

By: Senator(s) Minor

To: Finance

COMMITTEE SUBSTITUTE
FOR
SENATE BILL NO. 2125

1 AN ACT TO PROVIDE FOR THE ESTABLISHMENT OF A RESPONSIBLE
2 ALCOHOL VENDOR PROGRAM DESIGNED TO ELIMINATE THE SALE OF ALCOHOLIC
3 BEVERAGES, BEER AND LIGHT WINE TO UNDERAGE PERSONS AND TO
4 ENCOURAGE THE RESPONSIBLE SALE OF ALCOHOLIC BEVERAGES, BEER AND
5 LIGHT WINE; TO PROVIDE THAT THE STATE TAX COMMISSION SHALL OVERSEE
6 THE PROGRAM; TO PROVIDE THAT THE COMMISSION AND THE ATTORNEY
7 GENERAL SHALL APPROVE ALL SERVER TRAINING COURSES; TO PROVIDE THAT
8 THE COMMISSION SHALL ISSUE PERMITS TO APPROVED PROVIDERS; TO
9 PROVIDE THAT APPROVED PROVIDERS SHALL ISSUE SERVER CERTIFICATES TO
10 SERVERS UPON SUCCESSFUL COMPLETION OF A SERVER TRAINING COURSE; TO
11 PROVIDE THAT IF A VENDOR'S EMPLOYEE SELLS ALCOHOLIC BEVERAGES,
12 BEER OR LIGHT WINE TO UNDERAGE OR VISIBLY INTOXICATED PERSONS, THE
13 VENDORS PERMIT SHALL NOT BE SUSPENDED OR REVOKED BY THE COMMISSION
14 FOR THE FIRST OFFENSE COMMITTED ON THE PERMITTED PREMISES WITHIN A
15 TWELVE-MONTH PERIOD IF ALL SERVERS OF THE VENDOR POSSESS A VALID
16 SERVER'S CERTIFICATION AT THE TIME OF THE VIOLATION OR ALL SERVERS
17 HAVE APPLIED FOR SERVER'S CERTIFICATION WITHIN 30 DAYS AFTER
18 COMMENCING EMPLOYMENT, AND THE VENDOR WAS WITHOUT KNOWLEDGE OF THE
19 VIOLATION OR DID NOT PARTICIPATE IN OR COMMIT THE VIOLATION; TO
20 PROVIDE THAT IF THERE ARE SUBSEQUENT VIOLATIONS WITHIN THE
21 TWELVE-MONTH PERIOD, SERVER TRAINING SHALL NOT BE CONSIDERED AS A
22 MITIGATING FACTOR; TO PROVIDE FOR FEES FOR APPROVED PROVIDER
23 PERMITS; TO AMEND SECTIONS 67-1-37, 67-1-71 AND 67-3-29,
24 MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED
25 PURPOSES.

26 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

27 SECTION 1. This act shall be known and may be cited as the
28 "Responsible Alcohol Vendor Law" of the State of Mississippi.

29 SECTION 2. The purpose of this section is to eliminate the
30 sale of alcoholic beverages, beer and light wine to, and the
31 consumption of alcoholic beverages, beer and light wine by,
32 underage persons; to reduce intoxication and to reduce accidents,
33 injuries and death in the state which are related to intoxication;
34 and to encourage the responsible sale of alcoholic beverages, beer
35 and light wine by vendors throughout the state and provide for the
36 mitigation of administrative penalties against vendors who comply
37 with responsible practices in accordance with this act.

38 SECTION 3. As used in this act:



39 (a) "Commission" means the State Tax Commission.

40 (b) "Person" means and includes any individual,
41 partnership, corporation, association or other legal entity.

42 (c) "Vendor" means any person holding a permit to sell
43 alcoholic beverages, beer or light wine for on-premises
44 consumption or off-premises consumption.

45 (d) "Server" means any employee of a vendor who is
46 authorized to sell, serve or mix alcoholic beverages, beer or
47 light wine in the normal course of his or her employment or deals
48 with the customers who purchase or consume alcoholic beverages,
49 beer or light wine.

