## **SENATE BILL NO. 1138**

September 22, 2020, Introduced by Senators SCHMIDT, MOSS and VANDERWALL 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 203 (MCL 436.1203), as amended by 2020 PA 106.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 203. (1) Except as provided in this section and section
- 2 301, a person shall not sell, deliver, or import alcoholic liquor,
- 3 including alcoholic liquor for personal use, in this state unless
- 4 the sale, delivery, or importation is made by the commission, the
- 5 commission's authorized agent or distributor, an authorized

- 1 distribution agent approved by order of the commission, a person
- 2 licensed by the commission, or by prior written order of the
- 3 commission.
- 4 (2) Notwithstanding R 436.1011(7)(b) and R 436.1527 of the
- 5 Michigan Administrative Code and except as provided in subsections
- **6** (3), (12), (13), (14), (15), and (16), a retailer shall not deliver
- 7 alcoholic liquor to a consumer in this state at the home or
- 8 business of the consumer or at any location away from the licensed
- 9 premises of the retailer. The purpose of this subsection is to
- 10 exercise this state's authority under section 2 of amendment
- 11 Amendment XXI of the constitution Constitution of the United
- 12 States, to maintain the inherent police powers to regulate the
- 13 transportation and delivery of alcoholic liquor, and to promote a
- 14 transparent system for the transportation and delivery of alcoholic
- 15 liquor. The regulation described in this subsection is considered
- 16 necessary for both of the following reasons:
- 17 (a) To promote the public health, safety, and welfare.
- 18 (b) To maintain strong, stable, and effective regulation by
- 19 having beer and wine sold by retailers to consumers in this state
- 20 by passing through the 3-tier distribution system established under
- 21 this act.
- 22 (3) For purposes of subsection (1), a qualified retailer that
- 23 holds a specially designated merchant license located in this state
- 24 may use a common carrier to deliver wine to a consumer in this
- 25 state. A qualified retailer that uses a common carrier to deliver
- 26 wine to a consumer under this subsection shall comply with all of
- 27 the following:
- (a) Pay any applicable taxes to the commission and pay any
- 29 applicable taxes to the department of treasury as directed by the

- 1 department of treasury. On the request of the department of
- 2 treasury, a qualified retailer shall furnish an affidavit to verify
- 3 payment.
- 4 (b) Comply with all laws of this state, including, but not
- 5 limited to, the prohibition on sales to minors.
- 6 (c) Verify the age of the individual placing the order by
- 7 obtaining from him or her a copy of a photo identification issued
- 8 by this state, another state, or the federal government or by using
- 9 an identification verification service. The person receiving and
- 10 accepting the order on behalf of the retailer shall record the
- 11 name, address, date of birth, and telephone number of the
- 12 individual placing the order on the order form or other verifiable
- 13 record of a type and generated in a manner approved by the
- 14 commission and provide a duplicate to the commission.
- 15 (d) On request of the commission, make available to the
- 16 commission any document used to verify the age of the individual
- 17 ordering or receiving the wine from the qualified retailer.
- 18 (e) Stamp, print, or label on the outside of the shipping
- 19 container that the package "Contains Alcohol. Must be delivered to
- 20 a person 21 years of age or older.". The recipient at the time of
- 21 the delivery shall provide identification verifying his or her age
- 22 and sign for the delivery.
- (f) Place a label on the top panel of the shipping container
- 24 containing the name and address of the individual placing the order
- 25 and the name of the designated recipient if different from the name
- 26 of the individual placing the order.
- 27 (4) For purposes of subsection (1), a direct shipper may sell,
- 28 deliver, or import wine to consumers in this state by means of any
- 29 mail order, internet, telephone, computer, device, or other

