HOUSE SUBSTITUTE FOR SENATE BILL NO. 356

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998,"

(MCL 436.1101 to 436.2303) by adding section 502.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 502. (1) THE COMMISSION SHALL ISSUE A SALESPERSON LICENSE
- 2 TO AN INDIVIDUAL WHO HAS SUCCESSFULLY COMPLETED A SALESPERSON
- 3 ACCREDITATION PROGRAM UNDER SUBSECTION (6) AND WHO IS A DESIGNATED
- 4 EMPLOYEE OF ANY OF THE FOLLOWING PERSONS:
- 5 (A) A MANUFACTURER OF BEER.
- 6 (B) A MANUFACTURER OF WINE.
- 7 (C) AN OUTSTATE SELLER OF BEER.
- 8 (D) AN OUTSTATE SELLER OF WINE.

- 1 (E) A WHOLESALER.
- 2 (2) A SALESPERSON LICENSE ISSUED UNDER THIS SECTION AFTER THE
- 3 EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS SECTION BUT
- 4 BEFORE APRIL 30, 2020 EXPIRES ON APRIL 30, 2020. A SALESPERSON
- 5 LICENSE ISSUED UNDER THIS SECTION IS RENEWABLE EVERY 3 YEARS WITH
- 6 THE FIRST TRIENNIAL RENEWAL CYCLE BEGINNING MAY 1, 2020. THE
- 7 COMMISSION MAY CHARGE A REASONABLE INITIAL LICENSE FEE AND
- 8 TRIENNIAL RENEWAL FEE. THE COMMISSION SHALL ESTABLISH A FEE UNDER
- 9 THIS SECTION BY WRITTEN ORDER. THE NONREFUNDABLE INSPECTION FEE
- 10 UNDER SECTION 529(4) IS NOT REQUIRED FOR AN APPLICATION FOR A NEW
- 11 SALESPERSON LICENSE OR TRANSFER OF A SALESPERSON LICENSE.
- 12 (3) THE COMMISSION SHALL NOT ISSUE A SALESPERSON LICENSE UNDER
- 13 THIS SECTION UNLESS THE APPLICANT SUBMITS WITH HIS OR HER
- 14 APPLICATION WRITTEN DOCUMENTATION THAT THE APPLICANT HAS
- 15 SUCCESSFULLY COMPLETED A SALESPERSON ACCREDITATION PROGRAM. THE
- 16 COMMISSION SHALL NOT RENEW A SALESPERSON LICENSE UNDER THIS SECTION
- 17 UNLESS THE LICENSEE SUBMITS WITH HIS OR HER APPLICATION PROOF
- 18 ACCEPTABLE TO THE COMMISSION THAT THE LICENSEE HAS SUCCESSFULLY
- 19 COMPLETED A SALESPERSON ACCREDITATION PROGRAM NO MORE THAN 120 DAYS
- 20 BEFORE THE DATE THE LICENSEE SUBMITS HIS OR HER RENEWAL
- 21 APPLICATION.
- 22 (4) EXCEPT AS PROVIDED IN THIS SUBSECTION AND SUBSECTION (5),
- 23 AN INDIVIDUAL SHALL NOT SELL, DELIVER, PROMOTE, OR OTHERWISE ASSIST
- 24 IN THE SALE OF BEER OR WINE IN ANY MANNER TO A RETAILER IN THIS
- 25 STATE UNLESS LICENSED UNDER THIS SECTION. AN INDIVIDUAL LICENSED AS
- 26 A SALESPERSON UNDER R 436.1853 OF THE MICHIGAN ADMINISTRATIVE CODE
- 27 BEFORE THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS

