



**House  
Legislative  
Analysis  
Section**

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## **CASH-BASIS GRAIN DEALERS**

**House Bill 4333**

**Sponsor: Rep. Gary L. Randall**

**Committee: Agriculture & Forestry**

**Complete to 3-6-95**

### **A SUMMARY OF HOUSE BILL 4333 INTRODUCED 2-7-95**

The Grain Dealers Act currently requires a person, before engaging in the business of receiving, buying, exchanging, selling, or storing farm produce, to be licensed as a grain dealer, and specifies that someone who engages in these activities without a license is guilty of a misdemeanor. The bill would amend the act to allow a person to act as a grain dealer without being licensed as long as he or she 1) operated on a cash basis, and 2) was not required to offer warehouse receipts, price-later agreements, or scale tickets. "Cash basis" would mean an operating method where a person receives, buys, exchanges, or sells farm produce from a producer or grower where "full payment at a price certain" is made when the goods are delivered and title to them passes from the producer or grower to the person or other legal entity.

MCL 285.62 and 285.65

**House Bill 4333 (3-6-95)**