorporated place by the 20 following procedure.

Bidding to replace state liquor stores. The Bureau-of Liquor-Enforcement bureau shall solicit bids from the general public for each agency liquor store license to be issued. For an agency license to replace an existing state store, the Bureau-of Liquor-Enforcement bureau may not accept a bid lower than 1% of the taxable retail sales of the store being replaced, determined for the fiscal year that ended immediately before the closure of the store.

1-A. Bidding to establish or replace agency liquor stores.
32 The Bureau-of-Liquor-Enferement bureau shall solicit bids from the general public for each agency liquor store license to be issued. For licenses to establish an agency liquor store or replace an existing agency liquor store, the Bureau-of--Liquor
36 Enferement bureau may not accept a bid lower than \$2,000.

Public notice and solicitation of bids. 38 The commission 2. bureau shall, in accordance with the Maine Administrative Procedure Act, give public notice that an agency liquor store may 40 be established in a particular municipality or unincorporated 42 place. The commission bureau shall summarize in the public notice the bidding requirements for the agency store license, including the minimum bid required. The commission bureau shall 44 request all parties in the municipality or unincorporated place interested in bidding on a license to establish an agency liquor 46 store there to submit bids and applications to the eemmission 48 bureau.

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Information to applicants. The commission <u>bureau</u> shall
 provide all applicants with the necessary information for the establishment of an agency liquor store.

4. Notice to municipality. Upon receipt of all 6 applications for an agency liquor store license in a municipality and at least 15 days before the final selection of an applicant 8 or applicants by the commission <u>bureau</u>, the commission <u>bureau</u> shall notify the municipal officers of that municipality of the 10 proposed location of each applicant.

5. Licensing decisions. The commission bureau shall conduct an investigation to determine the feasibility of the location and type of facility for the agency liquor store and shall issue the license to one or more of the applicants, taking
 into consideration the bid offered and any other factors the commission bureau considers appropriate.

Hearings on applications. The commission <u>bureau</u>, in 5-A. 20 accordance with the provisions of the Maine Administrative Procedure Act, shall conduct a hearing to take testimony, 22 consider comment and deliberate on applications. In addition to giving any notice required by the Maine Administrative Procedure Act, the commission bureau shall give notice of public hearing in 24 writing to any existing agency liquor stores located within 5 26 miles of the applicant's proposed store location by regular mail at least 15 days prior to the hearing.

6. Denial of application. The commission bureau shall
 30 notify any applicant denied a license of the reasons for the denial by certified mail to the mailing address given by the
 32 applicant in the application for an agency liquor store license.

7. Aggrieved applicants. Any applicant aggrieved by a decision made by the commission <u>bureau</u> may appeal the decision by
 filing a complaint with the Administrative Court and serving a copy of the complaint upon the commission <u>bureau</u>. The complaint
 must be filed and served within 15 days of the mailing of the commission's <u>bureau's</u> decision.

8. Measurement of distance. All distances described in
 42 this section must be determined by the most reasonable direct route of travel.

Sec. 48. 28-A MRSA §455, as amended by PL 1991, c. 376, §51, is further amended to read:

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§455. Liquor for agency liquor stores

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Agency liquor stores must buy their liquor from the 2 commission alcohol bureau under section 606.

Sec. 49. 28-A MRSA §457, as amended by PL 1987, c. 623, §6, is further amended to read:

§457. Transfer of agency liquor store license

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If an agency liquor store license is transferred, the new 10 licensee may operate the agency liquor store after notifying the commission <u>bureau</u> of the transfer until a new agent is selected 12 by the commission <u>bureau</u>.

14 Sec. 50. 28-A MRSA §458, as enacted by PL 1991, c. 782, §1, is amended to read:

§458. Renewal of agency liquor store license; selection of alternate licensee

 Application by store. The holder of an agency liquor store license shall apply annually to the commission <u>bureau</u> for renewal of that license. An application for renewal must be submitted on a form prepared by the bureau.

Review by bureau. In reviewing applications for renewal
 submitted under subsection 1, the commission bureau shall consider the following criteria:

A. The applicant's sales and inventory of liquor;

B. The applicant's sales and inventory of groceries and 32 related items;

34 C. Any changes in the location of or renovations to the applicant's premises;

D. Any customer complaints of poor service against the applicant's store;

40 E. Any violations of liquor laws by the applicant; and

42 F. Records of any bad checks rendered to the commission or bureau.

3. Rejection of application; selection of alternate licensee. If the commission <u>bureau</u> denies an application for renewal of an agency liquor store license, the commission <u>bureau</u> may select an alternate licensee in accordance with the criteria set forth in sections 453, 453-A and 453-B. If the alternate licensee held an agency liquor store license in the past, the

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eemmission bureau may consider any of the applicable criteria set
forth in subsection 2 in considering whether to license the
alternate agency liquor store.

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Purchase of store merchandise by State. 4. the If eommission bureau does not renew the agency liquor store license, б the commission alcohol bureau shall purchase from the agency liquor store all resalable spirits held in inventory by the 8 agency liquor store. The purchase price is the cost at which that agency liquor store purchased the spirits from the 10 commission alcohol bureau, minus 10% of that cost.

5. Aggrieved applicant. Any agency liquor store licensee
aggrieved by a decision of the commission <u>bureau</u> not to renew an agency liquor store license may appeal the decision by filing a
complaint with the Administrative Court and serving a copy of that complaint on the commission <u>bureau</u>. The complaint must be
filed and served within 15 days of notification of the agency liquor store licensee by the commission <u>bureau</u> that the license
will not be renewed.

22 Sec. 51. 28-A MRSA §601, sub-§2, as amended by PL 1995, c. 192, §1, is further amended to read:

Disqualifications. The commission <u>bureau</u> may not issue
 a license to an applicant if:

A. Any of the principal officers of the corporation is not personally eligible because he <u>that officer</u> has had a
license for sale of liquor revoked under chapter 33, if the applicant is a corporation;

B. The applicant held a license which that was revoked for
 34 a specific period under chapter 33 and the applicant is applying for a license within that period since revocation;

C. The applicant, who was not at the time of the offense the holder of a liquor license, was convicted of violating any laws of the State or the United States with respect to manufacture, transportation, importation, possession or sale of liquor within 5 years of applying for the license. For the purposes of this paragraph, any person who sells liquor of a greater alcohol content than authorized by his that person's license is not considered the holder of a license;

46 D. The applicant was convicted of selling liquor illegally on Sunday while an employee or agent of a licensee within 5 years of applying for the license; E. The applicant's license expired pending an appeal from conviction of illegally selling liquor on Sunday within 5 years of applying for the license;

F. A full-time law enforcement officer benefits financially either directly or indirectly;

G. The applicant was denied a license within the 6 months before the application was filed, unless the commission's bureau's denial of the license is overruled by the court under an appeal provided by section 805;

H. The applicant is the husband, wife, father, mother,
child or other close relation of a person whose license or application for a license for the same premises was revoked
by the Administrative Court Judge or denied by the commission bureau within the 6 months before the application
was filed;

- I. The commission <u>bureau</u> determines that the purpose of the application is to circumvent the provisions of this section;
 or
 - J. The applicant is a golf club or a restaurant located on the property of a golf club and the Maine Human Rights Commission has found reasonable grounds to believe that the golf club has denied membership to a person in violation of Title 5, chapter 337, subchapter V, and has determined that conciliation efforts under Title 5, chapter 337, section 4612, subsection 3 have not succeeded. The Maine Human Rights Commission shall notify the State-Liquor-Commission bureau when the golf club has corrected its discriminatory membership practices, after which the applicant ceases to be disqualified under this paragraph.
 - Sec. 52. 28-A MRSA §601-A, as enacted by PL 1989, c. 526, §§2 and §28, is repealed.

Sec. 53. 28-A MRSA §602, sub-§2, as enacted by PL 1987, c. 45, 40 Pt. A, §4, is amended to read:

Bureau must notify licensee of expiration. The commission bureau shall notify the licensee by the most expedient
 means available that the license has expired and all sales of liquor must be suspended immediately and remain suspended until
 the license is properly renewed.

48 Sec. 54. 28-A MRSA §605, first ¶, as amended by PL 1987, c. 769, Pt. A, §113, is further amended to read:

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Except as otherwise provided in this section, no license or 2 any interest in a license may be sold, transferred, assigned or otherwise subject to control by any person other than the 4 licensee. If the business, or any interest in the business, in connection with which a licensed activity is conducted is sold, transferred or assigned, the license holder shall immediately 6 send to the eemmission bureau the license and a sworn statement 8 showing the name and address of the purchaser. The commission <u>bureau</u> is not required to refund any portion of the licensee fee if the license is surrendered before it expires. 10

Sec. 55. 28-A MRSA §605, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

Transfer within same municipality. 1. Upon receipt of a written application, the commission <u>bureau</u> may transfer 16 any retail liquor license from one place to another within the same 18 municipality. If the approval of the municipal officers was required for the original license, the transfer ean may be made only with the approval of the municipal officers. 20 No transfer may be made to premises for which the license could not have been 22 originally legally issued.

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Sec. 56. 28-A MRSA §605, sub-§2, ¶¶A and B, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

A. Personal representatives, receivers or trustees may
 28 operate the premise premises themselves or through a manager
 for a year from the date of their appointment for the
 30 benefit of the estate.