- 1 electronic means, or sell directly to a consumer on the winery
- 2 premises. A direct shipper that sells, delivers, or imports wine to
- 3 a consumer under this subsection shall comply with all of the
- 4 following:
- 5 (a) Hold a direct shipper license.
- 6 (b) Pay any applicable taxes to the commission and pay any
- 7 applicable taxes to the department of treasury as directed by the
- 8 department of treasury. On the request of the department of
- 9 treasury, a direct shipper shall furnish an affidavit to verify
- 10 payment.
- 11 (c) Comply with all laws of this state, including, but not
- 12 limited to, the prohibition on sales to minors.
- 13 (d) Verify the age of the individual placing the order by
- 14 obtaining from him or her a copy of a photo identification issued
- 15 by this state, another state, or the federal government or by using
- 16 an identification verification service. The person receiving and
- 17 accepting the order on behalf of the direct shipper shall record
- 18 the name, address, date of birth, and telephone number of the
- 19 individual placing the order on the order form or other verifiable
- 20 record of a type and generated in a manner approved by the
- 21 commission and provide a duplicate to the commission.
- 22 (e) On request of the commission, make available to the
- 23 commission any document used to verify the age of the individual
- 24 ordering or receiving the wine from the direct shipper.
- 25 (f) Stamp, print, or label on the outside of the shipping
- 26 container that the package "Contains Alcohol. Must be delivered to
- 27 a person 21 years of age or older.". The recipient at the time of
- 28 the delivery shall provide photo identification verifying his or
- 29 her age and sign for the delivery.

- (g) Place a label on the top panel of the shipping container 1 containing the name and address of the individual placing the order 2 and the name of the designated recipient if different from the name 3 of the individual placing the order. The direct shipper must have 4 5 received a registration number of approval from the commission for 6 any wine imported into this state. However, the registration number 7 of approval from the commission is not required to be on the 8 invoice or on the label of the wine that the direct shipper sells, 9 delivers, or imports to a consumer in this state.
- 10 (h) Direct ship not more than 1,500 9-liter cases, or 13,500
  11 liters in total, of wine in a calendar year to consumers in this
  12 state. If a direct shipper, whether located in this state or
  13 outside this state, owns, in whole or in part, or commonly manages
  14 1 or more direct shippers, it shall not in combination ship to
  15 consumers in this state more than 13,500 liters of wine in the
  16 aggregate.
- (i) Pay wine taxes quarterly and report to the commission
  quarterly the total amount of wine, by type, brand, and price,
  shipped to consumers in this state during the preceding calendar
  quarter, and the order numbers.

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- (j) Authorize and allow the commission and the department of treasury to conduct an audit of the direct shipper's records.
- (k) Consent and submit to the jurisdiction of the commission, the department of treasury, and the courts of this state concerning enforcement of this section and any related laws, rules, and regulations.
- (5) For a delivery of wine through the use of a common carrier
  under subsection (3), a person taking the order on behalf of the
  qualified retailer shall comply with subsection (3) (b) to (f). For

- a sale, delivery, or importation of wine occurring by any means
  described in subsection (4), a person taking the order on behalf of
  the direct shipper shall comply with subsection (4)(c) to (g).
- (6) A person that delivers the wine for a direct shipper under 4 5 this section shall verify that the individual accepting delivery is 6 21 years of age or older and is the individual who placed the order 7 or the designated recipient, is an individual 21 years of age or 8 older currently occupying or present at the address, or is an 9 individual otherwise authorized through a rule promulgated under 10 this act by the commission to receive alcoholic liquor under this section. If the delivery person, after a diligent inquiry, 11 determines that the purchaser or designated recipient is not 21 12 years of age or older, the delivery person shall return the wine to 13 14 the direct shipper. A delivery person who returns wine to the 15 direct shipper because the purchaser or designated recipient is not 16 21 years of age or older is not liable for any damages suffered by the purchaser or direct shipper. 17
- (7) All spirits for sale, use, storage, or distribution in this state shall must originally be purchased by and imported into the state by the commission, or by prior written authority of the commission.

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28 29 (8) This section does not apply to alcoholic liquor brought into this state for personal or household use in an amount permitted by federal law by an individual 21 years of age or older at the time of reentry into this state from outside the territorial limits of the United States if the individual has been outside the territorial limits of the United States for more than 48 hours and has not brought alcoholic liquor into the United States during the preceding 30 days.

