Act No. 194
Public Acts of 2014
Approved by the Governor
June 21, 2014

Filed with the Secretary of State June 24, 2014

EFFECTIVE DATE: June 24, 2014

STATE OF MICHIGAN 97TH LEGISLATURE REGULAR SESSION OF 2014

Introduced by Rep. Nathan

ENROLLED HOUSE BILL No. 4683

AN ACT to amend 1998 PA 58, entitled "An act to create a commission for the control of the alcoholic beverage traffic within this state, and to prescribe its powers, duties, and limitations; to provide for powers and duties for certain state departments and agencies; to impose certain taxes for certain purposes; to provide for the control of the alcoholic liquor traffic within this state and to provide for the power to establish state liquor stores; to prohibit the use of certain devices for the dispensing of alcoholic vapor; to provide for the care and treatment of alcoholics; to provide for the incorporation of farmer cooperative wineries and the granting of certain rights and privileges to those cooperatives; to provide for the licensing and taxation of activities regulated under this act and the disposition of the money received under this act; to prescribe liability for retail licensees under certain circumstances and to require security for that liability; to provide procedures, defenses, and remedies regarding violations of this act; to provide for the enforcement and to prescribe penalties for violations of this act; to provide for allocation of certain funds for certain purposes; to provide for the confiscation and disposition of property seized under this act; to provide referenda under certain circumstances; and to repeal acts and parts of acts," by amending section 1031 (MCL 436.2031), as added by 2010 PA 175.

The People of the State of Michigan enact:

Sec. 1031. (1) As used in this section, "wine auction license" means a license issued by the commission to sell wine by auction, subject to the following:

- (a) The wine is sold through an auction by a person that is licensed as a specially designated merchant or through a seller that is a partner with a specially designated merchant, as evidenced by a written agreement of the parties.
 - (b) The owner of the wine is not licensed under this act.
 - (c) The wine is part of a private collection owned by a person that is not licensed under this act.
- (d) The specially designated merchant ensures that each bottle sold from the private collection has a permanently affixed tag or label stating that the wine was acquired from a private collection.
- (2) If it receives a completed application and the license fee described in section 525(1)(aa), the commission shall issue a wine auction license to a person licensed as a specially designated merchant, or a seller that is a partner with a specially designated merchant, who is arranging for the sale of wine by an owner that is not licensed under this act. The commission shall issue the license for a term of 1 year. The license allows the licensee to hold not more than 12 auctions per license year.
- (3) The license restrictions prescribed under this section and under this act are in addition to those requirements and prescriptions imposed by any local law or ordinance, or resolution of the local unit of government.
- (4) The holder of the wine auction license is responsible for the payment of any applicable sales or excise taxes regarding the sale of the wine by auction.

- (5) The holder of the wine auction license is responsible for the delivery, storing, and warehousing of the wine offered for sale and for the delivery of the wine to the purchasers.
- (6) A person that is licensed to sell wine at wholesale or retail may purchase any wine offered at an auction under this section and may resell that wine in accordance with the terms of the license, if at the time of sale the tag or label remains permanently affixed to the bottle.
- (7) The sale and resale of wine purchased at auction is subject to this act and any rules of the commission promulgated under this act.

Enacting section 1. This amendatory act does not take eare enacted into law:	effect unless all of the following bills of the 97th Legislature
(a) Senate Bill No. 476.	
(b) Senate Bill No. 477.	
(c) House Bill No. 4684.	
This act is ordered to take immediate effect.	Say Exampal
	Clerk of the House of Representatives
	Carol Morey Viventi
	Secretary of the Senate
Approved	

Governor