



STATE OF MICHIGAN  
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS  
LIQUOR CONTROL COMMISSION

In the matter of )  
)  
**KKGB ENTERPRISE INC.** ) Business ID No. 157560  
**D/B/A ECONO KING** )  
1423 S. Michigan )  
Saginaw, Michigan 48602 )  
)  
Saginaw County )  
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At the March 24, 2015 hearing of the Michigan Liquor Control Commission (Commission) in Lansing, Michigan.

PRESENT: Andrew J. Deloney, Chairman  
Teri L. Quimby, Commissioner  
Dennis Olshove, Commissioner

**PENALTY HEARING ORDER**

Under MCL 436.1903(1), the Commission shall impose a suspension or revocation of the 2014 Specially Designated Distributor and Specially Designated Merchant licenses with Sunday Sales Permits (A.M. & P.M.) held by KKGB Enterprise Inc., d/b/a Econo King (licensee) at the above-noted address, as the licensee was found liable for three (3) violations of MCL 436.1801(2) on different occasions within a 24-month period. Those violations occurred on July 5, 2011, May 1, 2012 and June 4, 2013.

The penalty hearing was held on March 24, 2015 at the Commission's Lansing office. Representing the licensee at the hearing was Attorney Roger Isaac and sole stockholder, Karnail Singh.

After reviewing the record of the three (3) violations within a consecutive 24-month period which necessitated the penalty hearing, hearing arguments from Attorney Isaac and Mr. Singh, and review of the MLCC file, the Commission finds that revocation of the licenses is not necessary in this matter. However, the Commission further finds

that a suspension of the licenses is required, and the licensee has demonstrated reasons to order a suspension in this matter for the following reasons:

- The Commission finds that the licenses and permits were originally issued to the licensee on June 29, 2005. The minors were 16 and 18 years of age, and identification was not requested in the incidents that occurred on May 1, 2012 and June 4, 2013.
- The Commission finds that a 16 year old minor was sold or furnished alcoholic liquor on May 1, 2012 and identification was requested and shown; indicating either a careless disregard of the law or deliberate actions of the clerk. This violation was acknowledged by the licensee.
- The Commission finds that prior to the three (3) violations that necessitated the penalty hearing, the licensee was found responsible for three (3) additional violations of MCL 436.1801(2) that occurred on September 23, 2006, October 6, 2006 and April 29, 2009. The minors were 18 and 19 years of age.
- The Commission finds that on September 25, 2013, the licensee was found responsible for the sale of a single cigarette.
- The Commission finds that on February 26, 2014, the licensee was issued a Violation Warning Notice of administrative rule R 436.1011(1).
- The Commission finds that all employees who made the illegal sales were terminated.
- The Commission finds that the licensee has upgraded the technology on their point of sale equipment to aid in the prevention of the sale of age restricted products to minors.
- The Commission finds that the licensee has demonstrated that all employees have been certified in a Commission-approved alcohol management training course and any future employees will be required to be certified.
- The Commission finds that the licensee has passed five (5) controlled-buy operations for alcohol conducted by the Commission's Enforcement

Division; and has passed one (1) controlled-buy operation for alcohol conducted by the Saginaw Police Department.

- The Commission finds that the licensee has entered into a purchase agreement for the sale of the licensed business, and a transfer application of the licenses and permits is pending Commission consideration. (Request ID No. 772708).
- The Commission finds there was no failure to cooperate with law enforcement or with the Commission.

Under MCL 436.1903(1), the Commission shall issue a penalty of suspension or revocation in this matter. The Commission finds that a seven (7) day suspension is warranted for the reasons stated on the record, to be served April 6, 7, 8, 9, 10, 11 and 12, 2015.

THEREFORE, IT IS ORDERED that:

A. The 2014 Specially Designated Distributor and Specially Designated Merchant licenses with Sunday Sales Permits (A.M. & P.M.) held by KKGB Enterprise Inc., d/b/a Econo King are SUSPENDED for seven (7) days to be served on April 6, 7, 8, 9, 10, 11 and 12, 2015.

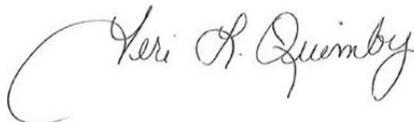
B. The suspension is to run consecutively and not concurrently with any other suspension ordered by the Michigan Liquor Control Commission for this licensee.

MICHIGAN LIQUOR CONTROL COMMISSION



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Andrew J. Deloney, Chairman



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Teri L. Quimby, Commissioner

A handwritten signature in cursive script, appearing to read "Dennis Olshove".

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Dennis Olshove, Commissioner

Date Mailed:

tlc