

# Legislative Analysis



## LIQUOR DISTRIBUTOR OPERATING MOTOR FUEL PUMPS

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

**House Bill 4865 as introduced**  
**Sponsor: Rep. Will Snyder**  
**Committee: Regulatory Reform**  
**Complete to 9-25-23**

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

### SUMMARY:

House Bill 4865 would amend the Michigan Liquor Control Code to modify the conditions for a holder of a specially designated distributor license to own or operate motor vehicle fuel pumps on or adjacent to the licensed premises or to qualify for a secondary location permit.

Currently, the act provides that the Liquor Control Commission cannot allow an applicant for or holder of a specially designated distributor license to own or operate motor vehicle fuel pumps on or adjacent to the licensed premises unless one or both of the following apply (in addition to other requirements):

- The applicant or licensee is located in a neighborhood shopping center.
- The applicant or licensee maintains a minimum inventory on the premises, excluding alcoholic liquor and motor vehicle fuel, of at least \$250,000, at cost, of goods and services customarily marketed by approved types of businesses.

The act also allows for the issuance of a secondary location permit if a merchant's licensed premises are a *primary location*. To be considered a primary location, the licensed premises must meet one or both of the conditions listed above.

The bill would eliminate the option for an applicant or licensee to qualify either to own or operate motor fuel pumps or for a secondary location permit by maintaining at least \$250,000 in inventory. Under the bill, an applicant or licensee would need to be located in a neighborhood shopping center to qualify for either circumstance.

MCL 436.1541

### FISCAL IMPACT:

House Bill 4865 would not have a direct fiscal impact on any state or local government units.

Legislative Analyst: Alex Stegbauer  
Fiscal Analyst: Marcus Coffin

---

■ 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.