- 1 SECTION SHALL COMPLY WITH REQUIREMENTS OF THIS SECTION ON RENEWAL
- 2 OF HIS OR HER SALESPERSON LICENSE, APPLICATION FOR A SUBSEQUENT
- 3 SALESPERSON LICENSE UNDER A DIFFERENT EMPLOYER, OR A REQUEST TO
- 4 TRANSFER HIS OR HER SALESPERSON LICENSE TO A DIFFERENT EMPLOYER.
- 5 (5) THIS SECTION DOES NOT REQUIRE AN INDIVIDUAL WHO IS AT
- 6 LEAST 18 YEARS OF AGE AND WHO ONLY DOES ANY OF THE FOLLOWING TO BE
- 7 LICENSED AS A SALESPERSON:
- 8 (A) BUILDS A DISPLAY OF THOSE BRANDS THAT ARE REPRESENTED OR
- 9 SOLD BY THE INDIVIDUAL'S EMPLOYER FOR AN OFF-PREMISES RETAILER.
- 10 (B) MARKS THE PRICE ON THOSE BRANDS THAT ARE REPRESENTED OR
- 11 SOLD BY THE INDIVIDUAL'S EMPLOYER FOR AN OFF-PREMISES RETAILER.
- 12 (C) ROTATES BRANDS THAT ARE REPRESENTED OR SOLD BY THE
- 13 INDIVIDUAL'S EMPLOYER FOR AN OFF-PREMISES RETAILER.
- 14 (D) PLACES BRANDS THAT ARE REPRESENTED OR SOLD BY THE
- 15 INDIVIDUAL'S EMPLOYER ON SHELVES FOR AN OFF-PREMISES RETAILER.
- 16 (E) THE HOLDER OF A MICHIGAN COMMERCIAL DRIVER LICENSE OR
- 17 CHAUFFEUR'S LICENSE WHO TRANSPORTS, IN A VEHICLE LICENSED BY THE
- 18 COMMISSION UNDER SECTION 525, AND DELIVERS ALCOHOLIC LIQUOR TO A
- 19 RETAILER.
- 20 (6) THE COMMISSION SHALL APPROVE A SALESPERSON LICENSE
- 21 ACCREDITATION PROGRAM DESIGNED FOR SALESPERSON LICENSEES IF THE
- 22 COMMISSION DETERMINES THAT THE PROGRAM'S CURRICULUM INCLUDES AN
- 23 UNDERSTANDING OF ALL OF THE FOLLOWING:
- 24 (A) SECTION 609.
- 25 (B) SECTION 609A.
- 26 (C) SECTION 609B.
- 27 (D) THE PROVISIONS OF SECTION 1013 THAT REQUIRE THE SALE OR

- 1 PURCHASE OF ALCOHOLIC LIQUOR BY A LICENSEE FOR CASH ONLY.
- 2 (E) R 436.1315 OF THE MICHIGAN ADMINISTRATIVE CODE.
- 3 (F) R 436.1319 OF THE MICHIGAN ADMINISTRATIVE CODE.
- 4 (G) R 436.1726 OF THE MICHIGAN ADMINISTRATIVE CODE.
- 5 (H) THE COMMISSION'S ORDER FOR ON-PREMISES BRAND PROMOTIONS
- 6 ISSUED OCTOBER 27, 1999.
- 7 (I) PRODUCT ADJUSTMENTS AS PROVIDED FOR IN THIS ACT.
- 8 (7) A PERSON DESCRIBED IN SUBSECTION (1) (A) TO (E) OR A
- 9 QUALIFIED TRADE ASSOCIATION MAY APPLY TO THE COMMISSION FOR
- 10 QUALIFICATION AS AN ADMINISTRATOR FOR THE OFFERING OF A SALESPERSON
- 11 ACCREDITATION PROGRAM.
- 12 (8) ON APPROVAL OF A SALESPERSON ACCREDITATION PROGRAM UNDER
- 13 SUBSECTION (6), THE COMMISSION SHALL APPOINT THE PERSON OR
- 14 QUALIFIED TRADE ASSOCIATION SPONSORING THE SALESPERSON
- 15 ACCREDITATION PROGRAM AS ADMINISTRATOR OF THAT PROGRAM.
- 16 (9) AS USED IN THIS SECTION:
- 17 (A) "ADMINISTRATOR" MEANS A PERSON DESCRIBED IN SUBSECTION
- 18 (1) (A) TO (E) OR A QUALIFIED TRADE ASSOCIATION AUTHORIZED BY THE
- 19 COMMISSION TO OFFER SALESPERSON ACCREDITATION PROGRAMS.
- 20 (B) "DESIGNATED EMPLOYEE" MEANS AN INDIVIDUAL WHO SELLS,
- 21 DELIVERS, PROMOTES, OR OTHERWISE ASSISTS IN THE SALE OF BEER OR
- 22 WINE.
- 23 (C) "QUALIFIED TRADE ASSOCIATION" MEANS A TRADE ASSOCIATION
- 24 THAT REPRESENTS A PERSON DESCRIBED IN SUBSECTION (1) (A) TO (E) THAT
- 25 EMPLOYS INDIVIDUALS TO ACT AS SALESPERSONS.
- 26 (D) "SALESPERSON ACCREDITATION PROGRAM" MEANS A PROGRAM THAT
- 27 THE COMMISSION APPROVES UNDER SUBSECTION (6) AND THAT IS OFFERED BY

1 AN ADMINISTRATOR.

- Enacting section 1. This amendatory act takes effect 180 days 2
- 3 after the date it is enacted into law.