MISSISSIPPI LEGISLATURE

To: Finance

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2561

AN ACT TO PROVIDE FOR THE ESTABLISHMENT OF A RESPONSIBLE 1 2 ALCOHOL VENDOR PROGRAM DESIGNED TO TRAIN SERVERS EMPLOYED BY PERSONS HOLDING A PERMIT TO SELL ALCOHOLIC BEVERAGES, BEER OR LIGHT WINE AND TO ASSIST IN THE ELIMINATION OF THE SALE OF 3 4 ALCOHOLIC BEVERAGES, BEER AND LIGHT WINE TO UNDERAGE PERSONS AND 5 б TO ENCOURAGE THE RESPONSIBLE SALE OF ALCOHOLIC BEVERAGES, BEER AND 7 LIGHT WINE; TO PROVIDE THAT THE STATE TAX COMMISSION SHALL OVERSEE THE PROGRAM; TO PROVIDE THAT THE COMMISSION SHALL APPROVE ALL SERVER TRAINING COURSES AND ISSUE PERMITS TO APPROVED PROVIDERS; 8 9 TO PROVIDE THAT APPROVED PROVIDERS SHALL ISSUE SERVER CERTIFICATES 10 11 TO SERVERS UPON SUCCESSFUL COMPLETION OF A SERVER TRAINING COURSE; TO PROVIDE THAT IF A VENDOR'S EMPLOYEE SELLS ALCOHOLIC BEVERAGES, 12 BEER OR LIGHT WINE TO UNDERAGE OR VISIBLY INTOXICATED PERSONS THE VENDOR'S PERMIT SHALL NOT BE SUSPENDED OR REVOKED BY THE 13 14 COMMISSION FOR THE FIRST OFFENSE COMMITTED ON THE PERMITTED 15 PREMISES WITHIN A TWELVE-MONTH PERIOD IF ALL SERVERS OF THE VENDOR 16 17 POSSESS A VALID SERVER'S CERTIFICATION AT THE TIME OF THE VIOLATION OR ALL SERVERS HAVE APPLIED FOR SERVER'S CERTIFICATION 18 WITHIN 30 DAYS AFTER COMMENCING EMPLOYMENT, AND THE VENDOR WAS 19 20 WITHOUT KNOWLEDGE OF THE VIOLATION OR DID NOT PARTICIPATE IN OR COMMIT THE VIOLATION; TO PROVIDE FOR FEES FOR APPROVED PROVIDER 21 PERMITS; TO AMEND SECTIONS 67-1-37, 67-1-71, 67-1-81, 67-3-29 AND 67-3-69, MISSISSIPPI CODE OF 1972, TO GIVE THE STATE TAX 22 23 24 COMMISSION CERTAIN ADDITIONAL POWERS AND DUTIES UNDER THE 25 ALCOHOLIC BEVERAGE, LIGHT WINE AND BEER LAWS; TO AUTHORIZE THE 26 COMMISSION TO IMPOSE CERTAIN PENALTIES UPON PERMIT HOLDERS FOR SALES MADE ON THE LICENSED PREMISES TO UNDERAGE PERSONS AND PERSONS WHO ARE VISIBLY INTOXICATED; TO AMEND SECTIONS 67-1-37, 27 28 67-3-31, 67-3-37 AND 67-3-74, MISSISSIPPI CODE OF 1972, TO EXTEND 29 UNTIL JULY 1, 2007, THE REPEAL DATE ON THE PROVISIONS THAT AUTHORIZE THE ENFORCEMENT AGENTS OF THE ALCOHOLIC BEVERAGE CONTROL DIVISION OF THE STATE TAX COMMISSION TO ENFORCE CERTAIN PROVISIONS 30 31 32 OF THE LIGHT WINE AND BEER LAWS; AND FOR RELATED PURPOSES. 33 34 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 35 SECTION 1. Sections 1 through 9 of this act shall be known

36 and may be cited as the "Responsible Alcohol Vendor Law" of the

37 State of Mississippi.

38 <u>SECTION 2.</u> The purpose of this act is to eliminate the sale 39 of alcoholic beverages, beer and light wine to, and the 40 consumption of alcoholic beverages, beer, and light wine by<u>,</u> 41 underage persons; to reduce intoxication and to reduce accidents,

42 injuries, and death in the state which are related to

43 intoxication; and to encourage the responsible sale of alcoholic 44 beverages, beer and light wine by vendors throughout the state and 45 provide for the mitigation of administrative penalties against 46 vendors who comply with responsible practices in accordance with 47 this act.

48 <u>SECTION 3.</u> As used in Sections 1 through 9 of this act:
49 (a) "Commission" means the State Tax Commission.
50 (b) "Person" means any individual, partnership,
51 corporation, association or other legal entity.

52 (c) "Vendor" means any person holding a permit to sell53 alcoholic beverages, beer or light wine.

(d) "Server" means any employee of a vendor who is
authorized to sell, serve, or mix alcoholic beverages, beer or
light wine in the normal course of his or her employment.