32 (1) The license must be renewed upon the expiration date at the regular license fee.

(2) Ιf the license or renewed license is not within one year 36 transferred from the date of appointment, it becomes void and must be returned to 38 the commission bureau for cancellation.

40 (3) Any suspension or revocation of the license by the Administrative Court Judge for any violation applies
42 against both the manager and the personal representative, receiver or trustee.

(4) No personal representative, receiver, trustee or
 duly appointed manager may operate under the license unless approved by the commission <u>bureau</u>.
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B. If a licensee dies, the following persons, with the written approval of the commission <u>bureau</u>, may continue the

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operation of the license for not more than 60 days pending appointment of a personal representative of the estate: 2 The surviving spouse; 4 (1)6 A person who has filed a petition for appointment (2)as executor or administrator for the estate of the deceased licensee; 8 (3) 10 Any sole heir of the deceased licensee; or (4)Any person designated by all of the heirs of the 12 deceased licensee. 14Sec. 57. 28-A MRSA §605, sub-§3, as enacted by PL 1987, c. 45, Pt. A, $\S4$, is amended to read: 16 3. Guardians and conservators. 18 Duly appointed and qualified guardians and conservators of the estate of a licensee 20 may take over, operate and renew licenses of their wards during their term of office if they or their managers are approved by 22 the commission bureau. Guardians and conservators, except in the case of 24 Α. off-premise retail licensees approved by the municipal 26 officers in their municipality, may not transfer their wards' licenses and must renew licenses each year. 28 Β. Penalties for violations apply to both guardians or conservators and their managers in the same manner 30 as executors or administrators and their managers in subsection 32 2. Sec. 58. 28-A MRSA §606, as amended by PL 1995, c. 53, §1, is 34 further amended to read: 36 §606. Purchase of spirits; sale to government agencies 38 Purchase of liquor. Subject to the restrictions 1. 40 provided in subsection 1-A, a person licensed to sell spirits must purchase liquor from a state or agency liquor store. This 42 subsection does not apply to public service corporations operating interstate. 44 1-A. On-premises licensees; purchase from agency store. Α person licensed to sell spirits for consumption on the premises 46 may purchase spirits from an agency liquor store only in accordance with this subsection. 48

A. The sale price of spirits sold to a licensee under this subsection must equal the price for which a licensee would purchase liquor at a state store.

B. Upon completion of a transaction, the agency liquor store and the on-premise licensee shall each retain a copy of the licensee order form.

1-B. Price of sales to agency liquor stores. The eemmission alcohol bureau shall sell spirits to agency liquor stores for 92% of the retail sales price set in accordance with chapters 65 and 67.

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On-premise retailers must report purchases. All persons licensed to sell liquor to be consumed on the premises shall
 report all liquor purchases to the commission <u>bureau</u> on forms provided by the commission <u>bureau</u>.

Prospective licensees may order liquor in advance. Upon
 approval of the commission <u>bureau</u>, persons who have been issued a
 license, effective at a future date, may order liquor in advance
 of the effective date of the license and may advertise the
 effective date.

4. Discount for agency liquor stores. The commission
 26 <u>alcohol bureau</u> shall sell spirits to agency liquor stores for a price of 8% less than the real price established for the state
 28 liquor stores.

 5. Sale to government instrumentalities. The commission alcohol bureau may sell authorize the sale of spirits to approved
 government instrumentalities within the State approved by the bureau. The commission alcohol bureau shall set the price which
 must-be-approved-by-the-Governor.

 5. Sale to airlines and ferry services for consumption outside the State. The commission <u>bureau</u> may sell <u>authorize the</u>
 <u>sale of</u> spirits not for consumption within the State to airlines and ferry services or their agents as authorized by the
 eommission <u>bureau</u>. The commission <u>alcohol bureau</u> shall set the price which-must-be-approved-by-the-Governor.

 7. Premium must be collected. Nothing in this section may
 44 be-construed-to-permit-the commission-to-sell permits the sale of spirits without collecting the entire premium assessed under
 46 chapter 65.

8. No maximum limit on price. An agency store may sell liquor at any price equal to or higher than the retail sales
 price set in accordance with chapters 65 and 67.

Sec. 59. 28-A MRSA §607, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

§607. Licensees closed in case of riots, hurricanes or floods

The Governor or the commission <u>bureau</u> may, in cases of 8 riots, hurricanes and floods, order any or all licensees not to sell any liquor.

Sec. 60. 28-A MRSA §651, sub-§1, as enacted by PL 1987, c. 45, 12 Pt. A, §4, is amended to read:

 File application with bureau. An applicant for a liquor license shall file an application in the form required by the
 commission bureau.

Sec. 61. 28-A MRSA §651, sub-§2, ¶¶A and B, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

A. Each applicant shall disclose the entire ownership or
 any interest in the establishment for which a license is sought. If the applicant is a purchaser by contract, he the
 applicant shall also disclose the terms of the contract.

B. Every applicant for a license for sale of liquor to be consumed on the premises where sold shall include in the application a description of the premises to be licensed and shall provide any other material information, description or plan of that part of the premises where the applicant proposes to keep or sell liquor as the commission bureau requires.

Sec. 62. 28-A MRSA §652, sub-§3, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

Renewal. Licenses may be renewed upon application for
 renewal and payment of the annual fee, subject to commission
 <u>bureau</u> rules.

Sec. 63. 28-A MRSA §654, as enacted by PL 1987, c. 45, Pt. A, 42 §4, is amended to read:

44 §654. Additional considerations for licensure

1. Character; location; operation of business. In issuing or renewing licenses, the commission <u>bureau</u>, the municipal
 officers or the county commissioners, as the case may be, shall give consideration to:

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A. The character of any applicant;

B. The location of the place of business;

C. The manner in which it <u>the business</u> has been operated; and

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D. Whether the operation has endangered the safety of persons in or on areas surrounding the place of business.

Qualifications of corporations. The commission bureau,
 the municipal officers or the county commissioners, as the case may be, may refuse to issue licenses to corporations when any of
 its officers, directors or stockholders do not possess the qualifications required of unincorporated persons under this
 section.

3. Areas primarily for minors. Without limitation of its other powers, the commission <u>bureau</u> may not approve as a proper
 place for the exercise of the license privilege amusement areas primarily for minors, beaches or any other area designed
 primarily for use by minors.

24 Sec. 64. 28-A MRSA §701, as amended by PL 1987, c. 342, §33, is further amended to read:

§701. Proximity to schools; exception

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Location within 300 feet of churches and schools.
 Except as provided in paragraphs--A--and paragraph B, the commission bureau may not issue a new license for the the sale of
 liquor to be consumed on the premises to new premises within 300 feet of a public or private school, or school dormitory,-church,
 chapel--or-parish-house in existence as such at the time the application for the new license is made.

 B. The commission <u>bureau</u> may issue licenses to premises
 which <u>that</u> are either in or within 300 feet of a church, chapel, <u>parish</u>-house-or-post-secondary <u>postsecondary</u> school
 when-<u>the</u>-<u>application</u>-<u>has</u>-<u>the</u>-<u>unanimous</u>-<u>approval</u>-<u>of</u>-<u>the</u> members-of-the-commission.

2. Method of measurement. The distance must be measured
 44 from the main entrance of the premises to the main entrance of
 the school, or school dormitory, --church, --chapel-or-parish-house
 46 by the ordinary course of travel.

48 Sec. 65. 28-A MRSA §703, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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§703. Employment of violators prohibited

No A licensee may not employ as a manager or leave in charge of the licensed premises any person who, by reason of conviction of violation of any liquor laws within the last 5 years or because of having-had-his a revocation of that person's license for sale of liquor revoked within the last 5 years, is not eligible for a liquor license.

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Sec. 66. 28-A MRSA §703-A, sub-§2, as amended by PL 1993, c. 254, §1, is further amended to read:

2. Affidavit required. Retail licensees shall require a 14 person applying for employment as a retail employee to furnish to the licensee an affidavit stating that the applicant has not been convicted of a first offense of violating section 2078 or section 16 2081, subsection 1, paragraph A or B, within 2 years of the date 18 of the affidavit. Retail licensees shall require a person applying for employment as a retail employee to furnish to the licensee an affidavit stating that the applicant has not been 20 convicted of a 2nd offense of violating section 2078 or section 2081, subsection 1, paragraph A or B, within 5 years of the date 22 of the affidavit. The affidavit must be executed at the time of The Bureau--of--Liquor--Enforcement <u>bureau</u> shall 24 application. develop the affidavit required by this section and make single copies of that affidavit available to retailers. 26

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266, §7, is further amended to read:1. Licensee may not hire employee under 17; employees who

Sec. 67. 28-A MRSA §704, sub-§1, as amended by PL 1993, c.

32 are 17. No \underline{A} licensee for the sale of liquor to be consumed on licensed premises may <u>not</u> employ any person under the age of 17 34 years in the serving or selling of liquor on the premises where the liquor is sold. The-licensee-may-employ-a-person-who-is-17 36 years-of-age-in-the-serving-or-selling-of-liquor-on-the-premises where-the-liquor-is-sold-only-if-an employee -who-is-at-least-18 years -- of -- age -- is -- present -- in -- a-- supervisory -- capacity -- -- Effective 38 January-1---1994,-an An employee who is at least 17 years of age 40 but less than 21 years of age may serve or sell liquor only in the presence of an employee who is at least 21 years of age and is in a supervisory capacity er-who-was-at-least--18-years-of-age 42 as-of-January-1,--1994 -and-was-employed-in-a-supervisory-eapacity 44 by-the-employer-before-that-date.