- 1 (9) An individual 21 years of age or older may do either of
  2 the following in relation to alcoholic liquor that contains less
  3 than 21% alcohol by volume:
- 4 (a) Personally transport from another state, once in a 24-hour
  5 period, not more than 312 ounces of alcoholic liquor for that
  6 individual's personal use, notwithstanding subsection (1).
- 7 (b) Ship or import from another state alcoholic liquor for
  8 that individual's personal use if that personal importation is done
  9 in compliance with subsection (1).
- 10 (10) A direct shipper shall not sell, deliver, or import wine to a consumer unless it applies for and is granted a direct shipper 11 license from the commission. This subsection does not prohibit wine 12 tasting or the selling at retail by a wine maker of wines he or she 13 14 produced and bottled or wine manufactured for that wine maker by 15 another wine maker, manufacturer, if done in compliance with this 16 act. Only the following persons qualify for the issuance of a 17 direct shipper license:
- 18 (a) A wine maker that does not hold a license in another state
  19 that is the substantial equivalent to a retailer license.
- 20 (b) A wine producer and bottler manufacturer located inside
  21 this country but outside of this state holding both a federal basic
  22 permit issued by the Alcohol and Tobacco Tax and Trade Bureau of
  23 the United States Department of Treasury and a license to
  24 manufacture wine in its state of domicile and that does not hold a
  25 license in another state that is the substantial equivalent to a
  26 retailer license.
- (11) An applicant for a direct shipper license shall submit an
  application to the commission in a written or electronic format
  provided by the commission and accompanied by an application and

- 1 initial license fee of \$100.00. The initial application and any
- 2 renewal application must be accompanied by a copy or other
- 3 verifiable evidence of the existing federal basic permit or
- 4 license, or both, held by the applicant. The direct shipper may
- 5 renew its license annually by submission of a license renewal fee
- 6 of \$100.00 and a completed renewal application. The commission
- 7 shall use the fees collected under this section to conduct
- 8 investigations and audits of direct shippers. The failure to renew,
- 9 or the revocation or suspension of, the applicant's existing
- 10 Michigan license, federal basic permit, or license to manufacture
- 11 wine in its state of domicile or acquiring a retail license in
- 12 another state is grounds for revocation or denial of the an initial
- 13 application or renewal application for a direct shipper license. If
- 14 a direct shipper is found guilty of violating this act or a rule
- 15 promulgated by the commission, the commission shall notify both the
- 16 alcoholic liquor control agency in the direct shipper's state of
- 17 domicile and the Alcohol and Tobacco Tax and Trade Bureau of the
- 18 United States Department of Treasury of the violation.
- 19 (12) A retailer that holds a specially designated merchant
- 20 license, a brewpub, a micro brewer, or an out-of-state entity that
- 21 is the substantial equivalent of a brewpub or micro brewer may
- 22 deliver beer and wine to the home or other designated location of a
- 23 consumer in this state if all of the following conditions are met:
- 24 (a) The beer or wine, or both, is delivered by the retailer's,
- 25 brewpub's, or micro brewer's employee.
- 26 (b) The retailer, brewpub, or micro brewer or its employee who
- 27 delivers the beer or wine, or both, verifies that the individual
- 28 accepting delivery is at least 21 years of age.
- 29 (c) If the retailer, brewpub, or micro brewer or its employee

- 1 intends to provide service to consumers, the retailer, brewpub, or
- 2 micro brewer or its employee providing the service has received
- 3 alcohol server training through successfully completed a server
- 4 training program approved by the commission.as provided for in
- 5 section 906.
- **6** (13) A retailer that holds a specially designated merchant
- 7 license may use a third party that provides delivery service to
- 8 municipalities in this state that are surrounded by water and
- 9 inaccessible by motor vehicle to deliver beer and wine to the home
- 10 or other designated location of that consumer if the delivery
- 11 service is approved by the commission and agrees to verify that the
- 12 individual accepting delivery of the beer and wine is at least 21
- 13 years of age.
- 14 (14) A retailer that holds a specially designated distributor
- 15 license may deliver spirits to the home or other designated
- 16 location of a consumer in this state if all of the following
- 17 conditions are met:
- 18 (a) The spirits are delivered by the retailer's employee.
- 19 (b) The retailer or its employee who delivers the spirits
- 20 verifies that the individual accepting delivery is at least 21
- 21 years of age.
- (c) If the retailer or its employee intends to provide service
- 23 to consumers, the retailer or its employee providing the service
- 24 has received alcohol server training through successfully completed
- 25 a server training program approved by the commission.as provided
- 26 for in section 906.
- 27 (15) A qualified retailer that holds a specially designated
- 28 merchant license located in this state may use a third party
- 29 facilitator service by means of the internet or mobile application