(e) "Server certification" means the certificate issued
to a server upon completion of an approved server training course.
(f) "Approved provider" means a person approved by the
commission to provide server training courses.

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

66 <u>SECTION 4.</u> (1) The commission shall oversee the Responsible 67 Alcohol Vendor Program. The program shall be designed to educate 68 vendors and their employees and customers about selling, serving 69 and consuming alcoholic beverages, beer and light wine in a 70 responsible manner. The commission shall:

71 (a) Approve server training courses for vendors and72 servers; and

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(b) Issue and renew approved provider permits.

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

(2) The commission shall approve all server training courses
prior to implementation and issue permits to approved providers.
The permits for approved providers shall be valid for two (2)
years. The commission may promulgate rules and regulations
setting forth additional requirements for providers and/or
individual trainers.

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

87 <u>SECTION 5.</u> Approved providers shall issue server 88 certificates to servers upon successful completion of a server 89 training course offered by an approved provider. Server 90 certificates shall be valid for a period of two (2) years from the 91 date of completion of the training course and shall be issued and 92 renewed by approved providers in accordance with the rules and 93 regulations promulgated by the commission.

94 **SECTION 6.** The commission may suspend or revoke an approved 95 provider's permit or impose a fine for noncompliance with Sections 1 through 9 of this act or for any violation of federal, state or 96 local laws or regulations. The procedure for the suspension, 97 98 revocation or denial of a permit, or for the imposition of fines, shall be the same as are otherwise set forth in Chapter 1, Title 99 100 67, Mississippi Code of 1972, for suspension or revocation of alcoholic beverage permits. 101

102 <u>SECTION 7.</u> (1) If a vendor's employee sells alcoholic 103 beverages, beer or light wine to an underage or visibly 104 intoxicated person, the vendor's permit shall not be suspended or 105 revoked by the commission for the first offense committed on the 106 permitted premises if:

107 (a) All servers of the vendor possessed a valid 108 server's certification at the time of the violation or all servers 109 had applied for server's certification within thirty (30) days 110 after commencing employment; and

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

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

116 <u>SECTION 8.</u> The commission may promulgate rules and 117 regulations to effectuate the program. The commission shall 118 effect the formation of an industry advisory council to provide 119 comment on the proposed initial rules and regulations.

The commission may promulgate rules and 120 SECTION 9. regulations regarding fees for approved provider permits to be 121 122 issued under Sections 1 through 9 of this act. The commission may assess a permit fee not to exceed Five Hundred Dollars (\$500.00) 123 124 upon any person, organization or entity seeking classification as an approved provider. This permit shall remain valid for a period 125 126 of two (2) years, unless suspended or revoked by the commission. 127 The commission may renew an approved provider permit upon request 128 and assess a permit renewal fee not to exceed Five Hundred Dollars 129 (\$500.00).

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

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[Until July 1, 2007, this section will read 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:

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

To revoke, suspend or cancel, for violation of or 140 (b) noncompliance with the provisions of this chapter, or the law 141 governing the production and sale of native wines, or any lawful 142 143 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 commission shall be authorized to suspend the permit of any permit holder for being out of 149 150 compliance with an order for support, as defined in Section 93-11-153. The procedure for suspension of a permit for being out 151 152 of compliance with an order for support, and the procedure for the 153 reissuance or reinstatement of a permit suspended for that purpose, and the payment of any fees for the reissuance or 154 155 reinstatement of a permit suspended for that purpose, shall be governed by Section 93-11-157 or Section 93-11-163, as the case 156 157 If there is any conflict between any provision of Section may be. 158 93-11-157 or Section 93-11-163 and any provision of this chapter, 159 the provisions of Section 93-11-157 or Section 93-11-163, as the case may be, shall control. 160

161 (c) To prescribe forms of permits and applications for 162 permits and of all reports which it deems necessary in 163 administering this chapter.

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

168 To issue rules regulating the advertising of (e) 169 alcoholic beverages in the state in any class of media and permitting advertising of the retail price of alcoholic beverages. 170 171 (f) To issue reasonable rules and regulations, not 172 inconsistent with the federal laws or regulations, requiring *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 5

173 informative labeling of all alcoholic beverages offered for sale 174 within this state and providing for the standards of fill and 175 shapes of retail containers of alcoholic beverages; however, such 176 containers shall not contain less than fifty (50) milliliters by 177 liquid measure.

178 (g) Subject to the provisions of subsection (3) of 179 Section 67-1-51, to issue rules and regulations governing the issuance of retail permits for premises located near or around 180 schools, colleges, universities, churches and other public 181 182 institutions, and specifying the distances therefrom within which 183 no such permit shall be issued. The Alcoholic Beverage Control Division shall not allow the sale or consumption of alcoholic 184 185 beverages in or on the campus of any public school or college, and 186 no alcoholic beverage shall be for sale or consumed at any public 187 athletic event at any grammar or high school or any college.

188 To adopt and promulgate, repeal and amend, such (h) rules, regulations, standards, requirements and orders, not 189 190 inconsistent with this chapter or any law of this state or of the United States, as it deems necessary to control the manufacture, 191 192 importation, transportation, distribution and sale of alcoholic liquor, whether intended for beverage or nonbeverage use in a 193 194 manner not inconsistent with the provisions of this chapter or any 195 other statute, including the native wine laws.