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Sec. 68. 28-A MRSA §707, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

1. Licensee not indebted. Except as provided by section 1363, the commission <u>bureau</u> may not issue any license to or renew

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the license of a person who is indebted in any manner, directly or indirectly:

4 A. To any other person for liquor;

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B. To the State for any tax, other than property tax, assessed and considered final under Title 36 which that the State Tax Assessor certifies, in accordance with Title 36, section 172, as remaining unpaid in an amount exceeding \$1,000 for a period greater than 60 days after the applicant or licensee has received notice of the finality of that tax;
or

14 C. For any contributions assessed and considered final under Title 26, section 1225, when the Director of
 16 Unemployment Compensation certifies that the amount remains unpaid for a period greater than 60 days, after the
 18 applicant or licensee has received notice of the finality of that tax.

Sec. 69. 28-A MRSA §710, sub-§1, as enacted by PL 1987, c. 45, 22 Pt. A, §4, is amended to read:

 Advertising outside of licensed premises. No A person, except wholesale licensees and certificate of approval holders,
 may not advertise or permit to be advertised, by more than one sign, on the outside of any licensed premises, or on any
 building, ground or premises under his that person's control and contiguous or adjacent to the licensed premises:

A. The fact that the licensee has liquor or any brand of liquor for sale;

34 B. The price at which liquor is sold by the licensee; or

36 C. Any other advertisement which that indicates any reference to liquor.

Sec. 70. 28-A MRSA §713, sub-§4, as enacted by PL 1987, c. 45, 40 Pt. A, §4, is amended to read:

42 4. Sales or deliveries only to licensees. Sales or deliveries must may be made only to licensees of the commission
 44 <u>bureau</u>.

46 Sec. 71. 28-A MRSA §751, sub-§2, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

Retail licensee to keep separate records. Except as
 provided in paragraph A, a retail licensee shall keep the records

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required by subsection 1 separate and apart from records relating to any other transactions in which he <u>the licensee</u> engages.

A. Malt liquor, wine and soft drinks may be listed on the same wholesale licensee's invoice if each product is separately listed.

Sec. 72. 28-A MRSA §754, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

§754. Records open for inspection

 Records open for inspection. All records required to be
 kept under this chapter are open for inspection to the commission alcohol bureau, its representatives or representatives of the
 Bureau-of-Liquor-Enforcement bureau at any time. The commission alcohol bureau, its representatives or representatives of the
 Bureau-of-Liquor-Enforcement bureau may make copies of records which that may be used as evidence of violation of this chapter.

2. Refusal of access. No <u>A</u> licensee may <u>not</u> refuse to
 allow the commission <u>alcohol bureau</u>, its representatives or representatives of the Bureau-of-Liquor-Enforcement <u>bureau</u> to
 audit the books and records of the licensee.

Sec. 73. 28-A MRSA §801, sub-§1, as amended by PL 1989, c. 526, §§5 and 28, is further amended to read:

Jurisdiction. The Administrative Court Judge, 1. as 30 designated in Title 5, chapter 375, shall conduct hearings on all matters concerning violations by licensees and their agents or employees of any federal or state law or regulation relating to 32 liquor or violations of any rule issued adopted by the commission 34 bureau. Notwithstanding Title 5, chapter 375, subchapter VI, the Administrative Court Judge has exclusive jurisdiction over all 36 violations of this Title by licensees and their agents or employees when no criminal penalty is provided.

Sec. 74. 28-A MRSA §802, sub-§1, as enacted by PL 1987, c. 45, 40 Pt. A, §4, is amended to read:

 42 1. Violation of law or infraction of rule. Violation of any federal or state law, rule or regulation relating to liquor
 44 or substantial infraction of any rule issued adopted by the commission bureau.

A. This subsection does not require the Administrative Court Judge to hold licensees who sold liquor to minors who furnished fraudulent proof of age liable administratively;

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- Sec. 75. 28-A MRSA §802, sub-§3, ¶A, as enacted by PL 1987, c. 2 45, Pt. A, §4, is amended to read:
 - A. For this offense the Administrative Court Judge may suspend licenses for an indefinite period of time until he <u>the Administrative Court Judge</u> is satisfied that the licensee has conformed to all qualifications required for licensing.
- 10 Sec. 76. 28-A MRSA §803, sub-§1, as amended by PL 1987, c. 342, §51, is further amended to read:

 Violation of law or rule. Upon discovering a violation
 of federal or state law, rule or regulation relating to liquor, or an infraction of a rule issued <u>adopted</u> by the commission
 <u>bureau</u>, the Director-of-the-Bureau-of-Liquor-Enforcement <u>chief</u>, or the director's <u>chief</u>'s designee, shall:

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A. Report the violation to the Administrative Court Judge in a signed complaint; or

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B. Issue warnings to the licensees involved.

Sec. 77. 28-A MRSA §803, sub-§2, as amended by PL 1987, c. 342, §52, is further amended to read:

Notice and hearing. Except as provided under subsection
 6, upon receipt of a signed complaint prepared under subsection
 1, paragraph A, the Administrative Court Judge shall notify the
 licensee and hold a hearing according to the following procedures.

- A. The Administrative Court Judge shall notify the licensee by serving on him the licensee a copy of the complaint and a notice stating the time and place of the hearing and that he the licensee may appear in person or by counsel at the hearing. Service of the complaint and hearing notice is sufficient if sent by registered or certified mail at least 7 days before the date of the hearing to the address given by the licensee at the time of his the licensee's application for a license.
- B. The Administrative Court Judge shall conduct a hearing limited to the facts, the law and rules of the commission <u>bureau</u>, as specified in the complaint.
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C. The Administrative Court Judge shall conduct the hearing in the following manner.

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(1) The Administrative Court Judge may subpoena and examine witnesses, administer oaths and subpoena and compel the attendance of parents and legal guardians of unemancipated minors.

6 (a) The eemmissien <u>bureau</u> shall pay to the witnesses leqal fees for travel the and 8 attendance, except that, notwithstanding Title 16, section 253, the commission bureau is not required to pay the fees before the travel and attendance 10 occur.

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- (2) Hearsay testimony is not admissible during the
 hearing. The licensees named in the complaint have the
 right to have all witnesses testify in person at the
 hearing.
- 18 (3) The Administrative Court Judge shall conduct hearings in one or more designated places which that
 20 are the most convenient and economical for all parties concerned in the hearing.

D. The Administrative Court Judge shall state in writing his <u>the</u> findings and decision in each case, based upon the facts, the law and the rules of the commission <u>bureau</u>. The findings shall <u>must</u> specify the facts found and the law or rules found to be violated.

Sec. 78. 28-A MRSA §803, sub-§5, as enacted by PL 1987, c. 45, 30 Pt. A, §4, is amended to read:

5. Term of suspension or revocation. Except as provided by section 802, subsection 3, suspensions must be for a definite
 period of time. If the Administrative Court Judge revokes a license, he the Administrative Court Judge shall specify that the
 commission bureau may not issue a license to the person whose license is revoked for a period of not less than one nor more
 than 5 years from the date of such revocation.

40 Sec. 79. 28-A MRSA §803, sub-§6, as amended by PL 1987, c. 342, §54, is further amended to read:

6. Warnings. Upon the written recommendation of the 44 Director--of--the--Bureau-of--Liquor--Enforcement chief, or the director's chief's designee, the Administrative Court Judge, instead of notifying a licensee against whom a complaint is 46 pending to appear for hearing, may send the licensee a warning. 48 Warnings must be sent by registered or certified mail and contain a copy of the complaint. A licensee to whom a warning is sent 50 may demand a hearing by notifying the Administrative Court Judge

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by registered or certified mail within 10 days from the date the warning was mailed.

4 Sec. 80. 28-A MRSA §804, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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§804. Record of proceedings and transcript

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The Administrative Court Judge shall keep a full and complete record of all proceedings before-him on the revocation and suspension of any license issued by the commission bureau. The Administrative Court Judge is not required to have a transcript of the testimony prepared unless required for rehearing or appeal.

16 Sec. 81. 28-A MRSA §805, as enacted by PL 1987, c. 45, Pt. A, §4, is amended by repealing and replacing the headnote to read:

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<u>§805. Appeal from decision of Administrative Court Judge or</u> <u>bureau</u>

22 Sec. 82. 28-A MRSA §805, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

 Aggrieved person may appeal within 30 days. Any person aggrieved by the decision of the Administrative Court Judge in revoking or suspending any license issued by the commission bureau or by refusal of the commission bureau to issue any license applied for may, within 30 days of the decision or refusal, appeal to the Superior Court by filing a complaint.

32 A. The 30-day period for appeal begins on:

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- (1) In the case of license revocation or suspension,

the effective date of the suspension or revocation; or 36

(2) In the case of refusal by the commission <u>bureau</u> to
 issue a license, on the day when the commission <u>bureau</u> sends by registered or certified mail notice to the
 applicant at the address of his <u>the applicant's</u> business given in his <u>the applicant's</u> application for a
 license.