- 1 to facilitate the sale of beer or wine to be delivered to the home
- 2 or designated location of a consumer as provided in subsection
- 3 (12), this subsection, or, for wine only, subsection (3), and a
- 4 third party facilitator service may deliver beer or wine to a
- 5 consumer on behalf of a qualified retailer that holds a specially
- 6 designated merchant license located in this state, if all of the
- 7 following conditions are met:
- 8 (a) If the third party facilitator service delivers beer or
- 9 wine under this subsection, the third party facilitator service
- 10 verifies that the individual accepting the delivery of the beer or
- 11 wine is at least 21 years of age.
- 12 (b) A manufacturer, warehouser, wholesaler, outstate seller of
- 13 beer, outstate seller of wine, or supplier of spirits , or outstate
- 14 seller of mixed spirit drink does not have a direct or indirect
- 15 interest in the third party facilitator service.
- 16 (c) A manufacturer, warehouser, wholesaler, outstate seller of
- 17 beer, outstate seller of wine, or supplier of spirits , or outstate
- 18 seller of mixed spirit drink does not aid or assist a the third
- 19 party facilitator service by gift, loan of money or property of any
- 20 description, or other valuable thing as defined in section 609, and
- 21 a—the third party facilitator service does not accept the same.
- 22 (d) The qualified retailer or consumer pays the fees
- 23 associated with deliveries provided for under this subsection.
- 24 (e) The third party facilitator service offers services for
- 25 all brands available at the retail location.
- 26 (16) A retailer that holds a specially designated distributor
- 27 license located in this state may use a third party facilitator
- 28 service by means of the internet or mobile application to
- 29 facilitate the sale of spirits to be delivered to the home or

- 1 designated location of a consumer as provided in subsection (14) or
- 2 this subsection, and a third party facilitator service may deliver
- 3 spirits to a consumer on behalf of a retailer that holds a
- 4 specially designated distributor license located in this state, if
- 5 all of the following conditions are met:
- **6** (a) If the third party facilitator service delivers spirits
- 7 under this subsection, the third party facilitator service verifies
- 8 that the individual accepting the delivery of the spirits is at
- 9 least 21 years of age.
- 10 (b) A manufacturer, warehouser, wholesaler, outstate seller of
- 11 beer, outstate seller of wine, or supplier of spirits , or outstate
- 12 seller of mixed spirit drinks does not have a direct or indirect
- 13 interest in the third party facilitator service.
- 14 (c) A manufacturer, warehouser, wholesaler, outstate seller of
- 15 beer, outstate seller of wine, or supplier of spirits , or outstate
- 16 seller of mixed spirit drinks does not aid or assist a third party
- 17 facilitator service by gift, loan of money or property of any
- 18 description, or other valuable thing as defined in section 609, and
- 19 a third party facilitator service does not accept the same.
- 20 (d) The retailer or consumer pays the fees associated with
- 21 deliveries provided for under this subsection.
- (e) The third party facilitator service offers services for
- 23 all brands available at the retail location.
- 24 (17) A third party facilitator service shall not deliver beer,
- 25 wine, or spirits to a consumer under subsection (15) or (16), as
- 26 applicable, and shall not facilitate the sale of beer, wine, or
- 27 spirits under subsection (15) or (16), as applicable, unless it
- 28 applies for and is granted a third party facilitator service
- 29 license by the commission. The commission may charge a reasonable

- 1 application fee, initial license fee, and annual license renewal
- 2 fee. The commission shall establish a fee under this subsection by
- 3 written order.
- 4 (18) If a third party facilitator service used by a retailer
- 5 that holds a specially designated merchant or specially designated
- 6 distributor license under subsection (15) or (16), as applicable,
- 7 violates this section, the commission shall not treat the third
- 8 party facilitator service's violation as a violation by the
- 9 retailer.
- 10 (19) A common carrier that carries or transports alcoholic
- 11 liquor into this state to a person in this state shall submit
- 12 quarterly reports to the commission. A report required under this
- 13 subsection must include all of the following about each delivery to
- 14 a consumer in this state during the preceding calendar quarter:
- 15 (a) The name and business address of the person that ships the
- 16 alcoholic liquor.
- 17 (b) The name and address of the recipient of the alcoholic
- 18 liquor.
- 19 (c) The weight of **the** alcoholic liquor delivered to a
- 20 consignee.
- 21 (d) The date of the delivery.
- 22 (20) For purposes of subsection (1), a qualified small
- 23 distiller or an out-of-state entity that is the substantial
- 24 equivalent of a qualified small distiller may sell and deliver
- 25 spirits to a retailer licensed to purchase and sell spirits in this
- 26 state if both of the following conditions are met:
- 27 (a) The spirits are sold and delivered by an employee of the
- 28 qualified small distiller, not an agent, and is transported and
- 29 delivered using a vehicle owned by the qualified small distiller.

