## SENATE BILL No. 1401

September 17, 2002, Introduced by Senators HOFFMAN, HAMMERSTROM and BULLARD and referred to the Committee on Transportation and Tourism.

A bill to amend 1998 PA 58, entitled "Michigan liquor control code of 1998," (MCL 436.1101 to 436.2303) by adding section 518.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 518. (1) AS USED IN THIS SECTION:
- 2 (A) "MOTORSPORTS ENTERTAINMENT COMPLEX" MEANS A
- CLOSED-COURSE MOTORSPORTS FACILITY AND ITS ANCILLARY GROUNDS THAT
- 4 COMPLY WITH ALL OF THE FOLLOWING:
- 5 (i) HAS AT LEAST 70,000 FIXED SEATS FOR RACE PATRONS.
- (ii) HAS AT LEAST 7 SCHEDULED DAYS OF MOTORSPORTS EVENTS
- 7 EACH CALENDAR YEAR.
- (iii) HAS AT LEAST 4 MOTORSPORTS EVENTS EACH CALENDAR YEAR.
- (iv) SERVES FOOD AND BEVERAGES AT THE FACILITY DURING
- **SENATE BILL No. 1401** SANCTIONED EVENTS EACH CALENDAR YEAR THROUGH CONCESSION OUTLETS,
  - 11 A MAJORITY OF WHICH ARE STAFFED BY INDIVIDUALS WHO REPRESENT OR

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- 1 ARE MEMBERS OF 1 OR MORE NONPROFIT CIVIC OR CHARITABLE
- 2 ORGANIZATIONS THAT DIRECTLY FINANCIALLY BENEFIT FROM THE CONCES-
- 3 SION OUTLETS' SALES.
- $\mathbf{4}$  (v) ENGAGES IN TOURISM PROMOTION.
- 5 (vi) HAS LOCATED ON THE PROPERTY EXHIBITIONS OF MOTORSPORTS
- 6 HISTORY, EVENTS, OR VEHICLES.
- 7 (B) "MOTORSPORTS EVENT" MEANS A MOTORSPORTS RACE AND ITS
- 8 ANCILLARY ACTIVITIES THAT HAVE BEEN SANCTIONED BY A SANCTIONING
- 9 BODY.
- 10 (C) "OWNER" MEANS A PERSON WHO OWNS AND OPERATES A MOTOR-
- 11 SPORTS ENTERTAINMENT COMPLEX.
- 12 (D) "SANCTIONING BODY" MEANS THE AMERICAN MOTORCYCLE ASSOCI-
- 13 ATION (AMA); AUTO RACING CLUB OF AMERICA (ARCA); CHAMPIONSHIP
- 14 AUTO RACING TEAMS (CART); GRAND AMERICAN ROAD RACING ASSOCIATION
- 15 (GRAND AM); INDY RACING LEAGUE (IRL); NATIONAL ASSOCIATION FOR
- 16 STOCK CAR AUTO RACING (NASCAR); NATION HOT ROD ASSOCIATION
- 17 (NHRA); PROFESSIONAL SPORTSCAR RACING (PSR); SPORTS CAR CLUB OF
- 18 AMERICA (SCCA); UNITED STATES AUTO CLUB (USAC); OR ANY SUCCESSOR
- 19 ORGANIZATION OR ANY OTHER NATIONALLY OR INTERNATIONALLY RECOG-
- 20 NIZED GOVERNING BODY OF MOTORSPORTS THAT ESTABLISHES AN ANNUAL
- 21 SCHEDULE OF MOTORSPORTS EVENTS AND GRANTS RIGHTS TO CONDUCT THE
- 22 EVENTS, THAT HAS ESTABLISHED AND ADMINISTERS RULES AND REGULA-
- 23 TIONS GOVERNING ALL PARTICIPANTS INVOLVED IN THE EVENTS AND ALL
- 24 PERSONS CONDUCTING THE EVENTS, AND THAT REQUIRES CERTAIN LIABIL-
- 25 ITY ASSURANCES, INCLUDING INSURANCE.
- 26 (2) FOR A PERIOD OF TIME NOT TO EXCEED 7 CONSECUTIVE DAYS
- 27 DURING WHICH PUBLIC ACCESS IS PERMITTED TO A MOTORSPORTS