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

(j) To prepare and submit to the Governor during the month of January of each year a detailed report of its official acts during the preceding fiscal year ending June 30, including such recommendations as it may see fit to make, and to transmit a

205 like report to each member of the Legislature of this state upon 206 the convening thereof at its next regular session.

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

212 In the conduct of any hearing authorized to be held (1) by the commission, to hear testimony and take proof material for 213 its information in the discharge of its duties under this chapter; 214 215 to issue subpoenas, which shall be effective in any part of this state, requiring the attendance of witnesses and the production of 216 217 books and records; to administer or cause to be administered oaths; and to examine or cause to be examined any witness under 218 Any court of record, or any judge thereof, may by order 219 oath. 220 duly entered require the attendance of witnesses and the 221 production of relevant books subpoenaed by the commission, and 222 such court or judge may compel obedience to its or his order by proceedings for contempt. 223

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

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

232 (0) To assign employees to posts of duty at locations where they will be most beneficial for the control of alcoholic 233 234 beverages, to remove, to dismiss, to suspend without pay, to act 235 as a trial board in hearings based upon charges against employees. 236 After twelve (12) months' service, no employee shall be removed, 237 dismissed, demoted or suspended without just cause and only after *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 7

238 being furnished with reasons for such removal, dismissal, demotion 239 or suspension, and upon request given a hearing in his own 240 defense.

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

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

(r) To enforce the provisions made unlawful by Sections
67-3-13, 67-3-15, 67-3-53 and 67-3-70.

250 (s) To adopt and promulgate rules and regulations for
 251 the Responsible Alcohol Vendor Law.

252 [From and after July 1, 2007, this section will read as 253 follows:]

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

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

To revoke, suspend or cancel, for violation of or 261 (b) 262 noncompliance with the provisions of this chapter, or the law governing the production and sale of native wines, or any lawful 263 264 rules and regulations of the commission issued hereunder, or for 265 other sufficient cause, any permit issued by it under the provisions of this chapter; however, no such permit shall be 266 267 revoked, suspended or cancelled except after a hearing of which 268 the permit holder shall have been given reasonable notice and an 269 opportunity to be heard. The commission shall be authorized to 270 suspend the permit of any permit holder for being out of *SS26/R1059CS* S. B. No. 2561

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compliance with an order for support, as defined in Section 271 272 93-11-153. The procedure for suspension of a permit for being out of compliance with an order for support, and the procedure for the 273 274 reissuance or reinstatement of a permit suspended for that 275 purpose, and the payment of any fees for the reissuance or 276 reinstatement of a permit suspended for that purpose, shall be governed by Section 93-11-157 or 93-11-163, as the case may be. 277 278 If there is any conflict between any provision of Section 279 93-11-157 or 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the case may be, 280 281 shall control.

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

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

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

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

(g) Subject to the provisions of subsection (3) of Section 67-1-51, to issue rules and regulations governing the issuance of retail permits for premises located near or around schools, colleges, universities, churches and other public institutions, and specifying the distances therefrom within which S. B. No. 2561 *SS26/R1059CS* 05/SS26/R1059CS PAGE 9 304 no such permit shall be issued. The Alcoholic Beverage Control 305 Division shall not allow the sale or consumption of alcoholic 306 beverages in or on the campus of any public school or college, and 307 no alcoholic beverage shall be for sale or consumed at any public 308 athletic event at any grammar or high school or any college.

309 (h) To adopt and promulgate, repeal and amend, such rules, regulations, standards, requirements and orders, not 310 inconsistent with this chapter or any law of this state or of the 311 United States, as it deems necessary to control the manufacture, 312 importation, transportation, distribution and sale of alcoholic 313 314 liquor, whether intended for beverage or nonbeverage use in a manner not inconsistent with the provisions of this chapter or any 315 316 other statute, including the native wine laws.

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

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

328 (k) To inspect, or cause to be inspected, any premises
329 where alcoholic liquors intended for sale are manufactured,
330 stored, distributed or sold, and to examine or cause to be
331 examined all books and records pertaining to the business
332 conducted therein.

(1) In the conduct of any hearing authorized to be held by the commission, to hear testimony and take proof material for its information in the discharge of its duties under this chapter; to issue subpoenas, which shall be effective in any part of this S. B. No. 2561 *SS26/R1059CS* 05/SS26/R1059CS PAGE 10

state, requiring the attendance of witnesses and the production of 337 338 books and records; to administer or cause to be administered 339 oaths; and to examine or cause to be examined any witness under 340 oath. Any court of record, or any judge thereof, may by order duly entered require the attendance of witnesses and the 341 342 production of relevant books subpoenaed by the commission, and such court or judge may compel obedience to its or his order by 343 344 proceedings for contempt.