- 1 (b) The qualified small distiller is in compliance with
  2 applicable state and federal law and applicable regulatory
  3 provisions of this act and rules adopted by the commission under
  4 this act including, but not limited to, those requirements related
  5 to each of the following:
- 6 (i) Employees that sell and deliver spirits to retailers.
- 7 (ii) Vehicles used to deliver spirits to retailers.
- 8 (iii) State pricing and taxes.
- 9 (21) (20) A common carrier described in subsection (19) shall 10 maintain the books, records, and documents supporting a report 11 submitted under subsection (19) for 3 years unless the commission notifies the common carrier in writing that the books, records, and 12 13 supporting documents may be destroyed. Within 30 days after the 14 commission's request, the common carrier shall make the books, 15 records, and documents available for inspection during normal 16 business hours. Within 30 days after a local law enforcement 17 agency's or local governmental unit's request, the common carrier 18 shall also make the books, records, and documents available for 19 inspection to a local law enforcement agency or local governmental 20 unit where the carrier resides or does business.
- (22) (21)—A third party facilitator service that delivers
  beer, wine, or spirits to a consumer under subsection (15) or (16),
  as applicable, shall submit quarterly reports to the commission. A
  report required under this subsection must include all of the
  following about each delivery to a consumer in this state during
  the preceding calendar quarter:
- (a) The name and business address of the person that shipsbeer, wine, or spirits.
- 29 (b) The name and address of the recipient of beer, wine, or

1 spirits.

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- (c) The weight of beer, wine, or spirits delivered to aconsignee.
- 4 (d) The date of the delivery.
- (23) (22) A third party facilitator service shall maintain the 5 6 books, records, and documents supporting a report submitted under 7 subsection  $\frac{(21)}{(22)}$  for 3 years unless the commission notifies the 8 third party facilitator service in writing that the books, records, 9 and supporting documents may be destroyed. Within 30 days after the 10 commission's request, the third party facilitator service shall 11 make the books, records, and documents available for inspection 12 during normal business hours. Within 30 days after a local law 13 enforcement agency's or local governmental unit's request, the 14 third party facilitator service shall also make the books, records, 15 and documents available for inspection to a local law enforcement
- (24) (23) A report submitted under subsection (19) or (21)
  (22) is subject to disclosure under the freedom of information act,
  1976 PA 442, MCL 15.231 to 15.246.

agency or local governmental unit where the third party facilitator

21 (25)  $\frac{(24)}{}$  As used in this section:

service resides or does business.

- (a) "Common carrier" means a company that transports goods, onreasonable request, on regular routes and at set rates.
  - (b) "Computer" means any connected, directly interoperable or interactive device, equipment, or facility that uses a computer program or other instructions to perform specific operations including logical, arithmetic, or memory functions with or on computer data or a computer program and that can store, retrieve, alter, or communicate the results of the operations to a person,

- 1 computer program, computer, computer system, or computer network.
- (c) "Computer network" means the interconnection of hardwire
  or wireless communication lines with a computer through remote
  terminals, or a complex consisting of 2 or more interconnected

5 computers.