50 (e) "Server certification" means the certificate issued
51 to a server upon completion of an approved server training course.

52 (f) "Approved provider" means a person approved by the
53 commission to provide server training courses.

54 (g) "Trainer" means an individual employed or
55 authorized by an approved training provider to conduct an alcohol
56 server education course wherein the successful completion of the
57 course by the student will result in the issuance of a server
58 certification.

59 SECTION 4. (1) The commission shall oversee the Responsible
60 Alcohol Vendor Program. Such program shall be designed to educate
61 vendors and their employees and customers about selling, serving
62 and consuming alcoholic beverages, beer and light wine in a
63 responsible manner. The commission shall:

64 (a) Approve server training courses for vendors and
65 servers; and

66 (b) Issue and renew approved provider permits.

67 Approved provider permits shall be considered a privilege
68 license and if not expired, suspended or revoked, remain valid
69 within the State of Mississippi.

70 (2) The commission and the Attorney General shall approve
71 all server training courses prior to implementation. The



72 commission shall issue permits to approved providers. The permits
73 for approved providers shall be valid for two (2) years. The
74 commission may promulgate rules and regulations setting forth
75 additional requirements for providers and/or individual trainers.

76 (3) Approved providers shall retain records of all persons
77 trained for a period of three (3) years after the date of such
78 training and shall make this information available to the
79 commission upon request or as required by regulation.

80 SECTION 5. Approved providers shall issue server
81 certificates to servers upon successful completion of a server
82 training course offered by an approved provider. Server
83 certificates shall be valid for a period of two (2) years from the
84 date of completion of the training course and shall be issued and
85 renewed by approved providers in accordance with the rules and
86 regulations promulgated by the commission.

87 SECTION 6. The commission may suspend or revoke an approved
88 provider's permit or impose a fine for noncompliance with this act
89 or for any violation of federal, state or local laws or
90 regulations. The procedure for the suspension, revocation or
91 denial of a permit, or for the imposition of fines, shall be the
92 same as are otherwise set forth in Chapter 1, Title 67,
93 Mississippi Code of 1972, for suspension or revocation of
94 alcoholic beverage permits.

95 SECTION 7. (1) If vendor's employee sells alcoholic
96 beverages, beer or light wine to an underage or visibly
97 intoxicated person, the vendor's permit shall not be suspended or
98 revoked by the commission for the first offense committed on the
99 permitted premises within a twelve-month period if:

100 (a) All servers of the vendor possessed a valid
101 server's certification at the time of the violation or all servers
102 had applied for server's certification within thirty (30) days
103 after commencing employment; and



104 (b) The vendor was without knowledge of the violation
105 or did not participate in or commit such violation.

106 (2) If there are subsequent violations at the permitted
107 premises within a twelve-month period, the commission shall not
108 consider server training in mitigation of a vendor's
109 administrative penalties or fines for the unlawful sale or service
110 of an alcoholic beverage, beer or light wine.

111 (3) The vendor shall have the burden of proof in showing
112 that his or her employees were trained or had applied for training
113 within thirty (30) days of commencing employment.

114 SECTION 8. The commission may promulgate rules and
115 regulations to effectuate the program in accordance with the
116 Mississippi Administrative Procedures Law, including, but not
117 limited to, rules and regulations related to the development,
118 establishment and maintenance of the program. The commission
119 shall effect the formation of an industry advisory council to
120 provide comment on the proposed initial rules and regulations.

121 SECTION 9. The commission may promulgate rules and
122 regulations regarding fees for approved provider permits to be
123 issued under this act. The commission may assess a permit fee not
124 to exceed Five Hundred Dollars (\$500.00) upon any person,
125 organization or entity seeking classification as an approved
126 provider. This permit shall remain valid for a period of two (2)
127 years, unless suspended or revoked by the commission. The
128 commission may renew an approved provider permit upon request and
129 assess a permit renewal fee not to exceed One Hundred Dollars
130 (\$100.00).