44 B. Filing the complaint in the Superior Court stops the running of the limitation period.

Sec. 83. 28-A MRSA §806, as amended by PL 1989, c. 526, §§6 and 28, is further amended to read:

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§806. Records

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Limitation on maintenance of records. Except as
 provided in subsection 2, the commission bureau shall maintain a record of each violation, revocation or suspension for not more
 than 5 years.

8 2. Records of Class A, B and C convictions. The commission bureau shall maintain records of convictions for Class A, B and C
 10 crimes for at least 5 years, and may maintain them longer according to the policy of the commission bureau.

3. Notice of violators. The Administrative Court clerk
 14 shall provide the Bureau-of-Liquor-Enferement <u>bureau</u> with the names and dates of final adjudication of all persons found in
 16 violation of this Title or the rules of the commission <u>bureau</u>.

Sec. 84. 28-A MRSA §1052, sub-§5, as amended by PL 1987, c. 342, §78, is further amended to read:

5. Ruling on application. Upon receipt of the application, the commission <u>bureau</u> may immediately approve or deny the application. The commission <u>bureau</u> shall advise the applicant that the license and the off-premise sales license may be revoked and suspended under chapter 33.

Sec. 85. 28-A MRSA §1052, sub-§6, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

6. Local option questions. The commission <u>bureau</u> may not grant approval for the sale of liquor at events to be held in areas where the voters have voted in the negative concerning the pertinent local option questions.

Sec. 86. 28-A MRSA §1052-A, sub-§§3 and 4, as enacted by PL 1993, c. 259, §1, are amended to read:

38 3. Application. The licensee must apply for a special taste-testing festival license by filing a written application
 40 with the commission bureau at least 24 hours before the event. The application must include the following:

A. Name and address of the applicant;

B. Title and purpose of the event;

C. Date, time and duration;

D. Location; and

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Approval by the municipal officers or a municipal Ε. official designated by the municipal officers of the 2 the proposed municipality where special taste-testing festival will be located, which, notwithstanding section 4 653, may be granted without public notice. 6 4. Ruling on application. Upon receipt of the application, commission bureau may immediately approve or deny the 8 the application. The commission <u>bureau</u> shall advise the applicant that the license may be revoked and suspended under chapter 33. 10 Sec. 87. 28-A MRSA §1062, sub-§1, as enacted by PL 1987, c. 12 45, Pt. A, §4, is amended to read: 14 1. Issuance of licenses. The commission bureau may issue licenses under this section for the sale of wine and malt liquor 16 to be consumed on the premises to restaurants, as defined in section 2, subsection 15, paragraph Q. 18 Sec. 88. 28-A MRSA §1062, sub-§3, ¶A, as enacted by PL 1987, 20 c. 45, Pt. A, §4, is amended to read: 22 A. The commission bureau may not renew any license for the sale of wine or malt liquor unless the licensee furnishes 24 proof to the commission bureau that the previous year's business conformed to the income requirement of 26 this subsection. 28 Sec. 89. 28-A MRSA §1062, sub-§4, as enacted by PL 1987, c. 342, \S 87, is amended to read: 30 32 4. Bureau determines who would probably qualify. The commission bureau may issue the license if it determines that the applicant for a new license would probably meet the requirements 34 of subsection 3. 36 Sec. 90. 28-A MRSA §1065, sub-§1, as enacted by PL 1987, c. 38 45, Pt. A, $\S4$, is amended to read: 40 Issuance of licenses. The commission bureau may issue 1. licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to Class A lounges as 42 defined in section 2, subsection 15, paragraph L. 44 Sec. 91. 28-A MRSA §1066-A, sub-§1, as enacted by PL 1987, c. 342, §93, is amended to read: 46 481. Issuance of licenses. The commission bureau may issue licenses under this section for the sale of malt liquor to be

consumed on the premises to taverns as defined in section 2, subsection 16, paragraph T-1.

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Sec. 92. 28-A MRSA §1068, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

 Issuance of licenses. The commission <u>bureau</u> may issue
 licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to performing arts
 centers as defined in section 2, subsection 15, paragraph N.

Sec. 93. 28-A MRSA §1069-A, sub-§1, as enacted by PL 1989, c. 158, §9, is amended to read:

 Issuance of licenses. The commission <u>bureau</u> may issue
 licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to auditoriums, as
 defined in section 2, subsection 15, paragraph B.

Sec. 94. 28-A MRSA §1070, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

 Issuance of licenses. The commission <u>bureau</u> may issue
 licenses under this section for the sale of spirits, wine and malt liquor to civic auditoriums as defined in section 2,
 subsection 15, paragraph C.

Sec. 95. 28-A MRSA §1070, sub-§4, as amended by PL 1987, c. 342, §95, is further amended to read:

4. Licensee must notify bureau. The civic auditorium
 32 licensee shall give written notice to the Bureau--of--Liquor
 Enforcement bureau at least 24 hours before a function or event.

Sec. 96. 28-A MRSA §1071, sub-§1, as enacted by PL 1987, c. 36 45, Pt. A, §4, is amended to read:

Issuance of licenses. The commission <u>bureau</u> may issue licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to incorporated civic organizations, as defined in section 2, subsection 15, paragraph
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44 Sec. 97. 28-A MRSA §1071, sub-§3, as repealed and replaced by PL 1987, c. 151, §2, is amended to read:

3. Length of licenses. One license issued under this 48 section to each incorporated civic organization is valid for up to 7 consecutive days. The other 4 licenses for which the 50 incorporated civic organization is eligible are valid for one day

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- each. The commission <u>bureau</u> may not issue separate licenses
 under this section to the same incorporated civic organization for events or gatherings held on consecutive days.
- Sec. 98. 28-A MRSA §1071, sub-§5, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

8 5. Ruling on application. The commission <u>bureau</u> shall approve or deny the application and shall immediately notify the
 10 applicant of its decision. The commission <u>bureau</u> shall advise the applicant that the license may be revoked and suspended under
 12 chapter 33.

- 14 Sec. 99. 28-A MRSA §1072, sub-§§1 and 4, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:
- Issuance of licenses. The commission <u>bureau</u> may issue
 licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to clubs, as defined
 in section 2, subsection 15, paragraph D.
- 4. Register of club members. Every club shall keep and maintain a register of the name, identity and address of each
 member of the club. The club shall allow any liquor enforcement officer or other authorized agent of the commission <u>bureau</u> to
 inspect the register at any reasonable time.
- 28 Sec. 100. 28-A MRSA §1073, sub-§3, as amended by PL 1989, c. 244, §6, is further amended to read:
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3. Separate area for sale of food and liquor. The licensee shall set aside a separate area for the sale and consumption of food and liquor in accordance with the rules of the commission <u>bureau</u>. For bowling centers, that separate area may not include the area in which the game of bowling is conducted.

Sec. 101. 28-A MRSA §1074, sub-§1, as amended by PL 1995, c. 38 558, §6, is further amended to read:

40 Issuance of licenses. The commission bureau may issue 1. licenses under this section for the sale of wine and malt liquor to be consumed on the premises to outdoor stadiums, as defined in 42 section 2, subsection 15, paragraph M. A concessionaire or lessee may be issued a license under this section, regardless of 44 whether it controls the premises, as long as that concessionaire or lessee complies with the notice provisions applicable to 46 qualified catering services in section 1076, subsection 7 prior 48 to exercising the license.

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Sec. 102. 28-A MRSA §1077, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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 Licenses. The commission <u>bureau</u> may issue licenses under this section for the sale of spirits, wine and malt liquor
 by vessel, railroad and airline corporations in their boats, cars and aircraft.

Sec. 103. 28-A MRSA §1077, sub-§2, ¶¶A and B, as enacted by PL 10 1987, c. 45, Pt. A, §4, are amended to read:

12 A. The commission <u>bureau</u> may not require that the vessels be equipped to supply food or provide food service.

B. Except as provided in sub-paragraph <u>subparagraph</u> (1),
licenses issued under this section to vessel companies operating boats within the State authorize the licensees to
sell liquor in the boats after leaving and before reaching ports within the State.

 (1) A licensee may sell liquor for consumption on board a vessel which that is in port, only if prior approval for the sale is obtained from the commission bureau under the license application procedure in section 653. A separate approval must be obtained for each port location from which on-board sales of liquor are to be made.

Sec. 104. 28-A MRSA §1079, sub-§1, as repealed and replaced by 30 PL 1987, c. 342, §101, is amended to read:

I. Issuance of license to operators of air terminals. The eommission <u>bureau</u> may issue licenses under this section for the sale of spirits, wine and malt liquor to be consumed on the premises to operators of international air terminals, as defined in section 2, subsection 15, or their agent or concessionaire.

Sec. 105. 28-A MRSA §1201, sub-§§1 and 2, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

Licenses for sale of malt liquor and table wine. The
 eommission <u>bureau</u> may issue licenses under this section for the
 sale and distribution of malt liquor or wine to off-premise
 retail licensees, as defined in section 2, subsection 27,
 paragraph A.

Ineligible as licensee. The commission bureau may not
 issue a license for the sale of malt liquor or wine to any person who is not engaged in a bona fide retail business other than the
 sale of malt liquor or wine at retail.

