
By: Delegate Fulton

Introduced and read first time: February 7, 1996

Assigned to: Ways and Means

Reassigned: Economic Matters, February 12, 1996

Committee Report: Favorable

House action: Adopted

Read second time: March 20, 1996

CHAPTER ____

1 AN ACT concerning

2 **Trade Regulation - Cigarette Sales Below Cost Act**

3 FOR the purpose of altering the definition of "basic cost of cigarettes" in the Maryland

4 Cigarette Sales Below Cost Act.

5 BY repealing and reenacting, with amendments,

6 Article - Commercial Law

7 Section 11-501(b)

8 Annotated Code of Maryland

9 (1990 Replacement Volume and 1995 Supplement)

10 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

11 MARYLAND, That the Laws of Maryland read as follows:

12 **Article - Commercial Law**

13 11-501.

14 (b) "Basic cost of cigarettes" means the lesser of the invoice cost or the
15 replacement cost of cigarettes to the retailer or wholesaler; plus any in-freight charge to
16 the wholesaler otherwise not included in the invoice cost or the replacement cost; PLUS
17 THE FULL FACE VALUE OF ANY APPLICABLE MARYLAND CIGARETTE TAX; minus any
18 trade discount or discount for cash.

19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

20 October 1, 1996.

