

Legislative Analysis



LIQUOR LICENSEE DONATIONS

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

House Bill 4663 as introduced
Sponsor: Rep. Curt S. VanderWall
Committee: Regulatory Reform
Complete to 8-28-25

Analysis available at
<http://www.legislature.mi.gov>

SUMMARY:

House Bill 4663 would amend the Michigan Liquor Control Code to allow liquor licensees to donate a portion of the profits generated from their license to an organization that is exempt from taxation as a nonprofit under section 501(c)(3) of the federal Internal Revenue Code, as long as the licensee's profits are recorded on its financial records before the donation.

This provision would supersede section 609(1) of the code,¹ which prohibits gifts to other licensees, and administrative rule R 436.1041,² which prohibits licensees from obtaining a license to benefit another person or entity. With regard to section 609(1), the bill would prohibit a 501(c)(3) nonprofit that was issued a special license under the code from using a donation made under the bill to pay for any part of an event for which the special license was issued.

Proposed MCL 436.2016

FISCAL IMPACT:

House Bill 4663 would have no fiscal impact on any units of state or local government.

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■ This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations and does not constitute an official statement of legislative intent.

¹ <https://www.legislature.mi.gov/Laws/MCL?objectName=MCL-436-1609>

² <ars.apps.lara.state.mi.us/AdminCode/DownloadAdminCodeFile?FileName=R 436.1001 to R 436.1063.pdf&ReturnHTML=True>