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Sec. 106. 28-A MRSA §1201, sub-§3-A, as enacted by PL 1993, c. 266, §21, is amended to read:

3-A. Sale of liquor for off-premise consumption to retailer
prohibited. A person licensed under this section, or an agent or employee of the person, may not knowingly sell liquor to another
retailer licensed under this section for resale except as provided in section 606 and the rules adopted pursuant to section
62 82.

- 12 Sec. 107. 28-A MRSA §1201, sub-§5, as amended by PL 1987, c. 342, §102, is further amended to read:
- 5. Qualifications. The commission <u>bureau</u> may not issue any licenses for new premises unless:
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A. The premise-has <u>premises have</u> been in operation for a period of at least 3 months immediately before the date of the application; or

B. The applicant proves to the satisfaction of the commission <u>bureau</u> that all proper standards and requirements
of laws and rules of the commission <u>bureau</u> have been met and <u>he that the applicant</u> is a resident of the State.

Sec. 108. 28-A MRSA §1202, sub-§2, as amended by PL 1993, c. 266, §22, is further amended to read:

30 2. Employees who are 17. An-employee-who-is-17-years-of age-may-accept-payment-only-if-an-employee-who--is-at--least-18 32 years--old--is--present--in--the--off-premise--retail--licensee's establishment--in-a--supervisory-capacity----Effective-January-1, 1994_{r-an} An employee who is at least 17 years of age but less 34 than 21 years of age may accept payment only in the presence of an employee who is at least 21 years of age and is in a 36 supervisory capacity or-who-was-at--least-18-years-of-age-on January-1,-1994-and-was-employed-in-a-supervisory-capacity-by-the 38 employer-before-that-date.

Sec. 109. 28-A MRSA §1204, sub-§1, as enacted by PL 1987, c. 42 342, §106, is amended to read:

Issuance of licenses. The commission <u>bureau</u> may issue licenses under this section for the sale of malt liquor and table
 wine to be consumed off the premises to ship chandlers, as defined in section 2, subsection 15, paragraph S.

Sec. 110. 28-A MRSA §1205, sub-§1, as amended by PL 1995, c. 30, §4, is further amended to read:

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2 Taste testing on off-premise retail licensee's premises; 1. fine wine stores. Subject to the conditions in subsection 2, the eommission bureau may authorize an off-premise retail licensee, 4 50% or more of whose gross income is derived from the sale of wine or malt liquor, or a fine wine store to conduct taste 6 testings of wine on that licensee's premises. Any other consumption of alcoholic beverages on an off-premise retail 8 licensee's premises is prohibited. 10 Sec. 111. 28-A MRSA §1205, sub-§2, ¶G, as enacted by PL 1989, 12 c. 488, is amended to read: 14 G. The retail licensee must obtain the written permission of the commission bureau before conducting any taste-testing 16 activity; Sec. 112. 28-A MRSA §1351, as enacted by PL 1987, c. 45, Pt. 18 A, §4, is amended to read: 20 §1351. Certificate of approval 22 1. Certificate of approval required. A11 in-state 24 manufacturers, out-of-state manufacturers and out-of-state wholesalers must obtain a certificate of approval from the Bureau of-Alcoholic-Beverages bureau. 26 28 Sec. 113. 28-A MRSA §1355, sub-§3, ¶C, as amended by PL 1993, c. 730, §46, is further amended to read: 30 A holder of a farm winery license, upon application to С. 32 and approval of the commission bureau and payment of the license fee, may obtain a license for one additional 34 location other than the winery licensed under this subsection. The holder of the license is not required to 36 conduct any bottling or production of wine at the 2nd licensed location but may conduct all activities permitted 38 by this section at the winery. Sec. 114. 28-A MRSA §1356, sub-§1, as enacted by PL 1987, c. 40 45, Pt. A, §4, is amended to read: 42 1. Illegal manufacture; penalty. Any person not licensed 44 by the commission bureau who manufactures for sale any liquor, and any person who sells any liquor manufactured by him that person without a license in the State, commits a Class E crime. 46 Sec. 115. 28-A MRSA §1361, sub-§§1 and 3, as enacted by PL 48 1987, c. 45, Pt. A, §4, are amended to read: 50

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 Certificate of approval required. No manufacturer or
 foreign wholesaler of malt liquor or wine may hold for sale, sell or offer for sale in intrastate commerce, or transport or cause
 to be transported into the State for resale, any malt liquor or wine unless the manufacturer or foreign wholesaler has obtained
 from the commission bureau a certificate of approval.

8 **3. Conditions on certificate of approval.** The certificate of approval is subject to the laws of the State and the rules of the commission <u>bureau</u>.

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A. Any violation of the rules of the commission <u>bureau</u> is ground for suspension or revocation of the certificate at the discretion of the Administrative Court Judge.

Sec. 116. 28-A MRSA §1361, sub-§4, as amended by PL 1993, c. 507, §1, is further amended to read:

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No sales of malt liquor or wine to person without 4. 20 wholesale license. No certificate of approval holder, except a small Maine brewery or Maine farm winery licensee allowed to sell 22 directly to retailers, may sell or cause to be transported into the State any malt liquor or wine to any person to whom a Maine 24 wholesale license has not been issued by the commission bureau. Malt liquor or wine must be delivered to the place of business of 26 the wholesaler as shown in the wholesaler's license, must be unloaded and inventoried at the wholesaler's premises upon the 28 wholesaler's receipt of the shipment and must come to rest before delivery is made to any retailer to enable the bureau to inspect 30 and inventory wholesale warehouses for the purpose of verifying taxes that are required to be paid on malt liquor and wine purchased by importers. 32

Sec. 117. 28-A MRSA §1362, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

§1362. Disposal of fees

The commission <u>bureau</u> shall deposit the fees collected under 40 section 1361 to the credit of the General Fund.

Sec. 118. 28-A MRSA §1363, sub-§2, ¶B, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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B. A manufacturer or holder of a certificate of approval
 46 may furnish a wholesale licensee materials and equipment for
 the use of the wholesale licensee or his the wholesale
 48 licensee's employees, such as:

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Painting the wholesale licensee's vehicles;

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2 Supplying legal advertising signs used by the (2)wholesale licensee in the course of his the wholesale 4 licensee's business; and 6 (3) Supplying uniforms for the employees of the wholesale licensee. 8 Sec. 119. 28-A MRSA §1364, as amended by PL 1991, c. 591, Pt. 10 VV, $\S5$, is further amended to read: 12 §1364. Invoices and reports 14 Furnish invoices. All certificate of approval holders 1. shall promptly file with the commission bureau a copy of every invoice sent to wholesale licensees and the original copy of the 16 Maine purchase order. The invoice must include the licensee's 18 name and the purchase number. 20 File monthly reports. 2. All certificate of approval holders shall furnish a monthly report on or before the 10th day 22 of each calendar month in the form prescribed by the commission bureau. 24 Certification that excise tax paid. No certificate of 3. approval holder may ship or cause to be transported into the 26 State any malt liquor or wine until the commission bureau has certified that: 28 30 The excise tax has been paid; or Α. 32 в. The Maine wholesale licensee, to whom shipment is to be made, has filed a bond to guarantee payment of the excise 34 tax as provided in section 1405. 36 4. Reports of low-alcohol spirits products. Each certificate of approval holder that manufactures low-alcohol 38 spirits products shall submit to the commission bureau, on or before the 10th day of each calendar month, a form specifying the 40 number of gallons of low-alcohol spirits product sold to wholesale licensees in the State with a copy of each invoice

42 relating to each such sale.

44 Sec. 120. 28-A MRSA §1365, as enacted by PL 1991, c. 591, Pt. VV, §6, is amended to read:

- §1365. Low-alcohol spirits product tax
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In addition to any tax or premium paid under section 1652 or 50 section 1703, each certificate of approval holder that

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manufactures low-alcohol spirits products shall pay a tax of 30ϕ on each gallon of low-alcohol spirits product sold to a wholesale 2 In addition to the forms filed pursuant licensee in the State. 4 to section 1364, a certificate of approval holder that manufactures low-alcohol spirits products shall file with the commission bureau a monthly report on the number of gallons of 6 low-alcohol spirits product sold to wholesale licensees in the 8 State. The certificate of approval holder must enclose payment for the tax due under this section on the reported sales.

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Sec. 121. 28-A MRSA §1371, sub-§1, as amended by PL 1989, c. 183, is further amended to read:

 Certificate of approval for special storage facilities. Notwithstanding the importation restrictions of sections 2073 and 2077, the eemmission bureau may issue certificates of approval authorizing the direct importation of malt liquor, wine or spirits from suppliers located in foreign countries or other states into special warehouse storage facilities located within the State that are under the direct supervision and control of the certificate of approval holder or into a public warehouse
 with the approval of the commission bureau.

Sec. 122. 28-A MRSA §1371, sub-§3, ¶¶B and C, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

B. The State-Liquer-Commission <u>alcohol bureau</u> may withdraw spirits from special warehouse storage facilities.

 C. Out-of-state purchasers authorized by the commission bureau may withdraw spirits, wine and malt liquor from special warehouse storage facilities. The authorization allows the out-of-state purchasers to directly transport the spirits, wine and malt liquor to the state border for delivery out-of-state. Products withdrawn by authorized out-of-state purchasers for delivery outside of the State are not subject to the state excise tax or premium.

