SUBSTITUTE FOR

HOUSE BILL NO. 4074

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998," by amending section 541 (MCL 436.1541), as amended by 2008 PA 489.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 541. (1) The commission shall not prohibit an applicant
- 2 for or the holder of a specially designated distributor license or
- 3 specially designated merchant license from owning or operating
- 4 motor vehicle fuel pumps on or adjacent to the licensed premises,
- 5 if both of the following conditions are met:
- 6 (a) One or both of the following conditions exist:
- 7 (i) The applicant or licensee is located in a neighborhood
- 8 shopping center composed of 1 or more commercial establishments
- 9 organized or operated as a unit which THAT is related in location,
- 10 size, and type of shop to the trade area that the unit serves,

- 1 which THAT provides not less than 50,000 square feet of gross
- 2 leasable retail space, and which THAT provides 5 private off-street
- 3 parking spaces for each 1,000 square feet of gross leasable retail
- 4 space.
- 5 (ii) The applicant or licensee maintains a minimum inventory
- 6 on the premises, excluding alcoholic liquor and motor vehicle fuel,
- 7 of not less than \$250,000.00, at cost, of those goods and services
- 8 customarily marketed by approved types of businesses.
- 9 (b) The site of payment and selection of alcoholic liquor is
- 10 not less than 50 feet from that point where motor vehicle fuel is
- 11 dispensed.
- 12 (2) The commission shall not prohibit an applicant for or the
- 13 holder of a specially designated distributor license or specially
- 14 designated merchant license from owning or operating motor vehicle
- 15 fuel pumps on or adjacent to the licensed premises, if all of the
- 16 following conditions are met:
- 17 (a) The applicant is located in a township with a population
- 18 of 7,000 or less , which township THAT is not contiguous with any
- 19 other township. For purposes of this subdivision, a township is not
- 20 considered contiguous by water.
- 21 (b) The applicant or licensee maintains a minimum inventory on
- 22 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 23 not less than \$12,500.00 at cost, of those goods and services
- 24 customarily marketed by approved types of businesses.
- 25 (c) The applicant has the approval of the township, as
- 26 evidenced by a resolution duly adopted by the township and
- 27 submitted with the application to the commission.

3 House Bill No. 4074 as amended May 7, 2015 (3) The commission shall not prohibit an applicant for or the 1 2 holder of a specially designated merchant license from owning or operating motor vehicle fuel pumps on or adjacent to the licensed 3 premises if both of the following conditions are met: 4 5 (a) The applicant or licensee is located in either of the 6 following: 7 (i) A city, incorporated village, or township with a 8 population of 3,500 or less and a county with a population of 9 31,000 or more. (ii) A city, incorporated village, or township with a 10 population of 4,000 or less and a county with a population of less 11 12 than 31,000. (b) The applicant or licensee maintains a minimum inventory on 13 14 the premises, excluding alcoholic liquor and motor vehicle fuel, of 15 not less than \$10,000.00, at cost, of those goods and services customarily marketed by approved types of businesses. 16 (4) THE COMMISSION SHALL NOT PROHIBIT THE HOLDER OF A 17 SPECIALLY DESIGNATED MERCHANT LICENSE FROM OWNING OR OPERATING A 18 MOTOR VEHICLE FUEL PUMP ON OR ADJACENT TO THE LICENSED PREMISES IF 19 ALL OF THE FOLLOWING CONDITIONS ARE MET: 20 (A) THE LICENSEE IS LOCATED IN A TOWNSHIP WITH A POPULATION 21 22 DENSITY OF LESS THAN 4 PEOPLE PER SQUARE MILE AND A COUNTY WITH A 23 POPULATION DENSITY OF LESS THAN 11 PEOPLE PER SQUARE MILE [OR IS LOCATED IN A TOWNSHIP WITHIN A COUNTY THAT IS AT LEAST 1,170 SQUARE MILES IN SIZE].

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(B)] THE LICENSEE WAS ISSUED THE SPECIALLY DESIGNATED MERCHANT 26 LICENSE BEFORE THE LICENSEE SELLS FUEL TO ITS CUSTOMERS. 27

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- 1 (5) (4) The commission shall not prohibit an applicant for or
- 2 the holder of a specially designated distributor license from
- 3 owning or operating motor vehicle fuel pumps on or adjacent to the
- 4 licensed premises if both of the following conditions are met:
- 5 (a) The applicant or licensee is located in either of the
- 6 following:
- 7 (i) A city, incorporated village, or township with a
- 8 population of 3,500 or less and a county with a population of
- 9 31,000 or more.
- 10 (ii) A city, incorporated village, or township with a
- 11 population of 4,000 or less and a county with a population of less
- 12 than 31,000.
- 13 (b) The applicant or licensee maintains a minimum inventory on
- 14 the premises, excluding alcoholic liquor and motor vehicle fuel, of
- 15 not less than \$12,500.00, at cost, of those goods and services
- 16 customarily marketed by approved types of businesses.
- 17 (6) (5)—A person who—THAT was issued a specially designated
- 18 merchant license or specially designated distributor license at a
- 19 location at which another person owned, operated or maintained
- 20 motor vehicle fuel pumps at the same location may have or acquire
- 21 an interest in the ownership, operation or maintenance of those
- 22 motor vehicle fuel pumps.
- 23 (7) (6)—The commission may transfer ownership of a specially
- 24 designated merchant license or specially designated distributor
- 25 license to a person who THAT owns or is acquiring an interest in
- 26 motor vehicle fuel pumps already in operation at the same location
- 27 at which the license is issued.