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2 X	L.D. 460
2	DATE: May 9, 2001 (Filing No. 5-168)
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6	LEGAL AND VETERANS AFFAIRS
8	Reported by:
10	Reproduced and distributed under the direction of the Secretary of the Senate.
12	STATE OF MAINE
14	STATE OF MAINE SENATE 120TH LEGISLATURE
16	FIRST REGULAR SESSION
18	COMMITTEE AMENDMENT "A" to S.P. 136, L.D. 460, Bill, "An
20	Act to Promote Fairness and Equity in Liquor Prices"
22	Amend the bill by striking out everything after the enacting clause and before the summary and inserting in its place the
24	following:
26	' Sec. 1. 28-A MRSA §606, sub-§1-A, ¶A, as repealed and replaced by PL 1993, c. 276, §3, is amended to read:
28	A. The sale price of spirits sold to $a_{\frac{1}{2}}$ dense all
30	<u>licensees and other persons</u> under this subsection must equal the price for which a licensee would purchase liquor at a
32	state store established in subsection 8.
34	Sec. 2. 28-A MRSA §606, sub-§8, as amended by PL 1997, c. 24, Pt. L, §4, is further amended to read:
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38	8. Limits on price. An agency liquor store may not sell spirits and fortified wine for less than 103% 104% of the price paid-by-the agency-liquor-store current price that would be paid
40	by the agent to the State for that product. An agency liquor store shall file with the bureau on a monthly basis the prices
42	charged by the agency liquor store for delivered spirits and fortified wine sold to all licensees. During the period of time
44	between the filing of monthly reports, an agency liquor store
46	shall also file with the bureau supplemental reports with respect to any price changes made by the agency liquor store. An agency
	liquor store shall make posted price items available for sale to
48	retail customers at the posted price. An agency liquor store may

Page 1-LR1978(2)

COMMITTEE AMENDMENT

COMMITTEE AMENDMENT " A" to S.P. 136, L.D. 460 not sell spirits to-persons-other-than-on-promises-ligensees for more than the list price set in accordance with chapters 65 and 2 67.' 4 Further amend the bill by inserting at the end before the б summary the following: 8 **'FISCAL NOTE** 10 2001-02 2002-03 12 **REVENUES** 14 General Fund (\$124,100)(\$165, 450)16 This bill will likely result in a further shift of sales from certain state liquor stores to agency liquor stores. The 18 resulting loss of the retail markup on these sales will decrease General Fund undedicated revenue by \$124,100 in fiscal year 2001-02 and \$165,450 in fiscal year 2002-03. The actual amounts 20 may be higher depending on the level of price competition and the 22 effect of the price competition on the buying practices of on-premises licensees and agents. 24 If the Governor's proposed "current services" budget, as amended by Committee Amendment "A," is enacted, the impact of 26 this bill on General Fund undedicated revenue will be negligible. 28 The additional enforcement costs can be absorbed by the 30 Bureau of Liquor Enforcement within the Department of Public Safety utilizing existing budgeted resources.' 32 34 SUMMARY 36 This amendment replaces the original bill. It requires an agent to sell spirits and fortified wine for at least 104% of the 38 price a state store charges for that product. It also requires that an agent must sell its products to on-premise licensees and 40 retail customers for the same price. Under this amendment, the agent would be required to file monthly reports with the Bureau of Liquor Enforcement indicating the price at which it is selling 42 delivered spirits and fortified wine to all licensees and intermittent reports indicating any price changes made by the 44 agent. It also adds a fiscal note to the bill.

Page 2-LR1978(2)

COMMITTEE AMENDMENT