

# HOUSE BILL No. 4821

June 28, 2011, Introduced by Rep. Tlaib and referred to the Committee on Regulatory Reform.

A bill to amend 1998 PA 58, entitled  
"Michigan liquor control code of 1998,"  
by amending sections 229 and 233 (MCL 436.1229 and 436.1233),  
section 229 as amended by 2005 PA 288.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 229. (1) The commission may license a hotel or merchant,  
2       in places that the commission may designate, to sell spirits for  
3       consumption off the premises, notwithstanding section 233(1).  
4       Except as otherwise provided in this section, if ~~alcoholic liquor~~  
5       ~~is sold by a specially designated distributor pursuant to~~ **SELLS**  
6       **ALCOHOLIC LIQUOR UNDER** a license issued under this section, ~~it~~ **THE**  
7       **SPECIALLY DESIGNATED DISTRIBUTOR** shall ~~not be sold at less than the~~  
8       ~~minimum~~ **SELL THAT ALCOHOLIC LIQUOR AT A UNIFORM** retail selling  
9       price fixed by the commission and ~~pursuant to~~ **UNDER** rules  
10      promulgated by the commission.

(2) The commission may, by rule or order, allow a specially designated distributor to sell alcoholic liquor at less than the ~~minimum~~ **UNIFORM** retail selling price **FIXED BY THE COMMISSION** in order to dispose of inventory at a price and under conditions and procedures established through that rule or order.

(3) As used in this section and in sections 1201, 1203, 1205, and 1207, "retail selling price" means the price the commission pays for spirits plus the gross profit established in section ~~233~~ **233(1) AND THE RETAIL MARKUP AS ESTABLISHED IN SECTION 233(3)**.

~~———— (4) As used in this section, "minimum retail selling price" means retail selling price plus the specific taxes imposed in sections 1201, 1203, 1205, and 1207.~~

Sec. 233. (1) The commission shall establish uniform prices for the sale of alcoholic liquor ~~in state liquor stores and by~~ specially designated distributors. The prices shall return a gross profit to the commission of ~~not less than 51% and not greater than 65%~~ **37%**. If alcoholic liquor purchased by the commission has not met sales standards established by the commission for a period of 6 months, the commission may sell the alcoholic liquor at a price to be approved by the state administrative board.

(2) Notwithstanding subsection (1), the commission may establish by rule prices for the sale of alcoholic liquor to hospitals, charitable institutions, and military establishments located in this state.

(3) ~~There shall be allowed a discount of 17% deducted from the sale price~~ **A RETAIL MARKUP OF 30% OF THE COMMISSION'S BASE PRICE**, established by the commission, on the sale of alcoholic liquor ~~made~~

- 1 by the state ~~liquor stores~~ to specially designated distributors and
- 2 establishments licensed to sell for consumption on the premises.