By: Senator(s) Minor

To: Finance

SENATE BILL NO. 2261

1 AN ACT TO AMEND SECTION 67-1-51, MISSISSIPPI CODE OF 1972, TO 2 AUTHORIZE THE HOLDER OF A PACKAGE RETAILER'S PERMIT TO SELL 3 MARGARITA MIX, MARGARITA SALT AND TOBACCO PRODUCTS; AND FOR 4 RELATED PURPOSES.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 SECTION 1. Section 67-1-51, Mississippi Code of 1972, is 7 amended as follows:

8 67-1-51. (1) Permits which may be issued by the commission9 shall be as follows:

10 (a) Manufacturer's permit. A manufacturer's permit 11 shall permit the manufacture, importation in bulk, bottling and 12 storage of alcoholic liquor and its distribution and sale to 13 manufacturers holding permits under this chapter in this state and 14 to persons outside the state who are authorized by law to purchase 15 the same, and to sell exclusively to the commission.

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Manufacturer's permits shall be of the following classes:

17 Class 1. Distiller's and/or rectifier's permit, which shall 18 authorize the holder thereof to operate a distillery for the 19 production of distilled spirits by distillation or redistillation 20 and/or to operate a rectifying plant for the purifying, refining, 21 mixing, blending, flavoring or reducing in proof of distilled 22 spirits and alcohol.

23 Class 2. Wine manufacturer's permit, which shall authorize 24 the holder thereof to manufacture, import in bulk, bottle and 25 store wine or vinous liquor.

Class 3. Native wine producer's permit, which shall authorize the holder thereof to produce, bottle, store and sell 28 native wines.

29 (b) Package retailer's permit. Except as otherwise 30 provided in this paragraph, a package retailer's permit shall authorize the holder thereof to operate a store exclusively for 31 32 the sale at retail in original sealed and unopened packages of alcoholic beverages, including native wines, not to be consumed on 33 the premises where sold. Alcoholic beverages shall not be sold by 34 any retailer in any package or container containing less than 35 36 fifty (50) milliliters by liquid measure. In addition to the sale 37 at retail of packages of alcoholic beverages, the holder of a package retailer's permit is authorized to sell at retail 38 corkscrews, wine glasses, <u>Margarita mix, Margarita salt, tobacco</u> 39 40 products, soft drinks, ice, juices, mixers and other beverages 41 commonly used to mix with alcoholic beverages. Nonalcoholic beverages sold by the holder of a package retailer's permit shall 42 43 not be consumed on the premises where sold.

44 (c) On-premises retailer's permit. An on-premises 45 retailer's permit shall authorize the sale of alcoholic beverages, including native wines, for consumption on the licensed premises 46 Such a permit shall issue only to qualified hotels, 47 only. restaurants and clubs, and to common carriers with adequate 48 49 facilities for serving passengers. In resort areas, whether 50 inside or outside of a municipality, the commission may, in its 51 discretion, issue on-premises retailer's permits to such establishments as it deems proper. An on-premises retailer's 52 53 permit when issued to a common carrier shall authorize the sale 54 and serving of alcoholic beverages aboard any licensed vehicle 55 while moving through any county of the state; however, the sale of 56 such alcoholic beverages shall not be permitted while such vehicle 57 is stopped in a county that has not legalized such sales.

(d) Solicitor's permit. A solicitor's permit shall
authorize the holder thereof to act as salesman for a manufacturer
or wholesaler holding a proper permit, to solicit on behalf of his

61 employer orders for alcoholic beverages, and to otherwise promote 62 his employer's products in a legitimate manner. Such a permit 63 shall authorize the representation of and employment by one (1) 64 principal only. However, the permittee may also, in the 65 discretion of the commission, be issued additional permits to represent other principals. No such permittee shall buy or sell 66 alcoholic beverages for his own account, and no such beverage 67 shall be brought into this state in pursuance of the exercise of 68 69 such permit otherwise than through a permit issued to a wholesaler 70 or manufacturer in the state.

(e) Native wine retailer's permit. A native wine retailer's permit shall be issued only to a holder of a Class 3 manufacturer's permit, and shall authorize the holder thereof to make retail sales of native wines to consumers for on-premises consumption or to consumers in originally sealed and unopened containers at an establishment located on the premises of or in the immediate vicinity of a native winery.

(f) Temporary retailer's permit. A temporary
retailer's permit shall permit the purchase and resale of
alcoholic beverages, including native wines, during legal hours on
the premises described in the temporary permit only.

82 Temporary retailer's permits shall be of the following 83 classes:

Class 1. A temporary one-day permit may be issued to bona 84 85 fide nonprofit civic or charitable organizations authorizing the 86 sale of alcoholic beverages, including native wine, for 87 consumption on the premises described in the temporary permit 88 only. Class 1 permits may be issued only to applicants 89 demonstrating to the commission, by affidavit submitted ten (10) 90 days prior to the proposed date or such other time as the 91 commission may determine, that they meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 92 (excluding paragraph (e)) and 67-1-59. Class 1 permittees shall 93

94 obtain all alcoholic beverages from package retailers located in 95 the county in which the temporary permit is issued. Alcoholic beverages remaining in stock upon expiration of the temporary 96 permit may be returned by the permittee to the package retailer 97 98 for a refund of the purchase price upon consent of the package 99 retailer or may be kept by the permittee exclusively for personal use and consumption, subject to all laws pertaining to the illegal 100 101 sale and possession of alcoholic beverages. The commission, 102 following review of the affidavit and the requirements of the 103 applicable statutes and regulations, may issue the permit.