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

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

353 (o) To assign employees to posts of duty at locations 354 where they will be most beneficial for the control of alcoholic beverages, to remove, to dismiss, to suspend without pay, to act 355 356 as a trial board in hearings based upon charges against employees. 357 After twelve (12) months' service, no employee shall be removed, 358 dismissed, demoted or suspended without just cause and only after 359 being furnished with reasons for such removal, dismissal, demotion or suspension, and upon request given a hearing in his own 360 361 defense.

362 (p) All hearings conducted by the commission shall be 363 open to the public, and, when deemed necessary, a written 364 transcript shall be made of the testimony introduced thereat.

365 (q) To adopt and promulgate rules and regulations for 366 suspension or revocation of identification cards of employees of 367 permittees for violations of the alcoholic beverage control laws, 368 rules or regulations.

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

371 SECTION 11. Section 67-1-71, Mississippi Code of 1972, is 372 amended as follows:

373 67-1-71. The commission may revoke or suspend any permit 374 issued by it <u>or impose administrative fines</u> for a violation by the 375 permittee of any of the provisions of this chapter or of the 376 regulations promulgated under it by the commission.

377 Permits must be revoked or suspended, or administrative fines
378 <u>imposed</u> for the following causes:

379 (a) Conviction of the permittee for the violation of380 any of the provisions of this chapter;

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

384 (c) The making of any materially false statement in any385 application for a permit;

(d) Conviction of <u>the permittee or</u> one or more of the clerks, agents or employees of the permittee, of any violation of this chapter upon the premises covered by such permit within a period of time as designated by <u>law or</u> the rules or regulations of the commission;

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

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

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

400 (h) The failure to furnish any bond required by this 401 chapter within fifteen (15) days after notice from the commission; 402 and

403 (i) The conducting of any form of illegal gambling on
404 the premises of any permittee or on any premises connected
405 therewith or the presence on any such premises of any gambling
406 device with the knowledge of the permittee.

407 The provisions of paragraph (i) of this section shall not 408 apply to gambling or the presence of any gambling devices, with knowledge of the permittee, on board a cruise vessel in the waters 409 410 within the State of Mississippi, which lie adjacent to the State 411 of Mississippi south of the three (3) most southern counties in 412 the State of Mississippi, or on any vessel as defined in Section 413 27-109-1 whenever such vessel is on the Mississippi River or 414 navigable waters within any county bordering on the Mississippi 415 River. The commission may, in its discretion, issue on-premises 416 retailer's permits to a common carrier of the nature described in 417 this paragraph.

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

421 No permit shall be revoked except after a hearing by the 422 commission with reasonable notice to the permittee and an 423 opportunity for him to appear and defend.

424 In addition to the causes specified in this section and other provisions of this chapter, the commission shall be authorized to 425 426 suspend the permit of any permit holder for being out of 427 compliance with an order for support, as defined in Section 428 93-11-153. The procedure for suspension of a permit for being out 429 of compliance with an order for support, and the procedure for the reissuance or reinstatement of a permit suspended for that 430 431 purpose, and the payment of any fees for the reissuance or 432 reinstatement of a permit suspended for that purpose, shall be *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 13

433 governed by Section 93-11-157 or 93-11-163, as the case may be.
434 If there is any conflict between any provision of Section
435 93-11-157 or 93-11-163 and any provision of this chapter, the
436 provisions of Section 93-11-157 or 93-11-163, as the case may be,
437 shall control.

438 **SECTION 12.** Section 67-1-81, Mississippi Code of 1972, is 439 amended as follows:

440 67-1-81. (1) Any permittee or other person who shall sell, 441 furnish, dispose of, give, or cause to be sold, furnished, disposed of, or given, any alcoholic beverage to any person under 442 443 the age of twenty-one (21) years shall be guilty of a misdemeanor 444 and shall be punished by a fine of not less than Five Hundred 445 Dollars (\$500.00) nor more than One Thousand Dollars (\$1,000.00) 446 for a first offense. For a second or subsequent offense, such 447 permittee or other person shall be punished by a fine of not less 448 than One Thousand Dollars (\$1,000.00) nor more than Two Thousand Dollars (\$2,000.00), or by imprisonment for not more than one (1) 449 450 year, or by both such fine and imprisonment in the discretion of 451 the court. Upon conviction of a second offense under the 452 provisions of this section the permit of any permittee so 453 convicted shall be automatically and permanently revoked.

(2) If the permittee or an employee of the permittee is convicted of selling any alcoholic beverage to any person under the age of twenty-one (21) years on the licensed premises or to any person who is visibly intoxicated, in addition to any other penalty provided by law, the commission may impose the following penalties against the permittee:

460 (a) For a first offense occurring on the licensed premises, a fine of not less than Five Hundred Dollars (\$500.00) 461 462 nor more than One Thousand Dollars (\$1,000.00) and/or suspension of the permit for not more than three (3) months; however, if all 463 employees of the permittee who are servers as defined in the 464 465 Responsible Alcohol Vendor Law possessed a valid server's *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 14

466 <u>certification at the time of the violation or all servers had</u> 467 <u>applied for server's certification within thirty (30) days after</u> 468 <u>commencing employment and the permittee was without knowledge of</u> 469 the violation or did not participate in or commit the violation,

470 the commission shall impose no penalty.

