

Legislative Analysis



LIQUOR UNIFORM PRICE DISCOUNT

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

Senate Bill 230 (proposed substitute H-3)

Sponsor: Sen. Ed McBroom

House Committee: Regulatory Reform

Senate Committee: Regulatory Reform

Revised 1-6-22

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

SUMMARY:

Senate Bill 230 would amend the Michigan Liquor Control Code to allow an on-premises licensee to receive a 23% discount (instead of 17%) on the uniform price for liquor purchased from the state. The discount was changed from 17% to 23% by 2020 PA 126, but on July 1, 2021, those provisions expired and the discount went back to 17%.

The bill would allow a 23% discount beginning 30 days after the bill's effective date and ending 12 months after that date.

MCL 436.1233

FISCAL IMPACT:

Senate Bill 230 would have significant fiscal implications for the state, namely by reducing revenue that would otherwise be deposited to the Liquor Purchase Revolving Fund (LPRF). Extending the 23% discount would ultimately affect revenues that are deposited to the general fund, as unexpended LPRF balances lapse to the general fund at the close of the fiscal year.

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