104 Class 2. A temporary permit, not to exceed seventy (70) 105 days, may be issued to prospective permittees seeking to transfer 106 a permit authorized in either paragraph (b) or (c) of this 107 section. A Class 2 permit may be issued only to applicants 108 demonstrating to the commission, by affidavit, that they meet the 109 qualifications of Sections 67-1-5(1), (m), (n), (o), (p) or (q), 110 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 67-1-59. The commission, following a preliminary review of the affidavit and 111 112 the requirements of the applicable statutes and regulations, may 113 issue the permit.

114 Class 2 temporary permittees must purchase their alcoholic 115 beverages directly from the commission or, with approval of the 116 commission, purchase the remaining stock of the previous 117 permittee.

118 If the proposed applicant of a Class 1 or Class 2 temporary 119 permit falsifies information contained in the application or 120 affidavit, the applicant shall never again be eligible for a 121 retail alcohol beverage permit and shall be subject to prosecution 122 for perjury.

(g) Caterer's permit. A caterer's permit shall permit the purchase of alcoholic beverages by a person engaging in business as a caterer and the resale of alcoholic beverages by such person in conjunction with such catering business. No person

127 shall qualify as a caterer unless forty percent (40%) or more of 128 the revenue derived from such catering business shall be from the 129 serving of prepared food and not from the sale of alcoholic beverages and unless such person has obtained a permit for such 130 131 business from the Department of Health. A caterer's permit shall not authorize the sale of alcoholic beverages on the premises of 132 133 the person engaging in business as a caterer; however, the holder of an on-premises retailer's permit may hold a caterer's permit. 134 135 All sales of alcoholic beverages by holders of a caterer's permit 136 shall be made at the location being catered by the caterer, and such sales may be made only for consumption at the catered 137 138 location. Such sales shall be made pursuant to any other 139 conditions and restrictions which apply to sales made by on-premises retail permittees. The holder of a caterer's permit 140 or his employees shall remain at the catered location as long as 141 142 alcoholic beverages are being sold pursuant to the permit issued 143 under this paragraph (g), and the permittee and employees at such location shall each have personal identification cards issued by 144 145 the Alcoholic Beverage Control Division of the commission. No 146 unsold alcoholic beverages may be left at the catered location by 147 the permittee upon the conclusion of his business at that location. Appropriate law enforcement officers and Alcoholic 148 149 Beverage Control Division personnel may enter a catered location 150 on private property in order to enforce laws governing the sale or 151 serving of alcoholic beverages.

(h) Research Permit. A research permit shall authorize the holder thereof to operate a research facility for the professional research of alcoholic beverages. Such permit shall authorize the holder of the permit to import and purchase limited amounts of alcoholic beverages from the commission or from importers, wineries and distillers of alcoholic beverages for professional research.

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(i) Alcohol processing permit. An alcohol processing

160 permit shall authorize the holder thereof to purchase, transport and possess alcoholic beverages for the exclusive use in cooking, 161 162 processing or manufacturing products which contain alcoholic beverages as an integral ingredient. An alcohol processing permit 163 164 shall not authorize the sale of alcoholic beverages on the 165 premises of the person engaging in the business of cooking, 166 processing or manufacturing products which contain alcoholic 167 beverages. The amounts of alcoholic beverages allowed under an 168 alcohol processing permit shall be set by the commission.

169 (2) Retail permittees may hold more than one (1) retail170 permit, at the discretion of the commission.

(3) Except as otherwise provided in this subsection, no authority shall be granted to any person to manufacture, sell or store for sale any intoxicating liquor as specified in this chapter within four hundred (400) feet of any church, school, kindergarten or funeral home. However, within an area zoned commercial or business, such minimum distance shall be not less than one hundred (100) feet.

178 A church or funeral home may waive the distance restrictions imposed in this subsection in favor of allowing issuance by the 179 180 commission of a permit, pursuant to subsection (1) of this 181 section, to authorize activity relating to the manufacturing, sale 182 or storage of alcoholic beverages which would otherwise be 183 prohibited under the minimum distance criterion. Such waiver shall be in written form from the owner, the governing body, or 184 185 the appropriate officer of the church or funeral home having the 186 authority to execute such a waiver, and the waiver shall be filed with and verified by the commission before becoming effective. 187 The distance restrictions imposed in this subsection shall 188 189 not apply to the sale or storage of alcoholic beverages at a bed 190 and breakfast inn listed in the National Register of Historic

191 Places.

192 SECTION 2. This act shall take effect and be in force from

193 and after July 1, 1999.