Sec. 123. 28-A MRSA §1401, sub-§§1, 4 and 5, as enacted by PL 40 1987, c. 45, Pt. A, §4, are amended to read:

Issuance of licenses. The commission <u>bureau</u> may issue licenses under this section for the sale and distribution of malt liquor or wine at wholesale.

46 4. Temporary permits. The commission <u>bureau</u> may issue special permits, upon application in writing, for the temporary
 48 storage of malt liquor or wine under terms and upon conditions prescribed by the commission <u>bureau</u>.

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5. Qualifications. The commission <u>bureau</u> may not issue a wholesale license to an applicant unless:

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A. If the applicant is a person, the applicant has been a resident of the State for at least 6 months; or

B. If the applicant is a corporation, the applicant has conducted business in this State for at least 6 months.

Sec. 124. 28-A MRSA §1402, sub-§§1 and 2, as amended by PL 1987, c. 342, §110, are further amended to read:

Taste testing on wholesale licensee's premises. With
 the commission's <u>bureau's</u> written permission, a wholesale
 licensee may designate a special area or room on the wholesale
 licensee's premises for the specific purpose of taste testing
 wine or malt liquor products.

2. Taste testing on retail licensee's premises. With the
 20 eommission's <u>bureau's</u> written permission, a wholesale licensee
 may rent or lease an area or room from an on-premise retail
 22 licensee for the purpose of inviting retail licensees to taste
 test wine or malt liquor products.

Sec. 125. 28-A MRSA §1403, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

 No purchases other than from certificate of approval holder. No wholesale licensee may purchase or cause to be transported into the State any malt liquor or wine from any person to whom the commission <u>bureau</u> has not issued a certificate of approval.

Sec. 126. 28-A MRSA §1403, sub-§1-A, as enacted by PL 1987, c. 342, §111, is amended to read:

1-A. Wholesale licensee may purchase from wholesale
 38 licensee. The commission bureau may give written permission to a wholesale licensee to purchase malt liquor or wine from another
 40 wholesale licensee.

42 Sec. 127. 28-A MRSA §1403, sub-§4, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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4. Monthly report. By the 10th day of each calendar month,
46 each wholesale licensee shall furnish to the commission <u>bureau</u>, in the form prescribed by the commission <u>bureau</u>, a monthly report
48 of all malt liquor or wine purchased and sold during the preceding month.

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Sec. 128. 28-A MRSA §1404, sub-§1, ¶¶A to F, as enacted by PL 1987, c. 45, Pt. A, §4, are amended to read:

A. The commission <u>bureau</u> shall furnish all purchase order forms.

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B. The unbonded wholesale licensee shall complete the forms in quintuplet <u>quintuplicate</u>.

- C. The unbonded wholesale licensee ordering malt liquor or wine shall mail 3 copies of the form to the commission
 <u>bureau</u> with a check for the amount of excise taxes required to cover the amount of the order.
- D. The unbonded wholesale licensee may mail the original copy of the order to the brewery or winery or wholesaler with whom he <u>the licensee</u> wishes to place the order.

E. On receipt of the 3 copies and a check for excise taxes,
 the commission bureau shall promptly process the copies and return one copy to the wholesale licensee and send one to
 the brewery, winery or foreign wholesaler designated to receive the order. The commission bureau shall keep the 3rd copy on file.

- F. No brewery, winery or foreign wholesaler may ship or release malt liquor or wine for delivery in Maine until notified by the commission <u>bureau</u> that the excise tax has been paid in accordance with this section.
- Sec. 129. 28-A MRSA §1405, sub-§1, ¶¶A and D, as enacted by PL 32 1987, c. 45, Pt. A, §4, are amended to read:
- 34 A. The commission <u>bureau</u> shall furnish all purchase order forms.
- D. The bonded wholesale licensee shall then mail to the eemmission <u>bureau</u> one copy of the form and retain one copy for his <u>the licensee's</u> files.
- Sec. 130. 28-A MRSA §1405, sub-§2, as enacted by PL 1987, c. 42 45, Pt. A, §4, is amended to read:
- 2. Corporate security bond. To secure payment of the excise tax and premium, each wholesale licensee shall file with
 the commission bureau a corporate surety bond guaranteeing payment of the proper excise tax and premium due the State from
 him.

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The commission burgau shall fix the amount and terms of Α. 2 the bond, subject to the following retrictions restrictions. The bond must be equal to the highest monthly 4 (1)excise tax and premium paid by the wholesale licensee during the period of his the prior year license, plus 6 10% of the highest month. 8 (2) New licensees desiring to furnish bond under this 10 section shall furnish a corporate surety bond in an amount to be determined by the commission bureau. 12 All bonds shall must be provided and effective (3) only for each licensed year. 14 16 Failure to pay the excise tax and premium when due is в. grounds for suspension of the license of the wholesale licensee. 18 Sec. 131. 28-A MRSA §1405, sub-§3, ¶B, as enacted by PL 1987, 20 c. 45, Pt. A, §4, is amended to read: 22 At the time of payment of the excise tax and premium, в. each Maine wholesale licensee shall file with the commission 24 bureau in the form prescribed by the commission bureau: 26 A verified monthly report of all malt liquor or (1)wine purchased or imported based on the date of 28 shipment invoice during the preceding calendar month; 30 and Any additional information the commission bureau 32 (2)requires to compute and ensure the accuracy of the excise tax and premium payment accompanying the report. 34 36 Sec. 132. 28-A MRSA §1406, as enacted by PL 1987, c. 45, Pt. A, $\S4$, is amended to read: 38 §1406. Report of changes in wholesale licensees and certificate of approval holders to bureau 40 42 Certificate of approval holders must list wholesale 1. licensees with bureau; changes. Each certificate of approval holder shall: 44 46 A. File with the commission bureau a list of the wholesale licensees who distribute their products in the Stater; and 48

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Β. Certificate-of-approval-holders-shall-give Give written notice to the eemmissien bureau and the wholesale licensee 2 affected at least 90 days before any change in: 4 (1) Its wholesale licensees; or б The territory of its wholesale licensee in the (2) 8 State. 10 2. Wholesale licensees must list certificate of approval holders with bureau; changes. Each wholesale licensee shall: 12 Α. File with the commission bureau: 14 A list of the certificate of approval holders for (1)whom it distributes malt liquor or wine in the State; 16 and 18 A statement of the boundaries of its territories -: (2) 20 and Wholesale-licensees-shall-give Give written notice to 22 в. the commission bureau and the certificate of approval holder affected at least 90 days before any change in: 24 26 (1) Its territory; or 28 (2) The distribution of its products. 30 3. Shortened waiting period before change. The commission bureau may shorten the waiting period before a change is made in 32 the following situations. 34 Α. A certificate of approval holder or a wholesale licensee may request a hearing before the commission bureau to shorten the waiting period before a change is made. The 36 commission bureau may, for cause, shorten the waiting period 38 before approving a change in either the wholesale licensee or the wholesale licensee's territory. 40 Β. If both the certificate of approval holder and the wholesale licensee affected waive the 90-day waiting period 42 by giving the commission bureau written notice, then the 44 commission bureau may immediately approve a change in either the wholesale licensee or the wholesale licensee's territory. 46 Sec. 133. 28-A MRSA §1408, sub-§4, ¶A, as enacted by PL 1987, 48 c. 342, §113, is amended to read:

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A. The commission <u>bureau</u> may give written permission to certificate of approval holders, manufacturers or wholesale licensees to reduce the notice period for price changes in specific instances.

Sec. 134. 28-A MRSA §1501, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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1501. Lists of officers, partners and sales representatives

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All persons selling liquor to the State shall furnish to the eemmission alcohol bureau and the bureau a list of all officers and directors, if a corporation, or a list of all partners, if a partnership, and the name of the sales representatives of the person within the State.

Sec. 135. 28-A MRSA §1502, first ¶, as enacted by PL 1987, c. 18 45, Pt. A, §4, is amended to read:

20 The sales representatives shall apply to the commission <u>bureau</u> for a license disclosing the person, firm or corporation 22 represented.

24 Sec. 136. 28-A MRSA §1503, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

§1503. Revocation of license

Licenses issued by the commission <u>bureau</u> under this chapter 30 shall <u>must</u> be revoked for the violation of the liquor laws or any rule adopted by the commission <u>bureau</u>.

Sec. 137. 28-A MRSA §1652, sub-§3, as enacted by PL 1987, c. 34 45, Pt. A, §4, is amended to read:

36 3. General Fund. The commission <u>bureau</u> shall immediately deposit all money received under this section to be credited to 38 the General Fund.

40 Sec. 138. 28-A MRSA §1652, sub-§4, as amended by PL 1991, c. 791, §3, is further amended to read:

 4. Excise tax accounts and adjustments. The commission
 44 <u>bureau</u> shall open an excise tax account with all manufacturers, wholesale licensees and certificate of approval holders and make
 46 the following adjustments when appropriate.

A. The commission <u>bureau</u> may grant credits and make tax adjustments that it determines the wholesale licensee or certificate of approval holder is entitled to upon the

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filing of affidavits in the form prescribed by the commission bureau.