131 SECTION 10. Section 67-1-37, Mississippi Code of 1972, is
132 amended as follows:

133 67-1-37. The State Tax Commission, under its duties and
134 powers with respect to the Alcoholic Beverage Control Division
135 therein, shall have the following powers, functions and duties:



136 (a) To issue or refuse to issue any permit provided for
137 by this chapter, or to extend the permit or remit in whole or any
138 part of the permit monies when the permit cannot be used due to a
139 natural disaster or Act of God.

140 (b) To revoke, suspend or cancel, for violation of or
141 noncompliance with the provisions of this chapter, or the law
142 governing the production and sale of native wines, or any lawful
143 rules and regulations of the commission issued hereunder, or for
144 other sufficient cause, any permit issued by it under the
145 provisions of this chapter; however, no such permit shall be
146 revoked, suspended or cancelled except after a hearing of which
147 the permit holder shall have been given reasonable notice and an
148 opportunity to be heard. The board shall be authorized to suspend
149 the permit of any permit holder for being out of compliance with
150 an order for support, as defined in Section 93-11-153. The
151 procedure for suspension of a permit for being out of compliance
152 with an order for support, and the procedure for the reissuance or
153 reinstatement of a permit suspended for that purpose, and the
154 payment of any fees for the reissuance or reinstatement of a
155 permit suspended for that purpose, shall be governed by Section
156 93-11-157 or 93-11-163, as the case may be. If there is any
157 conflict between any provision of Section 93-11-157 or 93-11-163
158 and any provision of this chapter, the provisions of Section
159 93-11-157 or 93-11-163, as the case may be, shall control.

160 (c) To prescribe forms of permits and applications for
161 permits and of all reports which it deems necessary in
162 administering this chapter.

163 (d) To fix standards, not in conflict with those
164 prescribed by any law of this state or of the United States, to
165 secure the use of proper ingredients and methods of manufacture of
166 alcoholic beverages.



167 (e) To issue rules regulating the advertising of
168 alcoholic beverages in the state in any class of media and
169 permitting advertising of the retail price of alcoholic beverages.

170 (f) To issue reasonable rules and regulations, not
171 inconsistent with the federal laws or regulations, requiring
172 informative labeling of all alcoholic beverages offered for sale
173 within this state and providing for the standards of fill and
174 shapes of retail containers of alcoholic beverages; however, such
175 containers shall not contain less than fifty (50) milliliters by
176 liquid measure.

177 (g) Subject to the provisions of subsection (3) of
178 Section 67-1-51, to issue rules and regulations governing the
179 issuance of retail permits for premises located near or around
180 schools, colleges, universities, churches and other public
181 institutions, and specifying the distances therefrom within which
182 no such permit shall be issued. The Alcoholic Beverage Control
183 Division shall not allow the sale or consumption of alcoholic
184 beverages in or on the campus of any public school or college, and
185 no alcoholic beverage shall be for sale or consumed at any public
186 athletic event at any grammar or high school or any college.

187 (h) To adopt and promulgate, repeal and amend, such
188 rules, regulations, standards, requirements and orders, not
189 inconsistent with this chapter or any law of this state or of the
190 United States, as it deems necessary to control the manufacture,
191 importation, transportation, distribution and sale of alcoholic
192 liquor, whether intended for beverage or nonbeverage use in a
193 manner not inconsistent with the provisions of this chapter or any
194 other statute, including the native wine laws.

195 (i) To call upon other administrative departments of
196 the state, county and municipal governments, county and city
197 police departments and upon prosecuting officers for such
198 information and assistance as it may deem necessary in the
199 performance of its duties.



200 (j) To prepare and submit to the Governor during the
201 month of January of each year a detailed report of its official
202 acts during the preceding fiscal year ending June 30, including
203 such recommendations as it may see fit to make, and to transmit a
204 like report to each member of the Legislature of this state upon
205 the convening thereof at its next regular session.

206 (k) To inspect, or cause to be inspected, any premises
207 where alcoholic liquors intended for sale are manufactured,
208 stored, distributed or sold, and to examine or cause to be
209 examined all books and records pertaining to the business
210 conducted therein.

