

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.