The commission bureau shall refund all excise tax and 4 в. premium paid by the wholesale licensee or certificate of approval holder on all malt liquor or wine caused to be 6 destroyed by a supplier as long as the quantity and size are 8 verified by the bureau and the destruction is witnessed by an authorized representative of the bureau.

If a wholesale licensee's inventories are destroyed by С. 12 fire, flood or other natural disaster, the commission bureau may refund the excise tax and premium on the wholesale 14 licensee's inventories.

16 Any wholesale licensee selling malt liquor or wine to an D. instrumentality, a licensee for resale to an airline, a 18 training site or a ship chandler shall present proof of that sale to the commission <u>bureau</u>. The commission <u>bureau</u> shall grant to the wholesale licensee a credit of all state excise 20 tax and premium paid in connection with that sale under the following conditions. 22

24 The commission bureau shall grant a credit for the (1)excise tax and premium on malt liquor or wine sold by wholesale licensees to any instrumentality of the 26 United States or any Maine National Guard state 28 training site exempted by the commission bureau.

30 (2) The commission bureau shall grant a credit for the excise tax and premium on malt liquor or wine sold to 32 any ship chandler, provided that the malt liquor and wine are resold to vessels of foreign registry for consumption after that vessel has left port or are 34 resold for consumption on board vessels of United 36 States registry that are destined for a foreign port.

38 (3) The commission bureau shall grant a credit for the excise tax and premium on malt liquor and table wine 40 sold to a licensee registered with the bureau for resale to licensed airlines or to unlicensed airlines 42 for their international flights.

44 Sec. 139. 28-A MRSA §1703, sub-§1, as enacted by PL 1987, c. 45, Pt. A, $\S4$, is amended to read:

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1. Spirits. The commission alcohol bureau shall sell all spirits, at a price which that will produce, in addition to any 48other tax or charge imposed under state or federal law, a premium

in the amount specified in subsection 3.

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Sec. 140. 28-A MRSA §1703, sub-§2, ¶A, as enacted by PL 1987, 2 c. 45, Pt. A, §4, is amended to read: 4 The commission bureau shall open a premium account with Α. all manufacturers and importing wholesalers. 6 Sec. 141. 28-A MRSA §1703, sub-§2, ¶C, as amended by PL 1991, 8 c. 591, Pt. VV, §9, is further amended to read: 10 с. Premiums must be paid to the commission bureau by the Maine manufacturer or importing wholesaler. 12 Sec. 142. 28-A MRSA §1703, sub-§2, ¶E, as enacted by PL 1987, 14 c. 45, Pt. A, §4, is amended to read: 16 The commission bureau shall grant credits and make Ε. adjustments under this subsection on the same terms and 18 conditions as provided in section 1652. 20 Sec. 143. 28-A MRSA §1703, sub-§4, as amended by PL 1989, c. 934, Pt. C, §4, is further amended to read: 22 Payment to General Fund. The commission alcohol bureau 24 4. and bureau shall immediately pay all premiums it-collects they collect under this section to the Treasurer of State to be 26 credited to the General Fund. 28 Sec. 144. 28-A MRSA §1703, sub-§5, as enacted by PL 1989, c. 934, Pt. C, §5, is amended to read: 30 The amount of funds appropriated from Appropriation. 32 5. the General Fund to the Office of Substance Abuse, as established in Title 5, chapter 521, may not be less than the dollar amount 34 collected or received by the commission alcohol bureau and bureau under this section. 36 Sec. 145. 28-A MRSA §1704, as amended by PL 1989, c. 700, Pt. 38 A, §116 and repealed by c. 934, Pt. C, §6, is repealed. 40 Sec. 146. 28-A MRSA §2051, sub-§2, ¶A, as amended by PL 1987, c. 426, is further amended to read: 42 A. When a person is adjudged to have committed his a first 44 offense under this section, the judge shall inform that person that the forfeitures for the 2nd and subsequent 46 offenses are mandatory and cannot be suspended, except as provided in paragraph B. Failure to inform the first 48 offender that subsequent forfeitures are mandatory is not a ground for suspension of any subsequent forfeiture. 50

- Sec. 147. 28-A MRSA §2051, sub-§4, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:
- 4. Illegal possession and illegal transportation. If a minor is charged with illegal possession under this section, he the minor may not be charged with illegal transportation under section 2052.
- 10 Sec. 148. 28-A MRSA §2052, sub-§1, ¶A, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:
- A. A minor may transport liquor or permit liquor to be transported in a motor vehicle if in the scope of his the minor's employment, or at the request of his the minor's parent, legal guardian or custodian, as defined in Title 22, section 4002.
- Sec. 149. 28-A MRSA §2052, sub-§2, as enacted by PL 1987, c. 20 45, Pt. A, §4, is amended to read:
- 22 2. No conviction if liquor not within minor's section. No minor may be found in violation of any offense under this section
 24 if liquor is found outside the passenger or driver's section of a motor vehicle under his the minor's control, unless the minor has
 26 actual knowledge of the presence of the liquor. The trunk or locked glove compartment of any vehicle shall may not be construed under this section to be within the passenger or driver's section of the motor vehicle.
- Sec. 150. 28-A MRSA §2054, as enacted by PL 1987, c. 45, Pt. 32 A, §4, is amended to read:
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§2054. Execution of suspension stayed during appeal

- 36 If any person adjudicated to be in violation of section 2052 appeals from the judgment of the trial court, the execution of 38 any suspension imposed on his that person's license, right to obtain a license, and right to operate a motor vehicle in the 40 State shall-be is stayed pending appeal and shall-begin begins when and if the judgment is upheld or the appeal is withdrawn.
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Sec. 151. 28-A MRSA §2071, as enacted by PL 1987, c. 45, Pt. A, §4, is amended by repealing and replacing the headnote to read:

- 46 §2071. Failure to appear before the bureau
- 48 Sec. 152. 28-A MRSA §2071, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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2 1. Failure to appear when summoned. It is illegal for a person who is summoned as a witness by a-member-of-the-commission 4 the bureau to appear before the commission bureau, to fail to appear without reasonable cause at the time and place designated in the subpoena or summons. 6 8 Sec. 153. 28-A MRSA §2072, sub-§1, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read: 10 1. Illegal deposit or possession. No person may deposit or 12 have in his that person's possession any liquor: 14 A. With intent to sell the liquor in the State in violation of law; 16 В. With intent that the liquor shall be sold in the State in violation of law by any person; or 18C. With intent to aid or assist any person in an illegal 20 sale. 22 Sec. 154. 28-A MRSA §2073, sub-§3, ¶¶A, E and F, as enacted by PL 1987, c. 45, Pt. A, $\S4$, are amended to read: 24 26 Upon application, the commission bureau may grant to an Α. individual a permit to transport liquor purchased for his 28 that person's own personal use. 30 Ε. The eommission <u>bureau</u> may permit in writing the importation of liquor into the State and the transportation of liquor from place to place within the State to the 32 following destinations for the specified purposes: 34 To hospitals and state institutions, for medicinal (1)36 purposes only, liquor made available to them from stocks of liquor seized by the Federal Governmentr; 38 (2)To industrial establishments in the State for industrial uses; 40 42 (3)To schools, colleges and state institutions for laboratory use only; 44 To any licensed pharmacist in the State for use in (4) 46 the compounding of prescriptions and other medicinal use, but not for sale by pharmacists unless compounded 48 with or mixed with other substances; or

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(5)physician, surgeon, То any osteopath, chiropractor, optometrist, dentist or veterinarian for 2 medicinal use only. 4 F. The commission bureau may authorize hospitals and state institutions to purchase liquor, for medicinal purposes б only, from wholesale licensees and state liquor stores. 8 Such This authorization must be in writing. Sec. 155. 28-A MRSA §2075, sub-§1, as amended by PL 1993, c. 10 730, §47, is further amended to read: 12 Only the commission may import spirits; exception. 1. Except as provided in this section, no person other than the 14commission alcohol bureau may import spirits into the State. 16 An individual may transport into the State and may Α. transport from place to place within the State spirits for 18 the individual's personal use in a quantity not greater than 4 quarts. 20 Sec. 156. 28-A MRSA §2076, sub-§1, as enacted by PL 1987, c. 22 45, Pt. A, §4, is amended to read: 24 Delivery of liquor. Except with the commission's 1. bureau's written permission, no person may knowingly transport to 26 or cause to be delivered to any person other than the commission alcohol bureau any spirits not purchased from a state liquor 28 store or the commission alcohol bureau. 30 Sec. 157. 28-A MRSA §2077-A, sub-§1, as enacted by PL 1993, c. 60, \S_2 , is amended to read: 32 Receipt. Notwithstanding section 2077, a person may 34 1. apply to the commission bureau and be issued a permit to receive, for personal use and not for resale, a shipment of malt liquor or 36 wine from another state. For receipt of each shipment the following requirements must be satisfied. 38 A. The receiver may not be under 21 years of age. 40 B. The total amount of malt liquor received may not exceed 42 2.4 gallons per month per individual, and the total amount of wine received may not exceed 2.4 gallons per month per 44 individual. 46 The receiver may not be a licensee or C. licensed establishment. 48

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- D. The receiver must obtain a \$5 permit for every shipment of malt liquor that is received and a \$10 permit for every shipment of wine that is received.
- Sec. 158. 28-A MRSA §2077-A, sub-§2, ¶F, as enacted by PL 1993, c. 60, §2, is amended to read:
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F. Shipments must be made in accordance with rules adopted by the commission <u>bureau</u>.

