

Legislative Analysis



INCREASE LIQUOR CONTROL COMMISSION FEE PAYMENT TO VENDOR OF SPIRITS

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

House Bill 6087 (proposed substitute H-1)

Sponsor: Rep. Roger Hauck

Committee: Regulatory Reform

Complete to 5-17-22

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

SUMMARY:

House Bill 6087 would amend the Michigan Liquor Control Code to increase the fee the Michigan Liquor Control Commission (MLCC) may pay to a *vendor of spirits* as an offset to the costs incurred by the vendor in contracting with an authorized distribution agent for warehousing and delivering spirits to retailers.

The code defines a *vendor of spirits* as a person selling spirits to the commission.

At present, the code allows the MLCC to pay a fee to a vendor of spirits that is no less than \$4.50 per case and no more than \$8.25 per case.

The bill instead would allow a fee that is no less than \$8.25 per case and no more than \$12.50 per case.

MCL 436.1205

FISCAL IMPACT:

House Bill 6087 would not have a direct fiscal impact on the Department of Licensing and Regulatory Affairs (LARA) or any other unit of state or local government. The MLCC currently pays vendors the \$8.25 price floor established by the bill, so the bill would not necessitate an increase to the amount paid. By establishing a price ceiling of \$12.50, the bill would allow the MLCC to increase the amount it pays up to \$12.50, but such action is not required by the bill and would occur at the MLCC's discretion.

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