## MAINE STATE LEGISLATURE

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## 121st MAINE LEGISLATURE

## FIRST REGULAR SESSION-2003

**Legislative Document** 

No. 198

H.P. 157

House of Representatives, January 21, 2003

An Act to Fund the Fund for a Healthy Maine From an Increase in Liquor Taxes

Reference to the Committee on Taxation suggested and ordered printed.

Millient M. MacFarland
MILLICENT M. MacFARLAND
Clerk

Presented by Representative SUSLOVIC of Portland.
Cosponsored by Senator STRIMLING of Cumberland and
Representatives: CUMMINGS of Portland, DUDLEY of Portland, FAIRCLOTH of Bangor,
LAVERRIERE-BOUCHER of Biddeford, MARLEY of Portland, MILLS of Cornville,
PERRY of Calais, SIMPSON of Auburn.

Be it enacted by the People of the State of I	Maine	as follows:
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- Sec. 1. 28-A MRSA §1651, sub-§1, as amended by PL 1999, c. 166, §1, is further amended to read:
- State liquor tax. Except as provided in subsection 2, the commission shall determine and set the list price at which to sell all spirits and fortified wine that will produce an 8 aggregate state liquor tax sufficient to pay all liquor-related 10 expenses of the Bureau of Alcoholic Beverages and Lottery Operations and to return to the General Fund an amount 12 substantially equal to 125% of the amount of state liquor tax collected in the--previous fiscal year 2002-03. exception of the discount agency liquor stores in Kittery and 14 Calais, list prices must be uniform statewide.

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C. The commission shall add any cost to the State related to handling containers returned for refund pursuant to Title 32, section 1863-A to the established price without markup.

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- Sec. 2. 28-A MRSA §1651, sub-§4, as enacted by PL 1987, c. 45, Pt. A, §4, is amended to read:
- 4. Net revenue deposited to General Fund. The commission shall deposit all net revenue derived from the tax under this section to the credit of the General Fund; the Treasurer of State shall credit annually 10% of the net revenue received pursuant to this subsection to the Fund for a Healthy Maine established in Title 22, section 1511.

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- Sec. 3. 28-A MRSA §1652, sub-§1, as repealed and replaced by PL 1987, c. 342, §116, is amended to read:
- 1. Excise tax on malt liquor. An excise tax is imposed on the privilege of manufacturing and selling malt liquor in the State. The Maine manufacturer or importing wholesale licensee shall pay an excise tax of 25¢ 31.25¢ per gallon on all malt liquor sold in the State.
  - Sec. 4. 28-A MRSA §1652, sub-§1-A, as amended by PL 1993, c. 462, §7, is further amended to read:

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1-A. Excise tax on low-alcohol spirits products and fortified wines. An excise tax is imposed on the privilege of manufacturing and selling low-alcohol spirits products and fortified wines in the State. The Maine manufacturer or importing wholesale licensee shall pay an excise tax of \$1 \frac{\$1.25}{} per gallon on all low-alcohol spirits products and fortified wines manufactured in or imported into the State.

2	Sec. 5. 28-A MRSA §1652, sub-§2, as amended by PL 1997, c. 767, §4, is further amended to read:
4	2. Excise tax on wine; hard cider. An excise tax is
6	imposed on the privilege of manufacturing and selling wine in the State. The Maine manufacturer or importing wholesale licensee
8	shall pay an excise tax of 30¢ 37.5¢ per gallon on all wine other than sparkling wine manufactured in or imported into the State,
10	\$\frac{1}{51.25}\$ per gallon on all sparkling wine manufactured in or imported into the State and \frac{25\psi}{21.25\psi}\$ per gallon on all hard
12	cider manufactured in or imported into the State.
14	Sec. 6. 28-A MRSA §1652, sub-§3, as amended by PL 1997, c. 373, §137, is further amended to read:
16	3. General Fund. The bureau shall immediately deposit all
18	money received under this section to be credited to the General Fund; the Treasurer of State shall credit 10% of the money
20	received pursuant to this subsection to the Fund for a Healthy Maine established in Title 22, section 1511.
22	Sec. 7. Effective date. This Act takes effect October 1, 2003.
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26	SUMMARY
28	This bill increases the tax imposed on spirits, malt liquor, low-alcohol spirits, fortified wine and hard cider by 25%. Ten
30	percent of the tax on those products is dedicated to the Fund for a Healthy Maine.