## **HOUSE BILL No. 6271**

November 5, 1998, Introduced by Rep. Varga and referred to the Committee on Regulatory Affairs.

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998," by amending sections 811, 916, and 1113 (MCL 436.1811, 436.1916, and 436.2113).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 811. The insurance policy described in this chapter
- 2 shall cover the liability imposed by section 801 and shall con-
- 3 tain the following conditions:
- 4 That no condition, provision, stipulation or limitation con-
- 5 tained in the policy, or any other endorsement thereon, shall
- 6 relieve the insurer from liability (within the statutory limits
- 7 provided by section 803 of the Michigan liquor control code of
- 8 -1997 1998), for the payment of any claim for which the insured
- 9 may be held legally liable under section 801 of said act.

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- 1 Sec. 916. (1) An on-premises licensee shall not allow
- 2 monologues, dialogues, motion pictures, still slides, closed
- 3 circuit television, contests, or other performances for public
- 4 viewing on the licensed premises unless the licensee has applied
- 5 for and been granted an entertainment permit by the commission.
- 6 Issuance of an entertainment permit under this subsection does
- 7 not allow topless activity on the licensed premises.
- 8 (2) An on-premises licensee shall not allow dancing by cus-
- 9 tomers on the licensed premises unless the licensee has applied
- 10 for and been granted a dance permit by the commission. Issuance
- 11 of a dance permit under this subsection does not allow topless
- 12 activity on the licensed premises.
- 13 (3) An on-premises licensee shall not allow topless activity
- 14 on the licensed premises unless the licensee has applied for and
- 15 been granted a topless activity permit by the commission. This
- 16 section is not intended to prevent a local unit of government
- 17 from enacting an ordinance prohibiting topless activity or nudity
- 18 on a licensed premises located within that local unit of
- 19 government. This subsection applies only to topless activity
- 20 permits issued by the commission to on-premises licensees located
- 21 in counties with a population of 95,000 or less.
- 22 (4) The commission may issue to an on-premises licensee a
- 23 combination dance-entertainment permit or topless
- 24 activity-entertainment permit after application requesting a
- 25 permit for both types of activities.
- 26 (5) An on-premises licensee shall not allow the activities
- 27 allowed by a permit issued under this section at any time other

- 1 than the legal hours for sale and consumption of alcoholic
- 2 liquor.
- 3 (6) Before the issuance of any permit under this section,
- 4 the on-premises licensee shall obtain the approval of all of the
- 5 following:
- 6 (a) The commission.
- 7 (b) Except in cities with a population of 1,000,000 or more,
- 8 the local legislative body of the jurisdiction within which the
- 9 premises are located.
- 10 (c) The chief law enforcement officer of the jurisdiction
- 11 within which the premises are located or the entity contractually
- 12 designated to enforce the law in that jurisdiction.
- 13 (7) The following activities are allowed without the grant-
- 14 ing of a permit under this section:
- 15 (a) The performance or playing of an orchestra, piano, or
- 16 other types of musical instruments, or singing.
- 17 (b) Any publicly broadcast television transmission from a
- 18 federally licensed station.
- 19 (8) In the case of a licensee granted an entertainment or
- 20 dance permit under R 436.1407 of the Michigan administrative code
- 21 who, after January 1, 1998, extended the activities conducted
- 22 under that permit to regular or full-time topless activity, that
- 23 licensee shall apply to the commission for a topless activity
- 24 permit under this section within 60 days after the effective date
- 25 of this section in order to continue topless activity. Except as
- 26 otherwise provided for in this subsection, this section applies

- 1 only to entertainment or dance permits issued after the effective
- 2 date of this section.
- 3 (9) The fees imposed by the commission for a permit under
- 4 this section remain the same as the fees imposed under a permit
- 5 issued under R 436.1407 of the Michigan administrative code.
- 6 (10) Except as otherwise provided, this section does not
- 7 change the renewal or application process for a license under
- 8 section  $\frac{17}{10}$  501 or the renewal process for permits issued under
- 9 R 436.1407 of the Michigan administrative code.
- 10 (11) As used in this section:
- 11 (a) "Nudity" means exposure to public view of the whole or
- 12 part of the pubic region; the whole or part of the anus; the
- 13 whole or part of the buttocks; the whole or part of the genitals;
- 14 or the breast area including the nipple or more than 1/2 of the
- 15 area of the breast.
- 16 (b) "Topless activity" means activity that includes, but is
- 17 not limited to, entertainment or work-related activity performed
- 18 by any of the following persons on the licensed premises in which
- 19 the female breast area, including the nipple, or more than 1/2 of
- 20 the area of the breast, is directly exposed or exposed by means
- 21 of see-through clothing or a body stocking:
- **22** (*i*) A licensee.
- 23 (ii) An employee, agent, or contractor of the licensee.
- 24 (iii) A person acting under the control of or with the per-
- 25 mission of the licensee.
- 26 Sec. 1113. (1) Except as provided in subsection (2), (3),
- 27 or (5), a licensee enumerated under section 525 or any other

