

HOUSE SUBSTITUTE FOR  
SENATE BILL NO. 502

A bill to amend 1998 PA 58, entitled  
"Michigan liquor control code of 1998,"  
(MCL 436.1101 to 436.2303) by adding section 513a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1        SEC. 513A. (1) BEGINNING OCTOBER 1, 2011, THE COMMISSION MAY  
2        ISSUE TO THE GOVERNING BOARD OF A COMMUNITY COLLEGE OR UNIVERSITY  
3        THAT IS ACCREDITED BY A NATIONALLY RECOGNIZED ACCREDITING AGENCY AS  
4        DETERMINED BY THE UNITED STATES SECRETARY OF EDUCATION UNDER 20 USC  
5        1099B AND THAT OPERATES AN ACCREDITED CULINARY OR HOSPITALITY  
6        PROGRAM, WITHOUT REGARD TO THE QUOTA PROVISIONS OF SECTION 531, A  
7        LICENSE TO SELL ALCOHOLIC LIQUOR FOR CONSUMPTION AT THE COMMUNITY  
8        COLLEGE'S OR UNIVERSITY'S CULINARY OR HOSPITALITY PROGRAM'S  
9        LOCATION FOR ACTIVITIES THAT FURTHER THE COMMUNITY COLLEGE'S OR  
10       UNIVERSITY'S COMMUNITY OR ACADEMIC MISSION.

1           (2) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (7), THE SALE  
2 OF ALCOHOLIC LIQUOR TO PATRONS AT A LOCATION OTHER THAN THE  
3 COMMUNITY COLLEGE'S OR UNIVERSITY'S CULINARY OR HOSPITALITY  
4 PROGRAM'S LOCATION OR AT ACTIVITIES THAT DO NOT FURTHER THE  
5 COMMUNITY COLLEGE'S OR UNIVERSITY'S COMMUNITY OR ACADEMIC MISSION,  
6 INCLUDING, BUT NOT LIMITED TO, PUBLIC AND PRIVATE GATHERINGS OR  
7 MEETINGS THAT DO NOT HAVE A DIRECT CORRELATION TO THE COMMUNITY  
8 COLLEGE'S OR UNIVERSITY'S COMMUNITY OR ACADEMIC MISSION, IS  
9 PROHIBITED UNDER THIS SECTION.

10           (3) TO OBTAIN A LICENSE UNDER THIS SECTION, A COMMUNITY  
11 COLLEGE OR UNIVERSITY SHALL SUBMIT BOTH OF THE FOLLOWING TO THE  
12 COMMISSION:

13           (A) DOCUMENTATION VERIFYING THAT THE COMMUNITY COLLEGE OR  
14 UNIVERSITY IS ACCREDITED BY A NATIONALLY RECOGNIZED ACCREDITING  
15 AGENCY AS DETERMINED BY THE UNITED STATES SECRETARY OF EDUCATION  
16 UNDER 20 USC 1099B.

17           (B) EITHER OF THE FOLLOWING:

18           (i) DOCUMENTATION VERIFYING THAT THE COMMUNITY COLLEGE'S OR  
19 UNIVERSITY'S CULINARY OR HOSPITALITY PROGRAM IS ACCREDITED BY A  
20 REGIONALLY RECOGNIZED ACCREDITING BODY.

21           (ii) WITHIN 180 DAYS AFTER THE EFFECTIVE DATE OF THE AMENDATORY  
22 ACT THAT ADDED THIS SECTION, A COPY OF THE COMMUNITY COLLEGE'S OR  
23 UNIVERSITY'S APPLICATION TO A REGIONALLY RECOGNIZED ACCREDITING  
24 BODY FOR ACCREDITATION OF ITS CULINARY OR HOSPITALITY PROGRAM.

25           (4) THE COMMISSION SHALL CANCEL A LICENSE ISSUED UNDER THIS  
26 SECTION IF, WITHIN 2 YEARS OF APPLYING FOR A LICENSE UNDER THIS  
27 SECTION, THE COMMUNITY COLLEGE'S OR UNIVERSITY'S CULINARY OR

1 HOSPITALITY PROGRAM IS NOT ACCREDITED BY A REGIONALLY RECOGNIZED  
2 ACCREDITING BODY, UNLESS THE COMMUNITY COLLEGE OR UNIVERSITY  
3 DEMONSTRATES GOOD CAUSE FOR AN EXTENSION OF TIME TO OBTAIN  
4 ACCREDITATION BY A REGIONALLY RECOGNIZED ACCREDITING BODY.

5 (5) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (7), A LIQUOR  
6 LICENSE ISSUED UNDER THIS SECTION SHALL BE GRANTED AND REGISTERED  
7 TO THE COMMUNITY COLLEGE'S OR UNIVERSITY'S CULINARY OR HOSPITALITY  
8 PROGRAM'S LOCATION.

9 (6) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (7), A LIQUOR  
10 LICENSE ISSUED UNDER THIS SECTION SHALL BE USED BY THE COMMUNITY  
11 COLLEGE OR UNIVERSITY AND NOT BY A PRIVATE ENTITY.

12 (7) SUBJECT TO SECTION 531, THE COMMISSION MAY ISSUE A LICENSE  
13 TO A PRIVATE ENTITY FOR THE SALE OF ALCOHOLIC LIQUOR FOR  
14 CONSUMPTION ON THE PREMISES OF AN OUTDOOR STADIUM LOCATED ON LAND  
15 OWNED BY LAKE MICHIGAN COLLEGE AND LEASED TO A PRIVATE ENTITY. THE  
16 PROHIBITION IN SECTION 531(7) ON LICENSES AT OUTDOOR STADIUMS DOES  
17 NOT APPLY TO A LICENSE ISSUED UNDER THIS SUBSECTION.

18 (8) A COMMUNITY COLLEGE OR UNIVERSITY SHALL NOT SELL ANY  
19 ALCOHOLIC LIQUOR UNDER THIS SECTION IN ANY MANNER THAT UNFAIRLY  
20 COMPETES WITH THE PRIVATE SECTOR.

21 (9) A COMMUNITY COLLEGE OR UNIVERSITY THAT HOLDS A LIQUOR  
22 LICENSE UNDER THIS SECTION SHALL NOT OBTAIN A CATERING PERMIT UNDER  
23 SECTION 547.

24 (10) AS USED IN THIS SECTION:

25 (A) "COMMUNITY COLLEGE" MEANS A COMMUNITY COLLEGE ESTABLISHED  
26 UNDER THE COMMUNITY COLLEGE ACT OF 1966, 1966 PA 331, MCL 389.1 TO  
27 389.195.

1           (B) "UNIVERSITY" MEANS A PUBLIC UNIVERSITY DESCRIBED IN  
2   SECTION 4, 5, OR 6 OF ARTICLE VIII OF THE STATE CONSTITUTION OF  
3   1963.