211 (l) In the conduct of any hearing authorized to be held
212 by the commission, to hear testimony and take proof material for
213 its information in the discharge of its duties under this chapter;
214 to issue subpoenas, which shall be effective in any part of this
215 state, requiring the attendance of witnesses and the production of
216 books and records; to administer or cause to be administered
217 oaths; and to examine or cause to be examined any witness under
218 oath. Any court of record, or any judge thereof, may by order
219 duly entered require the attendance of witnesses and the
220 production of relevant books subpoenaed by the commission, and
221 such court or judge may compel obedience to its or his order by
222 proceedings for contempt.

223 (m) To investigate the administration of laws in
224 relation to alcoholic liquors in this and other states and any
225 foreign countries, and to recommend from time to time to the
226 Governor and through him to the Legislature of this state such
227 amendments to this chapter, if any, as it may think desirable.

228 (n) To designate hours and days when alcoholic
229 beverages may be sold in different localities in the state which
230 permit such sale.

231 (o) To assign employees to posts of duty at locations
232 where they will be most beneficial for the control of alcoholic



233 beverages, to remove, to dismiss, to suspend without pay, to act
234 as a trial board in hearings based upon charges against employees.
235 After twelve (12) months' service, no employee shall be removed,
236 dismissed, demoted or suspended without just cause and only after
237 being furnished with reasons for such removal, dismissal, demotion
238 or suspension, and upon request given a hearing in his own
239 defense.

240 (p) All hearings conducted by the commission shall be
241 open to the public, and, when deemed necessary, a written
242 transcript shall be made of the testimony introduced thereat.

243 (q) To adopt and promulgate rules and regulations for
244 suspension or revocation of identification cards of employees of
245 permittees for violations of the alcoholic beverage control laws,
246 rules or regulations.

247 (r) To adopt and promulgate rules and regulations for
248 Responsible Alcohol Vendor Law.

249 SECTION 11. Section 67-1-71, Mississippi Code of 1972, is
250 amended as follows:

251 67-1-71. The commission may revoke or suspend any permit
252 issued by it for a violation by the permittee of any of the
253 provisions of this chapter or of the regulations promulgated under
254 it by the commission.

255 Permits must be revoked or suspended for the following
256 causes:

257 (a) Conviction of the permittee for the violation of
258 any of the provisions of this chapter;

259 (b) Willful failure or refusal by any permittee to
260 comply with any of the provisions of this chapter or of any rule
261 or regulation adopted pursuant thereto;

262 (c) The making of any materially false statement in any
263 application for a permit;

264 (d) Conviction of one * * * or more of the clerks,
265 agents or employees of the permittee, of any violation of this



266 chapter upon the premises covered by such permit within a period
267 of time as designated by the rules or regulations of the
268 commission;

269 (e) The possession on the premises of any retail
270 permittee of any alcoholic beverages upon which the tax has not
271 been paid;

272 (f) The willful failure of any permittee to keep the
273 records or make the reports required by this chapter, or to allow
274 an inspection of such records by any duly authorized person;

275 (g) The suspension or revocation of a permit issued to
276 the permittee by the federal government, or conviction of
277 violating any federal law relating to alcoholic beverages;

278 (h) The failure to furnish any bond required by this
279 chapter within fifteen (15) days after notice from the commission;
280 and

281 (i) The conducting of any form of illegal gambling on
282 the premises of any permittee or on any premises connected
283 therewith or the presence on any such premises of any gambling
284 device with the knowledge of the permittee.

285 The provisions of item (i) of this section shall not apply to
286 gambling or the presence of any gambling devices, with knowledge
287 of the permittee, on board a cruise vessel in the waters within
288 the State of Mississippi, which lie adjacent to the State of
289 Mississippi south of the three (3) most southern counties in the
290 State of Mississippi, or on any vessel as defined in Section
291 27-109-1 whenever such vessel is on the Mississippi River or
292 navigable waters within any county bordering on the Mississippi
293 River. The commission may, in its discretion, issue on-premises
294 retailer's permits to a common carrier of the nature described in
295 this paragraph.

