E BILL No. 4036

HOUSE BILL No. 4036

January 25, 2001, Introduced by Rep. Faunce and referred to the Committee on Regulatory Reform.

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998," by amending section 905 (MCL 436.1905).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 905. (1) Notwithstanding section 903, if a retail
- 2 licensee or a retail licensee's clerk, agent, or employee vio-
- 3 lates this act by selling or furnishing alcoholic liquor to a
- 4 minor, or by allowing a minor to consume alcoholic liquor or pos-
- 5 sess alcoholic liquor for personal consumption on the licensed
- 6 premises, and if the enforcing agency involved in the prosecution
- 7 of the violation is the state police or a local police agency,
- 8 the commission shall not take any action under section 903 to
- 9 suspend or revoke the licensee's license or assess a penalty AN
- 10 ADMINISTRATIVE FINE against the licensee unless enforcement
 - 11 action is taken against the minor who purchased, consumed, or

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- 1 received the alcoholic liquor from the retail licensee or the
- 2 retail licensee's clerk, agent, or employee and, if applicable,
- 3 enforcement action is taken under this section against the person
- 4 21 years of age or older who sold or furnished the alcoholic
- 5 liquor to the minor, INCLUDING THE LICENSEE'S CLERK, AGENT, OR
- 6 EMPLOYEE.
- 7 (2) Subsection (1) does not apply under either of the fol-
- 8 lowing circumstances:
- **9** (a) The enforcing agent involved in the prosecution is a
- 10 commission inspector rather than a police agency.
- 11 (b) The prosecution of the violation is the result of an
- 12 undercover operation in which the minor who purchased, consumed,
- 13 or received the alcoholic liquor acted under the direction of the
- 14 state police or a local police agency as part of the enforcement
- 15 action and such enforcement action is otherwise in compliance
- **16** with section 701(4).