SENATE BILL No. 1445

October 6, 2004, Introduced by Senator JACOBS and referred to the Committee on Economic Development, Small Business and Regulatory Reform.

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

(MCL 436.1101 to 436.2303) by adding section 521a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 521a. (1) In order to allow cities to enhance the
- 2 quality of life for their residents and visitors to their
- 3 communities, the commission may issue public on-premises licenses
- 4 in addition to those quota licenses allowed in cities under
- s section 531(1). The licenses under this section shall be issued
- 6 to businesses that meet both of the following conditions:
 - (a) Are located in a city redevelopment project area meeting
- 8 the criteria described in subsections (3) and (4).

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- 9 (b) Are engaged in activities determined by the commission
- $^{\mathsf{I}}$ 10 to be related to dining, entertainment, and urban recreation.
 - (2) The commission shall not issue a license under this

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- 1 section unless the applicant fulfills the following in relation
- 2 to the licensed premises:
- 3 (a) Provides the activity described in subsection (1)(b) not
- 4 less than 3 days per week.
- 5 (b) Is open to the public not less than 10 hours per day, 5
- 6 days per week.
- 7 (c) Presents verification of redevelopment project area
- 8 status to the commission that shall include the following:
- 9 (i) A resolution of the governing body of the city
- 10 establishing its status as a redevelopment project area.
- 11 (ii) An affidavit from the assessor, as certified by the
- 12 city clerk, stating the total amount of investment in real and
- 13 personal property within the redevelopment project area of the
- 14 city during the preceding 3 years. In the case of an applicant
- 15 seeking a license under this section within the first license
- 16 cycle after the effective date of this section, the time period
- 17 described in this subdivision may be up to 5 years.
- 18 (iii) An affidavit from the assessor, as certified by the
- 19 city clerk, separately stating the amount of investment money
- 20 expended for manufacturing, industrial, residential, and
- 21 commercial development within the redevelopment project area of
- 22 the city during the preceding 3 years. In the case of an
- 23 applicant seeking a license under this section within the first
- 24 license cycle after the effective date of this section, the time
- 25 period described in this subdivision may be up to 5 years.
- 26 (3) The amount of commercial investment in the redevelopment
- 27 project area within the city shall constitute not less than 25%

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- 1 of the total investment in real and personal property in that
- 2 redevelopment project area as evidenced by an affidavit of the
- 3 city assessor. This subsection does not prevent the city from
- 4 realigning the redevelopment project area in the presentment of
- 5 verification provided for under subsection (2)(c).
- 6 (4) An applicant shall meet at least 1 of the investment
- 7 requirements of this subsection during the 3 years preceding
- 8 application, or within the preceding 5 years in the case of an
- 9 applicant applying during the first license cycle after the
- 10 effective date of this section. The total investment in real and
- 11 personal property in the redevelopment project area within the
- 12 city over the appropriate time period described in this
- 13 subsection shall be at least 1 of the following:
- 14 (a) Not less than \$50,000,000.00 in cities having a
- 15 population of 50,000 or more.
- (b) Not less than an amount reflecting \$1,000,000.00 per
- 17 1,000 people in cities having a population of less than 50,000.
- 18 (5) The commission may issue a license for each monetary
- 19 threshold described in subsection (4)(a) and (b), or for each
- 20 major fraction thereof.
- 21 (6) The commission may issue the licenses under this section
- 22 without regard to the order in which the applications are
- 23 received.
- 24 (7) The commission shall annually report to the legislature
- 25 the names of the businesses issued licenses under this section
- 26 and their locations.
- 27 (8) The commission shall not transfer a license issued under

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- 1 this section to another location. If the licensee goes out of
- 2 business, the licensee shall surrender the license to the
- 3 commission.
- 4 (9) As used in this section, "city" means a city established
- 5 under either of the following:
- 6 (a) The home rule city act, 1909 PA 279, MCL 117.1 to
- 7 117.38.
- 8 (b) The fourth class city act, 1895 PA 215, MCL 81.1 to
- 9 113.20.
- 10 Enacting section 1. This amendatory act does not take
- 11 effect unless Senate Bill No. 1446
- of the 92nd Legislature is enacted into
- **13** law.

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