471 (b) For a second offense occurring on the licensed
472 premises within twelve (12) months of the first offense, by a fine
473 of not less than One Thousand Dollars (\$1,000.00) nor more than
474 Two Thousand Dollars (\$2,000.00), and/or suspension of the permit
475 for not more than six (6) months.

476 (c) For a third offense occurring on the licensed
477 premises within twelve (12) months of the first offense, by a fine
478 of not less than Two Thousand Dollars (\$2,000.00) nor more than
479 Five Thousand Dollars (\$5,000.00), and/or suspension or revocation
480 of the permit. In determining whether the permit should be
481 revoked the commission may consider the permittee's participation
482 in the Responsible Alcohol Vendor Law.

483 (d) For a fourth offense occurring on the licensed
484 premises within twelve (12) months of the first offense, by a fine
485 of not less than Two Thousand Dollars (\$2,000.00) nor more than
486 Five Thousand Dollars (\$5,000.00), and/or revocation of the
487 permit. In determining whether the permit should be revoked the
488 commission shall not consider the permittee's participation in the
489 Responsible Alcohol Vendor Law.

490 (3) Any person under the age of twenty-one (21) years who 491 purchases, receives, or has in his or her possession in any public place, any alcoholic beverages, shall be guilty of a misdemeanor 492 493 and shall be punished by a fine of not less than Two Hundred Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00). 494 495 Provided, that clearing or busing tables that have glasses or other containers that contain or did contain alcoholic beverages, 496 497 or stocking, bagging or otherwise handling purchases of alcoholic 498 beverages shall not be deemed possession of alcoholic beverages *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 15

for the purposes of this section. Provided further, that a person 499 500 who is at least eighteen (18) years of age but under the age of 501 twenty-one (21) years who waits on tables by taking orders for or 502 delivering orders of alcoholic beverages shall not be deemed to 503 unlawfully possess or furnish alcoholic beverages if in the scope 504 of his employment by the holder of an on-premises retailer's 505 permit. This exception shall not authorize a person under the age 506 of twenty-one (21) to tend bar or act in the capacity of 507 bartender. Any person under the age of twenty-one (21) who knowingly makes a false statement to the effect that he or she is 508 509 twenty-one (21) years old or older to any person engaged in the 510 sale of alcoholic beverages for the purpose of obtaining the same 511 shall be guilty of a misdemeanor and shall be punished by a fine of not less than Two Hundred Dollars (\$200.00) nor more than Five 512 Hundred Dollars (\$500.00), and a sentence to not more than thirty 513 514 (30) days' community service.

515 <u>(4)</u> The term "community service" as used in this section 516 shall mean work, projects or services for the benefit of the 517 community assigned, supervised and recorded by appropriate public 518 officials.

(5) If a person under the age of twenty-one (21) years is 519 520 convicted or enters a plea of guilty of purchasing, receiving or 521 having in his or her possession in any public place any alcoholic beverages in violation of subsection (3) of this section, the 522 523 trial judge, in lieu of the penalties otherwise provided under subsection (3) of this section, shall suspend the minor's driver's 524 525 license by taking and keeping it in the custody of the court for a period of time not to exceed ninety (90) days. The judge so 526 527 ordering the suspension shall enter upon his docket "DEFENDANT'S DRIVER'S LICENSE SUSPENDED FOR ____ DAYS IN LIEU OF CONVICTION" 528 and such action by the trial judge shall not constitute a 529 530 conviction. During the period that the minor's driver's license is suspended, the trial judge shall suspend the imposition of any 531 *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 16

fines or penalties that may be imposed under subsection (3) of this section and may place the minor on probation subject to such conditions as the judge deems appropriate. If the minor violates any of the conditions of probation, then the trial judge shall return the driver's license to the minor and impose the fines, penalties or both, that he would have otherwise imposed, and such action shall constitute a conviction.

539 **SECTION 13.** Section 67-3-29, Mississippi Code of 1972, is 540 amended as follows:

67-3-29. (1) The commissioner shall revoke any permit 541 542 granted by authority of this chapter to any person who shall violate any of the provisions of this chapter or the revenue laws 543 544 of this state relating to engaging in transporting, storing, 545 selling, distributing, possessing, receiving or manufacturing of wines or beers, or any person who shall hereafter be convicted of 546 547 the unlawful sale of intoxicating liquor, or any person who shall 548 allow or permit any form of illegal gambling or immorality on the 549 premises described in such permit. The commissioner shall not 550 revoke or suspend a permit of a retailer for the sale of light 551 wine or beer to a person under the age of twenty-one (21) years 552 until there has been a conviction of the permit holder or an 553 employee of the permit holder for such violation.