296 In exercising its authority under this section, the
297 commission shall recognize the defense created for permittees
298 certified under the Responsible Alcohol Vendor Law.



299 No permit shall be revoked except after a hearing by the
300 commission with reasonable notice to the permittee and an
301 opportunity for him to appear and defend.

302 In addition to the causes specified in this section and other
303 provisions of this chapter, the commission shall be authorized to
304 suspend the permit of any permit holder for being out of
305 compliance with an order for support, as defined in Section
306 93-11-153. The procedure for suspension of a permit for being out
307 of compliance with an order for support, and the procedure for the
308 reissuance or reinstatement of a permit suspended for that
309 purpose, and the payment of any fees for the reissuance or
310 reinstatement of a permit suspended for that purpose, shall be
311 governed by Section 93-11-157 or 93-11-163, as the case may be.
312 If there is any conflict between any provision of Section
313 93-11-157 or 93-11-163 and any provision of this chapter, the
314 provisions of Section 93-11-157 or 93-11-163, as the case may be,
315 shall control.

316 SECTION 12. Section 67-3-29, Mississippi Code of 1972, is
317 amended as follows:

318 67-3-29. (1) The commissioner shall revoke any permit
319 granted by authority of this chapter to any person who shall
320 violate any of the provisions of this chapter or the revenue laws
321 of this state relating to engaging in transporting, storing,
322 selling, distributing, possessing, receiving or manufacturing of
323 wines or beers, or any person who shall hereafter be convicted of
324 the unlawful sale of intoxicating liquor, or any person who shall
325 allow or permit any form of illegal gambling or immorality on the
326 premises described in such permit.

327 (2) If any person exercising any privilege taxable under the
328 provisions of Chapter 71 of Title 27, Mississippi Code of 1972,
329 shall willfully neglect or refuse to comply with the provisions of
330 such chapter, or any rules or regulations promulgated by the
331 commissioner under authority of such chapter, or the provisions of



332 this chapter, the commissioner shall be authorized to revoke the
333 permit theretofore issued to such person, after giving to such
334 person ten (10) days' notice of the intention of the commissioner
335 to revoke such permit. The commissioner may, however, suspend
336 such permit instead of revoking same if, in his opinion,
337 sufficient cause is shown for a suspension rather than revocation.
338 Any person whose permit shall have been revoked by the
339 commissioner shall be thereafter prohibited from exercising any
340 privilege under the provisions of Chapter 71 of Title 27,
341 Mississippi Code of 1972, for a period of two (2) years from the
342 date of such revocation. The commissioner may, however, for good
343 cause shown, grant a new permit upon such conditions as the
344 commissioner may prescribe. Any person whose permit shall have
345 been suspended by the commissioner shall be prohibited from
346 exercising any privilege under the provisions of Chapter 71 of
347 Title 27, Mississippi Code of 1972, during the period of such
348 suspension. Failure of such person to comply with the terms of
349 the suspension shall be cause for revocation of his permit, in
350 addition to the other penalties provided by law.

351 (3) In addition to the reasons specified in this section and
352 other provisions of this chapter, the commissioner shall be
353 authorized to suspend the permit of any permit holder for being
354 out of compliance with an order for support, as defined in Section
355 93-11-153. The procedure for suspension of a permit for being out
356 of compliance with an order for support, and the procedure for the
357 reissuance or reinstatement of a permit suspended for that
358 purpose, and the payment of any fees for the reissuance or
359 reinstatement of a permit suspended for that purpose, shall be
360 governed by Section 93-11-157 or 93-11-163, as the case may be.
361 If there is any conflict between any provision of Section
362 93-11-157 or 93-11-163 and any provision of this chapter, the
363 provisions of Section 93-11-157 or 93-11-163, as the case may be,
364 shall control.



365 (4) In exercising its authority under this section, the
366 commission shall recognize the defense created for permittees
367 certified under the Responsible Alcohol Vendor Law.

368 SECTION 13. This act shall take effect and be in force from
369 and after July 1, 2001.

