

**SUBSTITUTE FOR
HOUSE BILL NO. 4663**

A bill to amend 1998 PA 58, entitled
"Michigan liquor control code of 1998,"
(MCL 436.1101 to 436.2303) by adding section 1016.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **Sec. 1016. Notwithstanding section 609(1) and R 436.1041 of**
2 **the Michigan Administrative Code, a licensee may donate a portion**
3 **of the profits generated from the licensee's license to an**
4 **organization that is not a licensee and that is exempt from**
5 **taxation under section 501(c) of the internal revenue code of 1986,**
6 **26 USC 501, if the licensee records its profits on its financial**
7 **records before making the donation allowed under this section. On**
8 **request, the licensee shall report its profits to the commission.**
9 **Notwithstanding section 609(1), if the organization receiving the**

1 donation has been issued a special license, the organization must
2 not use the donation to pay for any portion of the event for which
3 the special license was issued.