HOUSE No.

The Commonwealth of Massachusetts

PRESENTED BY:

Bradley H. Jones, Jr.

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act to study gasoline-focused sales-below-cost.

PETITION OF:

NAME:DISTRICT/ADDRESS:DATE ADDED:Bradley H. Jones, Jr.20th Middlesex1/13/2025

HOUSE No.

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[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE HOUSE, NO. 3181 OF 2023-2024.]

The Commonwealth of Massachusetts

In the One Hundred and Ninety-Fourth General Court (2025-2026)

An Act to study gasoline-focused sales-below-cost.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

SECTION 1. Notwithstanding any general or special law to the contrary, there shall be a special commission to study and provide recommendations on the feasibility of eliminating gasoline-focused sales-below-cost (SBC) laws for all gasoline station fuel sales in the commonwealth. The commission shall seek to find the quantifiable effects of gasoline-focused sales-below-cost laws in the commonwealth. The study shall seek to use an econometric fixed-effects model with longitudinal and state panel data to examine the effects of SBC laws on the weighted average price of unleaded gasoline, the wholesale price of gasoline, and the number of sellers in the retail gasoline sector. The commission shall investigate states in the United States that do not have SBC laws and determine the feasibility of instituting a similar approach in the commonwealth. The commission shall make determinations on the economic feasibility of repealing SBC laws in the commonwealth. The commission shall take into account market

concentration, wholesale prices, and retail prices. The commission shall make recommendations on guidelines and approaches to dealing with SBC laws and estimates of potential savings for consumers. The commission's recommendations may include but are not limited to retaining the law, raising or lowering the gasoline price floor, or repealing the law entirely. The commission shall seek input from statisticians and econometricians to determine the best method to model and approach this topic to achieve the most robust and sound results.

SECTION 2. The commission shall consist of the house and senate chairs of the joint committee on economic development and emerging technologies, who shall serve as the cochairs; the speaker of the house of representatives or a designee; the president of the senate or a designee; the house minority leader or a designee; the senate minority leader or designee; and 4 persons who have extensive knowledge in the economics of industrial organization, consumer welfare, and statistical methodologies, who shall be appointed by the chairs in consultation with the Federal Reserve Bank of Boston. The commission shall hold no less than four public hearings.

SECTION 3. The commission shall submit its report and findings, along with any recommendations, to the house and senate committees on ways and means, the joint committee on economic development and emerging technologies, and the clerk of the house of representatives and the clerk of the senate 12 months after the passage of this legislation.