Sec. 159. 28-A MRSA §2079, as amended by PL 1987, c. 342, 12 §122, is further amended to read:

14 §2079. Aiding children in illegal possession or sale

16 Any person who personally or by his <u>that person's</u> employee or agent, directly or indirectly, employs or permits any child 18 under the age of 16 years to assist him <u>that person</u> in the illegal possession or the illegal sale of liquor commits a Class 20 E crime, and shall <u>must</u> be punished accordingly in addition to the penalties otherwise provided against the illegal possession 22 for sale or illegal sale of liquor.

24 Sec. 160. 28-A MRSA §2202, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:

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§2202. Bail after failure to comply with terms of bond

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In any prosecution for violation of the laws relating to manufacture or sale of liquor, a defendant who has failed to comply with the term of any bond entered into by him the defendant in that case may not again be admitted to bail in that case or upon arrest on any warrant issued in that case, except by a justice of the court in which that prosecution is pending.

36 Sec. 161. 28-A MRSA §2221-A, sub-§5, ¶D, as enacted by PL 1987, c. 342, §128, is amended to read:

D. The Department of Public Safety is responsible for 40 maintaining a centralized record of property seized, held by an order to the department. At least quarterly, the department shall provide a report of the disposition of 42 property previously held by the department and ordered by the court to any governmental entity to the Commissioner of 44 Finance Administrative and Financial Services and the Office of Fiscal and Program Review for review. 46 These records must include an estimate of the fair market value of items seized.

Sec. 162. 28-A MRSA §2229, as enacted by PL 1987, c. 45, Pt. 50 A, §4, is amended to read:

2 §2229. Disposal of forfeited liquors

4	 Court or judge to order forfeited liquor to be turned over to the alcohol bureau. All liquors spirits declared
б	forfeited by a court under this Title shall must, by order of the
8	court rendering the final judgment, be turned over to the commission <u>alcohol bureau</u> . <u>All malt liquor or wine declared</u> forfeited by a court under this Title must, by order of the court
10	rendering final judgment, be turned over to the bureau. Liquor forfeited under this section must be disposed of in the same
12	manner as abandoned liquor under section 2230.
14	2. Sale of forfeited liquor by alcohol bureau. Except as provided in paragraph A, the commission <u>alcohol bureau</u> shall sell
16	forfeited liquor in the state liquor stores throughout the State.
18	A. If any liquor is determined by the court to be unfit or unsatisfactory for consumption or retail sale, the court may
20	order the liquor to be destroyed by any officer competent to serve the process on which it was forfeited. The officer
22	shall make the return accordingly to the court.
24	(1) The liquor shall <u>must</u> be destroyed by pouring it upon the ground or into a public sewer.
26	Sec. 163. 28-A MRSA §2230, sub-§2, ¶B, as enacted by PL 1993,
28	c. 730, §51, is amended to read:
30	B. Secure the liquor for a period of 30 days, after which time the agency shall transfer the liquor to the bureau.
32 34	The bureau shall dispose of any malt liquor or wine and shall transfer any spirits to the commission <u>alcohol bureau</u> for sale at state liquor stores <u>or disposal</u> .
36	Sec. 164. 28-A MRSA §2507, sub-§3, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:
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40	3. Reckless conduct. Service of liquor is reckless if a server intentionally serves liquor to an individual when the server knows that the individual being served is a minor or is
42	visibly intoxicated and the server consciously disregards an obvious and substantial risk that serving liquor to that
44	individual will cause physical harm to the drinker or to others.
46	For purposes of this Act, the disregard of the risk, when viewed in light of the nature and purpose of the server's conduct and
48	the circumstances known to him the server, must involve a gross deviation from the standard of conduct that a reasonable and
50	prudent person would observe in the same situation.

Sec. 165. 28-A MRSA §2518, as enacted by PL 1987, c. 45, Pt. A, §4, is repealed.

Sec. 166. 28-A MRSA §2519, sub-§1, as amended by PL 1993, c. 266, §34, is further amended to read:

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1. Approval of alcohol server education courses. The Commissioner of Public-Safety commissioner shall approve alcohol server education courses for a period of 2 years that meet the criteria developed under this section. The commissioner may renew approval provided the course meets the criteria applicable at the time of renewal.

Course providers may request renewal by submitting current course material at least 60 days prior to the date of expiration.

18 Sec. 167. 28-A MRSA §2519, sub-§5, as amended by PL 1993, c. 266, §35, is further amended to read:

 Fee. The fee for enrollment in a Bureau-of--Liquer
 Enferement <u>bureau</u> alcohol server education course is \$28 per participant.

Sec. 168. 28-A MRSA §2519, sub-§§6 and 7, as amended by PL 1993, c. 730, §52, are further amended to read:

28 б. Instructor training. Each instructor providing instruction in an approved alcohol server education course shall biennially attend a seminar on the liquor laws of the State 30 provided by an employee of the Bureau-of-Liquor--Enforcement There is a \$5 fee for the seminar to offset expenses 32 bureau. incurred in carrying out this subsection. The instructor of each course provided shall supply the Bureau-of-Liquor-Enforcement 34 bureau with the name, address and telephone number of each attendant. 36

38 7. Course accountability. The chief may appoint an employee of the bureau to monitor each alcohol server education course to ensure that the course presents proper training and 40 The Bureau-of-Liquor-Enforcement meets the approved criteria. 42 bureau shall maintain a record of the participants who have completed an alcohol server training course. Each instructor of 44 an approved course shall provide the chief with the names, addresses, dates of birth and social security numbers of students 46 who complete the course and the date of completion. The instructors shall forward \$3 of the enrollment fee to the Bureau of--Liquor--Enforcement <u>bureau</u> for every name submitted. 48 The amounts collected must be retained by the Bureau--of--Liquor

Enforcement <u>bureau</u> to cover costs incurred in carrying out this subsection.

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Sec. 169. 28-A MRSA §2519, sub-§8, as enacted by PL 1993, c. 266, §36, is amended to read:

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8. Alcohol server education courses; approval; suspension;
revocation. The Commissioner-of-Public-Safety commissioner may refuse to issue or renew approval for an alcohol server education
course. The Commissioner-of-Public-Safety commissioner may suspend or revoke approval for an alcohol server education course
upon the recommendation of the advisory committee after reviewing the report of the monitor. The following are grounds for an action to refuse to issue or renew approval or to suspend or revoke approval.

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A. The advisory committee finds that an alcohol server
 18 education course does not meet the criteria listed in subsection 3 or specific criteria determined by the
 20 committee.

B. The course, when presented, does not follow specific criteria determined by the advisory committee before
 issuance of approval.

C. The instructor of the course does not provide information or access to the monitor as required by subsection 7.

30 D. Fraud or deceit is used to obtain course approval or in providing the course or issuing certificates.

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A person aggrieved by a decision of the Commissioner-of--Publie
 Safety commissioner to refuse to issue or renew approval or to suspend or revoke approval for an alcohol server education course
 may, within 30 days of receipt of that decision, appeal the decision to the Administrative Court.

Sec. 170. 28-A MRSA §2520, as amended by PL 1991, c. 837, Pt. 40 A, §60, is further amended to read:

- 42 §2520. Liquor service education
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The Bureau--of--Liquor--Enforcement <u>bureau</u> shall provide educational services regarding retail liquor sales as follows.

 Seminars. The Bureau-of--Liquor--Enforcement <u>bureau</u>
 shall, from time to time, conduct seminars throughout the State to provide retailers and their employees with information on changes in the laws governing retail sales of liquor. 2 Informational signs. The Bureau-of-Liquor-Enforcement 2. bureau shall develop informational signs which may be located in establishments. signs retail These shall must outline requirements of state law regarding proper identification for 6 retail sales and other information to enhance compliance with state liquor laws.

3. Legal pamphlet. The Bureau-of-Liquor-Enforcement bureau 10 shall prepare a pamphlet summarizing state laws governing retail liquor sales. The bureau shall make single copies of this pamphlet available to retailers. 12

Sec. 171. 36 MRSA §172, sub-§1, as amended by PL 1987, c. 45, 14 Pt. B, $\S6$, is further amended to read:

Liquor licensee. If the taxpayer is a liquor licensee, 1. 18 the State--Liquer--Commission Department of Public Safety, to Bureau of Liquor Enforcement, which shall construe that liability and lack of cooperation to be a ground for denying, suspending or 20 revoking the taxpayer's liquor license in accordance with Title 22 28-A, section 707 and chapter 33; or

SUMMARY

This bill updates statutory provisions to reflect changes 28 made in unallocated language in Public Law 1993, chapter 410, Parts XX and ZZ. Public Law 1993, chapter 410, Part XX combined the State Liquor Commission and the State Lottery Commission into 30 the State Liquor and Lottery Commission. Public Law 1993, 32 chapter 410, Part ZZ transferred the licensing functions and the taxation responsibilities of the Bureau of Liquor Enforcement 34 from the Department of Administrative and Financial Services to the Department of Public Safety. This bill also corrects gender 36 references, repeals obsolete provisions and makes other technical changes to reflect current drafting standards.

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