- 1 person shall not sell at retail, give away, or furnish, and a
- 2 person shall not knowingly and willfully buy, spirits or mixed
- 3 spirit drink between the hours of 2 a.m. and 12 midnight on
- 4 Sunday. If January 1 falls on Sunday, the hours may be extended
- 5 to 4 a.m.
- 6 (2) If the legislative body of a county has authorized the
- 7 sale of spirits and mixed spirit drink for consumption on the
- 8 premises on Sunday, by resolution approved by a majority of the
- 9 legislative body voting on that resolution, the spirits and mixed
- 10 spirit drink may be sold after 12 noon in an establishment
- 11 licensed under this act in which the gross receipts derived from
- 12 the sale of food and other goods and services exceed 50% of the
- 13 total gross receipts. With respect to an action taken by the
- 14 legislative body or if the legislative body fails to act, a peti-
- 15 tion may be filed with the county clerk requesting the submission
- 16 of the question of the sale of spirits and mixed spirit drink for
- 17 consumption on the premises in addition to beer and wine on
- 18 Sunday. The petition shall be signed by a number of the regis-
- 19 tered and qualified electors of the county that is not less than
- 20 8% of the total number of votes cast for all candidates for the
- 21 office of secretary of state in the county at the last general
- 22 election held for that purpose. The question shall not be sub-
- 23 mitted to the electors of a county more than once every 4 years.
- 24 The county clerk shall submit the question at the next regular
- 25 state election held in the county if the petitions are filed not
- 26 less than 60 days before the election. The question of the sale
- 27 of spirits and mixed spirit drink for consumption on the

- 1 premises, in addition to beer and wine, on Sunday shall be
- 2 submitted by ballot in substantially the following form:
- 3 "Shall the sale of spirits and mixed spirit drink for con-
- 4 sumption on the premises be permitted on Sunday in an establish-
- 5 ment licensed under the Michigan liquor control code of -1997-
- 6 1998 in which the gross receipts derived from the sale of food or
- 7 other goods and services exceed 50% of the total gross receipts
- 8 within the county of ..... under the provisions of the law
- 9 governing the sale of spirits and mixed spirit drink for
- 10 consumption?
- **11** Yes .....
- 12 No ..... "
- 13 (3) If the legislative body of a county has authorized the
- 14 sale of spirits and mixed spirit drink for consumption off the
- 15 premises on Sunday by resolution approved by a majority of the
- 16 legislative body voting on the resolution, spirits and mixed
- 17 spirit drink may be sold after 12 noon in a retail establishment
- 18 licensed under this act. With respect to an action taken by the
- 19 legislative body or if the legislative body fails to act, a peti-
- 20 tion may be filed with the county clerk requesting the submission
- 21 of the question of the sale of spirits and mixed spirit drink for
- 22 consumption off the premises, in addition to beer and wine, in a
- 23 retail establishment licensed under this act on Sunday. The
- 24 petition shall be signed by a number of the registered and quali-
- 25 fied electors of the county that is not less than 8% of the total
- 26 number of votes cast for all candidates for the office of
- 27 secretary of state in the county at the last general election

- 1 held for that purpose. The question shall not be submitted to
- 2 the electors of a county more than once every 4 years. The
- 3 county clerk shall submit the question at the next regular state
- 4 election held in the county if the petitions are filed not less
- 5 than 60 days before the election. The question of the sale of
- 6 spirits and mixed spirit drink for consumption off the premises,
- 7 in addition to beer and wine, in a retail establishment licensed
- 8 under this act on Sunday shall be submitted by ballot in substan-
- 9 tially the following form:
- 10 "Shall the sale of spirits and mixed spirit drink for con-
- 11 sumption off the premises be permitted on Sunday in a retail
- 12 establishment licensed under the Michigan liquor control code of
- 13 1997 1998 within the county of ...... under the provisions
- 14 of the law governing the sale of spirits and mixed spirit drink
- 15 for consumption?
- 16 Yes .....
- 17 No ....".
- 18 (4) Votes on a question submitted under this section shall
- 19 be taken, counted, and canvassed in the same manner as votes cast
- 20 in county elections are taken, counted, and canvassed. A ballot
- 21 shall be furnished by the election commission or similar body of
- 22 the county. If a majority of the electors voting at an election
- 23 vote in favor of the proposal, spirits and mixed spirit drink may
- 24 be sold in the county under this act for consumption on the
- 25 premises or by a retail establishment for consumption off the
- 26 premises, in addition to beer and wine, on Sunday. The sale
- 27 shall not be permitted in a city, village, or township in which

- 1 the sale of spirits and mixed spirit drink is prohibited under
- 2 this act. A violation of this section is a misdemeanor. This
- 3 section does not apply to spirits and mixed spirit drink served
- 4 to a bona fide guest in the residence of a person or sold or fur-
- 5 nished for medicinal purposes as provided for in this act.
- 6 (5) A licensee enumerated under section 525 or any other
- 7 person shall not sell at retail, and a person shall not knowingly
- 8 and willfully buy, alcoholic liquor between the hours of
- 9 9 p.m. on December 24 and 7 a.m. on December 26. If December 26
- 10 falls on Sunday, the hours of closing shall be determined pursu-
- 11 ant to this act. The legislative body of a city, village, or
- 12 township, by resolution or ordinance, may prohibit the sale of
- 13 alcoholic liquor on Sunday or a legal holiday, primary election
- 14 day, general election day, or municipal election day.