

Telephone 373-8080 Fax 373-5874

HOUSE FISCAL AGENCY

124 N. Capitol Avenue 4 – North, HOB Lansing, MI

HB4657 AS INTRODUCED

Sponsor: Rep. Glenn Anderson

Committee: REGULATORY REFORM

Analyst(s): Schneider, Bob Completed: 10/24/01

State Fiscal Impact Local Fiscal Impact

Cost:NoneCost:NoneRevenues:NoneRevenues:None

The bill would require food service establishments to provide notice to customers of any automatic gratuity or service charge added to customer bills. The notice would have to appear on menus, bills, and on a poster displayed in the establishment. The bill also prescribes civil fines of up to \$500 for a first violation and up to \$1,000 for subsequent violations within a two-year period. This penalty provision could increase local revenue slightly to the extent that violations occur, but the overall impact would be negligible.