554 If any person exercising any privilege taxable under the (2) provisions of Chapter 71 of Title 27, Mississippi Code of 1972, 555 556 shall willfully neglect or refuse to comply with the provisions of such chapter, or any rules or regulations promulgated by the 557 558 commissioner under authority of such chapter, or the provisions of 559 this chapter, the commissioner shall be authorized to revoke the permit theretofore issued to such person, after giving to such 560 561 person ten (10) days notice of the intention of the commissioner 562 to revoke such permit. The commissioner may, however, suspend 563 such permit instead of revoking same if, in his opinion, 564 sufficient cause is shown for a suspension rather than revocation. *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 17

Any person whose permit shall have been revoked by the 565 566 commissioner shall be thereafter prohibited from exercising any 567 privilege under the provisions of Chapter 71 of Title 27, 568 Mississippi Code of 1972, for a period of two (2) years from the 569 date of such revocation. The commissioner may, however, for good 570 cause shown, grant a new permit upon such conditions as the 571 commissioner may prescribe. Any person whose permit shall have 572 been suspended by the commissioner shall be prohibited from 573 exercising any privilege under the provisions of Chapter 71 of Title 27, Mississippi Code of 1972, during the period of such 574 575 suspension. Failure of such person to comply with the terms of the suspension shall be cause for revocation of his permit, in 576 577 addition to the other penalties provided by law.

578 In addition to the reasons specified in this section and (3) other provisions of this chapter, the commissioner shall be 579 580 authorized to suspend the permit of any permit holder for being 581 out of compliance with an order for support, as defined in Section 582 93-11-153. The procedure for suspension of a permit for being out of compliance with an order for support, and the procedure for the 583 584 reissuance or reinstatement of a permit suspended for that 585 purpose, and the payment of any fees for the reissuance or 586 reinstatement of a permit suspended for that purpose, shall be 587 governed by Section 93-11-157 or Section 93-11-163, as the case If there is any conflict between any provision of Section 588 may be. 589 93-11-157 or Section 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the case may 590 591 be, shall control.

592 (4) In exercising its authority under this section, the 593 commission shall recognize the defense created for permittees 594 certified under the Responsible Alcohol Vendor Law.

595 **SECTION 14.** Section 67-3-69, Mississippi Code of 1972, is 596 amended as follows:

597 67-3-69. (1) Except as to Sections 67-3-17, 67-3-23, 598 67-3-27, 67-3-55 and 67-3-57, any violation of any provision of 599 this chapter or of any rule or regulation of the commissioner, 600 shall be a misdemeanor and, where the punishment therefor is not 601 elsewhere prescribed herein, shall be punished by a fine of not more than Five Hundred Dollars (\$500.00) or imprisonment for not 602 603 more than six (6) months, or both, in the discretion of the court. 604 If any person so convicted shall be the holder of any permit or 605 license issued by the commissioner under authority of this chapter, such permit or license shall from and after the date of 606 607 such conviction be void and the holder thereof shall not 608 thereafter, for a period of one (1) year from the date of such 609 conviction, be entitled to any permit or license for any purpose 610 authorized by this chapter. Upon conviction of the holder of any permit or license, the appropriate law enforcement officer shall 611 612 seize the permit or license and transmit it to the commissioner. 613 (2) (a) Any person who shall violate any provision of 614 Section 67-3-17, 67-3-23, 67-3-27 or 67-3-55 shall be guilty of a 615 misdemeanor, and upon conviction thereof shall be punished by a 616 fine of not more than Five Hundred Dollars (\$500.00) or by imprisonment in the county jail for not more than six (6) months, 617 618 or by both such fine and imprisonment, in the discretion of the 619 court.

Any person who shall violate any provision of 620 (b) 621 Section 67-3-57 shall be guilty of a misdemeanor, and upon conviction thereof, shall be punished by a fine of not more than 622 623 One Thousand Dollars (\$1,000.00) or by imprisonment in the county jail for not more than one (1) year, or by both, in the discretion 624 625 of the court. Any person convicted of violating any provision of 626 the sections referred to in this subsection shall forfeit his 627 permit, and shall not thereafter be permitted to engage in any 628 business taxable under the provisions of Sections 27-71-301

629 through 27-71-347.

(3) If the holder of a permit, or the employee of the holder 630 of a permit, shall be convicted of selling any beer or wine to 631 anyone who is visibly intoxicated from the licensed premises or to 632 633 any person under the age of twenty-one (21) years from the 634 licensed premises in violation of Section 67-3-53(b), then, in addition to any other penalty provided for by law, the 635 636 commissioner may impose the following penalties against the holder of <u>a permit</u>: 637

For the first offense on the licensed premises, by 638 (a) a fine of not less than Five Hundred Dollars (\$500.00) nor more 639 640 than One Thousand Dollars (\$1,000.00) and/or suspension of the permit for not more than three (3) months; however, if all 641 642 employees of the permittee who are servers as defined in the 643 Responsible Alcohol Vendor Law possessed a valid server's certification at the time of the violation or all servers had 644 645 applied for server's certification within thirty (30) days after commencing employment and the permittee was without knowledge of 646 the violation or did not participate in or commit the violation, 647 648 the commission shall impose no penalty.

(b) For a second offense occurring on the licensed
premises within twelve (12) months of the first offense, by a fine
of not less than <u>One Thousand Dollars (\$1,000.00)</u> nor more than
<u>Two Thousand Dollars (\$2,000.00)</u> and/or <u>suspension of the permit</u>
for not more than six (6) months.