- 1 ENTERTAINMENT COMPLEX IN CONNECTION WITH A MOTORSPORTS EVENT,
- 2 MEMBERS OF THE GENERAL PUBLIC AT LEAST 21 YEARS OR OLDER MAY
- 3 BRING ALCOHOLIC LIQUOR NOT PURCHASED AT THE MOTORSPORTS ENTER-
- 4 TAINMENT COMPLEX INTO THE MOTORSPORTS ENTERTAINMENT COMPLEX AND
- 5 POSSESS AND CONSUME THAT ALCOHOLIC LIQUOR. POSSESSION AND CON-
- 6 SUMPTION OF ALCOHOLIC LIQUOR UNDER THIS SECTION ARE ALLOWED IN
- 7 PORTIONS OF THE MOTORSPORTS ENTERTAINMENT COMPLEX OPEN TO THE
- 8 GENERAL PUBLIC THAT ARE ALSO PART OF THE LICENSED PREMISES OF A
- 9 RETAIL LICENSEE ONLY UNDER BOTH OF THE FOLLOWING CIRCUMSTANCES:
- 10 (A) THE LICENSED PREMISES ARE LOCATED WITHIN THE MOTORSPORTS
- 11 ENTERTAINMENT COMPLEX.
- 12 (B) THE RETAIL LICENSEE HOLDS A LICENSE FOR CONSUMPTION ON
- 13 THE LICENSED PREMISES OF THE MOTORSPORTS ENTERTAINMENT COMPLEX.
- 14 (3) AN OWNER IS NOT CONSIDERED A VENDOR UNDER THIS ACT
- 15 MERELY BECAUSE IT IS AFFILIATED WITH, IS A SHAREHOLDER OF, OR
- 16 CONTRACTUALLY SHARES IN PERCENTAGE PAYMENTS WITH A RETAIL
- 17 LICENSEE UNLESS EITHER OR BOTH OF THE FOLLOWING CIRCUMSTANCES
- **18** EXIST:
- 19 (A) THE OWNER OBLIGATES OR REQUIRES A VENDOR OPERATING AT
- 20 THE MOTORSPORTS ENTERTAINMENT COMPLEX TO PURCHASE OR SELL A PAR-
- 21 TICULAR BRAND OF ALCOHOLIC LIQUOR IN THE AREAS THAT ARE ACCESSI-
- 22 BLE TO THE GENERAL PUBLIC. FOR PURPOSES OF THIS SUBDIVISION,
- 23 AREAS ACCESSIBLE TO THE GENERAL PUBLIC DO NOT INCLUDE ANY
- 24 RESTRICTED ACCESS AREAS THAT ARE UNDER LEASE, LICENSE, OR OCCU-
- 25 PANCY CONTRACTS WITH THE OWNER.
- (B) WITH THE KNOWLEDGE OF THE OWNER, A PERSON LICENSED AS A
- 27 BEER DISTRIBUTOR IS DIRECTLY OR INDIRECTLY PARTICIPATING IN, OR

- ${f 1}$  CONTRIBUTING TO, ADVERTISING OR PROMOTIONAL FUNDS BEING USED TO
- 2 PAY FEES TO THE OWNER.
- 3 (4) AN OWNER NOT HOLDING ANY LICENSE UNDER THIS ACT MAY
- 4 ENTER INTO A PROMOTIONAL CONTRACT TO PROVIDE FOR OR REQUIRE THE
- 5 PAYMENT OF FEES TO THE OWNER. THE PROMOTIONAL CONTRACT MAY BE
- 6 WITH ANY PERSON EXCEPT FOR ANY OF THE FOLLOWING:
- 7 (A) A PERSON LICENSED AS A BEER DISTRIBUTOR UNLESS THAT
- 8 PERSON IS ALSO LICENSED AS A MANUFACTURER.
- 9 (B) A PERSON A LICENSED AS A WINE DISTRIBUTOR UNLESS THAT
- 10 PERSON IS ALSO LICENSED AS A MANUFACTURER.
- 11 (C) A PERSON LICENSED AS A SPIRIT MANUFACTURER.