HOUSE BILL NO. 5304

September 21, 2021, Introduced by Rep. Wakeman and referred to the Committee on Regulatory Reform.

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998,"

(MCL 436.1101 to 436.2303) by adding section 552.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 552. (1) Except as otherwise provided in this section, an on-premises licensee shall not allow on the licensed premises a machine that dispenses alcoholic liquor directly to a customer.
- 4 (2) Subsection (1) does not apply to a dispensing machine that 5 is located in a bedroom or suite of a hotel of a class A or class B

- 1 hotel licensee.
- 2 (3) Subsection (1) does not apply to a dispensing machine that
- 3 is located at an on-premises licensed establishment if all of the
- 4 following conditions are met:
- 5 (a) The dispensing machine is located at a customer's table or
- 6 booth.
- 7 (b) The dispensing machine does not dispense more than 96
- 8 ounces of beer, wine, or mixed spirit drink in a single order.
- 9 (c) The dispensing machine does not dispense spirits.
- 10 (d) The customer orders the beer, wine, or mixed spirit drink
- 11 from a clerk, servant, agent, or employee of the licensee.
- 12 (e) The licensee does not sell, offer to sell, or advertise
- 13 the sale of an unlimited quantity of beer, wine, or mixed spirit
- 14 drink from the dispensing machine.
- 15 (f) The licensee or a clerk, servant, agent, or employee of
- 16 the licensee monitors the sale, service, and consumption of beer,
- 17 wine, or mixed spirit drink from the dispensing machine to ensure
- 18 compliance with this act and the rules promulgated under this act.
- 19 (4) Subsection (1) does not apply to a dispensing machine that
- 20 is located at an on-premises licensed establishment if all of the
- 21 following conditions are met:
- 22 (a) The dispensing machine is not located at a customer's
- 23 booth or table.
- 24 (b) The customer activates the dispensing machine with a
- 25 secure key card supplied by the licensee or a clerk, servant,
- 26 agent, or employee of the licensee.
- 27 (c) The secure key card under subdivision (b) is attached to
- 28 the customer at all times, either through a necklace or bracelet,
- 29 or other means of securing the key card to the customer.

- 1 (d) The dispensing machine does not dispense more than 16
- 2 ounces of beer, 12 ounces of wine, or 12 ounces of mixed spirit
- 3 drink before the secure key card under subdivision (b) is
- 4 reactivated.
- 5 (e) The dispensing machine does not dispense spirits.
- 6 (f) The licensee or a clerk, servant, agent, or employee of
- 7 the licensee monitors the sale, service, and consumption of beer,
- 8 wine, or mixed spirit drink from the dispensing machine to ensure
- 9 compliance with this act and the rules promulgated under this act.
- 10 (5) As used in this section, "on-premises licensee" means any
- 11 of the following:
- 12 (a) A retailer that holds a license, other than a special
- 13 license, to sell alcoholic liquor for consumption on the licensed
- 14 premises.
- 15 (b) A manufacturer with an on-premises tasting room permit
- 16 issued under section 536.
- 17 (c) A manufacturer that holds an off-premises tasting room
- 18 license issued under section 536.
- 19 (d) A manufacturer that holds a joint off-premises tasting
- 20 room license issued under section 536.