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- (d) "Computer program" means a series of internal or external instructions communicated in a form acceptable to a computer that directs the functioning of a computer, computer system, or computer network in a manner designed to provide or produce products or results from the computer, computer system, or computer network.
- (e) "Computer system" means a set of related, connected or unconnected, computer equipment, devices, software, or hardware.
- (f) "Consumer" means an individual who purchases beer, wine,or spirits for personal consumption and not for resale.
- 15 (g) "Device" includes, but is not limited to, an electronic,
  16 magnetic, electrochemical, biochemical, hydraulic, optical, or
  17 organic object that performs input, output, or storage functions by
  18 the manipulation of electronic, magnetic, or other impulses.
  - (h) "Diligent inquiry" means a diligent good faith effort to determine the age of an individual, that includes at least an examination of an official Michigan operator's or chauffeur's license, an official Michigan personal identification card, or any other bona fide picture identification that establishes the identity and age of the individual.
- 25 (i) "Direct shipper" means a person who either of the
  26 following:
- 27 (i) A wine manufacturer that sells, delivers, or imports wine
  28 it has manufactured, bottled, and registered with the commission,
  29 to consumers in this state , that he or she produces and bottles or

- 1 wine that is manufactured by a wine maker for another wine maker
- 2 and—that is transacted or caused to be transacted through the use
- 3 of any mail order, internet, telephone, computer, device, or other
- 4 electronic means, or sells directly to consumers on the winery
- 5 premises.
- 6 (ii) A wine manufacturer that purchases wine from another wine
- 7 manufacturer and further manufactures or bottles the wine and
- 8 registers the wine with the commission and sells the wine to
- 9 consumers in this state that is transacted or caused to be
- 10 transacted through the use of any mail order, internet, telephone,
- 11 computer, device, or other electronic means, or sells directly to
- 12 consumers on the winery premises.
- 13 (j) "Distribution center" means a location owned by a
- 14 retailer, including an individually licensed retail location that
- 15 is open to the public, that is used to store, sell, and fulfill
- 16 online, phone, or electronic orders of any kind from consumers for
- 17 alcoholic beverages for 2 or more commonly or separately owned
- 18 licensed retail locations.
- (k)  $\frac{(i)}{(j)}$  "Facilitate" means, subject to subdivision  $\frac{(k)}{(l)}$ ,
- 20 advertising on behalf of a retailer, by means of the internet or
- 21 mobile application, and pursuant to a written or oral agreement,
- 22 the brands and prices of beer, wine, or spirits products sold by a
- 23 retailer and 1 or more of the following:
- 24 (i) Assisting the retailer, in any manner, in the arrangement
- 25 of delivery as allowed in this section.
- (ii) Assisting the retailer, in any manner, in the processing
- 27 of payment by the consumer for the beer, wine, or spirits.
- 28 (iii) Transmitting customer information to the retailer.
- 29 (iv) Assisting the retailer by providing customer service.

- 1 ( $\nu$ ) If the retailer maintains supervision and control over the day-to-day operation of its business, providing other normal and customary operational services.
- 4 (l) (k) "Facilitate" does not include web designing, operating
   5 an internet search engine, or publishing an internet version of a
   6 newspaper.
- 7 (m) (l)—"Identification verification service" means an
   8 internet-based service approved by the commission specializing in
   9 age and identity verification.

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- (o) "Qualified retailer" means a retailer licensed for offpremises sales that is open to the public and conducts face to face
  sales transactions of alcoholic liquor, packaged food, and other
  products to consumers. A location used as a distribution center is
  not a qualified retailer.
- (p) "Qualified small distiller" means a small distiller, or another state's substantial equivalent, that does not have spirits listed in the State of Michigan price book and that sells under 3,000 gallons of spirits per calendar year to retailers whether located in this state or other states.
- 22 (q) (n) "Third party facilitator service" means a person
  23 licensed by the commission to do any of the following:
- (i) Facilitate the sale of beer or wine to a consumer as
  provided in subsection (15) on behalf of a qualified retailer that
  holds a specially designated merchant license located in this
  state.
- (ii) Facilitate the sale of spirits to a consumer as providedin subsection (16) on behalf of a retailer that holds a specially

- 1 designated distributor license located in this state.
- 2 (iii) Deliver beer or wine to a consumer as provided in
  3 subsection (15) on behalf of a qualified retailer that holds a
  4 specially designated merchant license located in this state.
- 5 (iv) Deliver spirits to a consumer as provided in subsection
  6 (16) on behalf of a retailer that holds a specially designated
  7 distributor license located in this state.

8 Enacting section 1. This amendatory act does not take effect 9 unless both of the following bills of the 100th Legislature are 10 enacted into law:

11 (a) Senate Bill No. 1139.

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13 (b) Senate Bill No. 1140.

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