654 (c) For a third * * * offense occurring on the licensed 655 premises within twelve (12) months of the first, by a fine of not 656 less than Two Thousand Dollars (\$2,000.00) nor more than Five 657 Thousand Dollars (\$5,000.00) and/or suspension or revocation of the permit to sell beer or light wine * * *. In determining 658 659 whether the permit should be revoked, the commission may consider 660 the permittee's participation in the Responsible Alcohol Vendor 661 Law.

(d) For a fourth or subsequent offense occurring on the 662 663 licensed premises within twelve (12) months of the first, by a 664 fine of not less than Two Thousand Dollars (\$2,000.00) nor more 665 than Five Thousand Dollars (\$5,000.00) and/or suspension or 666 revocation of the permit to sell beer or light wine. In 667 determining whether the permit should be revoked the commission 668 shall not consider the permittee's participation in the Responsible <u>Alcohol Vendor Law.</u> 669

670 A person who sells any beer or wine to a person under (4) 671 the age of twenty-one (21) years shall not be guilty of a 672 violation of Section 67-3-53(b) if the person under the age of 673 twenty-one (21) years represents himself to be twenty-one (21) 674 years of age or older by displaying an apparently valid 675 Mississippi driver's license containing a physical description 676 consistent with his appearance or by displaying some other apparently valid identification document containing a picture and 677 678 physical description consistent with his appearance for the 679 purpose of inducing the person to sell beer or wine to him.

680 (5) If the holder of a permit to operate a brewpub is 681 convicted of violating the provisions of Section 67-3-22(3), then, 682 in addition to any other provision provided for by law, the holder 683 of the permit shall be punished as follows:

(a) For the first offense, the holder of a permit to
operate a brewpub may be fined in an amount not to exceed Five
Hundred Dollars (\$500.00).

(b) For a second offense occurring within twelve (12)
months of the first offense, the holder of a permit to operate a
brewpub may be fined an amount not to exceed One Thousand Dollars
(\$1,000.00).

(c) For a third or subsequent offense occurring within
twelve (12) months of the first offense, the holder of a permit to
operate a brewpub may be fined an amount not to exceed Five

Thousand Dollars (\$5,000.00) and the permit to operate a brewpub shall be suspended for thirty (30) days.

696 **SECTION 15.** Section 67-3-31, Mississippi Code of 1972, is 697 amended as follows:

698

[Until July 1, 2007, this section will read as follows:]

699 67-3-31. Proceedings for the revocation or suspension of any permit authorizing the sale of beer or wine at retail for a 700 701 violation of any of the provisions of Section 67-3-53 may be 702 brought in the circuit or county court of the county in which the 703 licensed premises are located. Such proceedings shall be entitled 704 in the name of the state and against the permittee and shall be 705 instituted by filing a complaint with the clerk of the court. The 706 complaint may be filed by the county prosecuting attorney of the 707 county upon his own initiative or, then by the district attorney 708 of the district in which the county is located, and it shall be 709 mandatory upon the county prosecuting attorney, or district 710 attorney, as the case may be, to file a complaint when requested 711 to do so by a peace officer or any person as hereinafter provided. Any peace officer within his jurisdiction or any enforcement 712 713 officer of the Alcoholic Beverage Control Division within the State Tax Commission who learns that a retail permittee within his 714 715 jurisdiction has violated any of the provisions of such section 716 shall file with the county prosecuting attorney of the county in which the licensed premises are located, or, then with the 717 718 district attorney of the district in which such county is located, an affidavit specifying in detail the facts alleged to constitute 719 720 such violation, and requesting that a complaint be filed against the permittee for the revocation or suspension of his permit. 721 А 722 like affidavit may be filed with the county prosecuting attorney, 723 or district attorney, as the case may be, by any person who 724 resides, and has for at least one (1) year prior thereto resided 725 within the county in which the licensed premises are located 726 requesting that a complaint be filed for the revocation or *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS

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727 suspension of the permittee's permit. Promptly upon receiving any 728 such affidavit the county prosecuting attorney, or district 729 attorney, shall prepare a proper complaint, which shall be signed 730 and sworn to by the person or persons filing the affidavit with 731 him, and the county prosecuting attorney or district attorney 732 shall file the complaint with the clerk of the circuit or county 733 court.

734 [From and after July 1, 2007, this section will read as 735 follows:]

Proceedings for the revocation or suspension of any 736 67-3-31. 737 permit authorizing the sale of beer or wine at retail for a violation of any of the provisions of Section 67-3-53 may be 738 739 brought in the circuit or county court of the county in which the 740 licensed premises are located. Such proceedings shall be entitled 741 in the name of the state and against the permittee and shall be 742 instituted by filing a complaint with the clerk of the court. The 743 complaint may be filed by the county prosecuting attorney of the 744 county upon his own initiative or, then by the district attorney 745 of the district in which the county is located, and it shall be 746 mandatory upon the county prosecuting attorney, or district 747 attorney, as the case may be, to file a complaint when requested 748 to do so by a peace officer or any person as hereinafter provided. 749 Any peace officer who learns that a retail permittee within his 750 jurisdiction has violated any of the provisions of such section 751 shall file with the county prosecuting attorney of the county in which the licensed premises are located, or, then with the 752 753 district attorney of the district in which such county is located, 754 an affidavit specifying in detail the facts alleged to constitute 755 such violation, and requesting that a complaint be filed against 756 the permittee for the revocation or suspension of his permit. A 757 like affidavit may be filed with the county prosecuting attorney, or district attorney, as the case may be, by any person who 758 759 resides, and has for at least one (1) year prior thereto resided *SS26/R1059CS* S. B. No. 2561 05/SS26/R1059CS PAGE 23

within the county in which the licensed premises are located 760 761 requesting that a complaint be filed for the revocation or 762 suspension of the permittee's permit. Promptly upon receiving any 763 such affidavit the county prosecuting attorney, or district 764 attorney, shall prepare a proper complaint, which shall be signed 765 and sworn to by the person or persons filing the affidavit with 766 him, and the county prosecuting attorney or district attorney 767 shall file the complaint with the clerk of the circuit or county 768 court.

769 SECTION 16. Section 67-3-37, Mississippi Code of 1972, is
770 amended as follows:

[Until July 1, 2007, this section will read as follows:] 67-3-37. It shall be the duty of the county prosecuting attorney or the district attorney, as the case may be, to file complaints as provided in Section 67-3-31 and to prosecute diligently and without delay all complaints filed by him.

776 It shall be the duty of all peace officers, within their 777 jurisdiction, and all enforcement officers of the Alcoholic Beverage Control Division of the State Tax Commission to enforce 778 779 the provisions of Section 67-3-53 and they shall frequently visit 780 all licensed premises within their jurisdiction to determine 781 whether such permittees are complying with the laws. They shall 782 promptly investigate all complaints made to them by any citizen 783 relative to any alleged violations of such section within their 784 jurisdiction. When any peace officer or enforcement officer of 785 the Alcoholic Beverage Control Division has knowledge of a 786 violation of such section committed by a permittee within his 787 jurisdiction, it shall be his duty forthwith to file an affidavit 788 with the county prosecuting attorney or district attorney 789 requesting that a complaint be filed for the revocation or 790 suspension of the permit of the permittee.

791 [From and after July 1, 2007, this section will read as

792 follows:]

793 67-3-37. It shall be the duty of the county prosecuting 794 attorney or the district attorney, as the case may be, to file 795 complaints as provided in Section 67-3-31 and to prosecute 796 diligently and without delay all complaints filed by him.

797 It shall be the duty of all peace officers to enforce, within 798 their jurisdiction, the provisions of Section 67-3-53 and they 799 shall frequently visit all licensed premises within their 800 jurisdiction to determine whether such permittees are complying 801 with the laws. They shall promptly investigate all complaints 802 made to them by any citizen relative to any alleged violations of 803 such section within their jurisdiction. When any peace officer 804 has knowledge of a violation of such section committed by a 805 permittee within his jurisdiction, it shall be his duty forthwith 806 to file an affidavit with the county prosecuting attorney or 807 district attorney requesting that a complaint be filed for the 808 revocation or suspension of the permit of the permittee.

809 **SECTION 17.** Section 67-3-74, Mississippi Code of 1972, is 810 amended as follows:

67-3-74. (1) In addition to peace officers within their 811 812 jurisdiction, all enforcement officers of the Alcoholic Beverage Control Division of the State Tax Commission are authorized to 813 814 enforce the provisions made unlawful by Sections 67-3-13, 67-3-15, 815 67-3-53 and 67-3-70; provided, however, that the provisions prohibiting the sale of light wine or beer to persons under the 816 817 age of twenty-one (21) years shall be enforced by the division as provided for in this section. 818

(2) (a) The Alcoholic Beverage Control Division shall investigate violations of the laws prohibiting the sale of light wine or beer to persons under the age of twenty-one (21) years upon receipt of a complaint or information from a person stating that they have knowledge of such violation.

824 (b) Upon receipt of such complaint or information, the 825 Alcoholic Beverage Control Division shall notify the permit holder S. B. No. 2561 *SS26/R1059CS* 05/SS26/R1059CS PAGE 25 of the complaint by certified mail to the primary business office of such permit holder or by hand delivery of the complaint or information to the primary business office of such holder, except in cases where the complaint or information is received from any law enforcement officer.

(c) If an enforcement officer of the Alcoholic Beverage
Control Division enters the business of the holder of the permit
to investigate a complaint and discovers a violation, the agent
shall notify the person that committed the violation and the
holder of the permit:

(i) Within ten (10) days after such violation,
Sundays and holidays excluded, if the business sells light wine or
beer for on-premises consumption; and

(ii) Within seventy-two (72) hours after such
violation, Sundays and holidays excluded, if the business does not
sell light wine or beer for on-premises consumption.

842 (3) The provisions of this section shall be repealed on July843 1, 2007.

844 **SECTION 18.** This act shall take effect and be in force from 845 and after July 1, 2005.