By: Representative Mims (By Request)

To: Ways and Means

HOUSE BILL NO. 488

AN ACT TO AMEND SECTION 67-1-51, MISSISSIPPI CODE OF 1972, TO 1 AUTHORIZE HOLDERS OF ALCOHOLIC BEVERAGE PACKAGE RETAILER'S PERMITS 2 3 TO SELL PACKAGED CHEESE, PACKAGED CRACKERS, CLOTH AND PAPER 4 NAPKINS, DECORATIVE CORKS AND WINE GLASS CHARMS; AND FOR RELATED 5 PURPOSES BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: б 7 SECTION 1. Section 67-1-51, Mississippi Code of 1972, is amended as follows: 8 9 67-1-51. (1) Permits which may be issued by the commission 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 14 manufacturers holding permits under this chapter in this state and to persons outside the state who are authorized by law to purchase 15 16 the same, and to sell exclusively to the commission. Manufacturer's permits shall be of the following classes: 17 Class 1. Distiller's and/or rectifier's permit, which shall 18 19 authorize the holder thereof to operate a distillery for the production of distilled spirits by distillation or redistillation 20 and/or to operate a rectifying plant for the purifying, refining, 21 22 mixing, blending, flavoring or reducing in proof of distilled spirits and alcohol. 23

24 Class 2. Wine manufacturer's permit, which shall authorize 25 the holder thereof to manufacture, import in bulk, bottle and 26 store wine or vinous liquor. 27 Class 3. Native wine producer's permit, which shall
28 authorize the holder thereof to produce, bottle, store and sell
29 native wines.

30 Package retailer's permit. Except as otherwise (b) 31 provided in this paragraph, a package retailer's permit shall 32 authorize the holder thereof to operate a store exclusively for 33 the sale at retail in original sealed and unopened packages of alcoholic beverages, including native wines, not to be consumed on 34 the premises where sold. Alcoholic beverages shall not be sold by 35 36 any retailer in any package or container containing less than 37 fifty (50) milliliters by liquid measure. In addition to the sale at retail of packages of alcoholic beverages, the holder of a 38 package retailer's permit is authorized to sell at retail 39 40 corkscrews, wine glasses, soft drinks, ice, juices, mixers and 41 other beverages commonly used to mix with alcoholic beverages, packaged cheese, packaged crackers, cloth and paper napkins, 42 43 decorative corks and wine glass charms. Nonalcoholic beverages sold by the holder of a package retailer's permit shall not be 44 consumed on the premises where sold. 45

46 (c) **On-premises retailer's permit.** An on-premises 47 retailer's permit shall authorize the sale of alcoholic beverages, 48 including native wines, for consumption on the licensed premises Such a permit shall issue only to qualified hotels, 49 only. restaurants and clubs, and to common carriers with adequate 50 facilities for serving passengers. In resort areas, whether 51 52 inside or outside of a municipality, the commission may, in its 53 discretion, issue on-premises retailer's permits to such 54 establishments as it deems proper. An on-premises retailer's permit when issued to a common carrier shall authorize the sale 55 and serving of alcoholic beverages aboard any licensed vehicle 56 57 while moving through any county of the state; however, the sale of 58 such alcoholic beverages shall not be permitted while such vehicle 59 is stopped in a county that has not legalized such sales.

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H. B. No. 488 06/HR40/R1005 PAGE 2 (BS\BD) 60 (d) Solicitor's permit. A solicitor's permit shall 61 authorize the holder thereof to act as salesman for a manufacturer or wholesaler holding a proper permit, to solicit on behalf of his 62 63 employer orders for alcoholic beverages, and to otherwise promote 64 his employer's products in a legitimate manner. Such a permit 65 shall authorize the representation of and employment by one (1) 66 principal only. However, the permittee may also, in the discretion of the commission, be issued additional permits to 67 represent other principals. No such permittee shall buy or sell 68 alcoholic beverages for his own account, and no such beverage 69 70 shall be brought into this state in pursuance of the exercise of 71 such permit otherwise than through a permit issued to a wholesaler 72 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.

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

84 Temporary retailer's permits shall be of the following 85 classes:

86 Class 1. A temporary one-day permit may be issued to bona 87 fide nonprofit civic or charitable organizations authorizing the sale of alcoholic beverages, including native wine, for 88 consumption on the premises described in the temporary permit 89 90 only. Class 1 permits may be issued only to applicants 91 demonstrating to the commission, by affidavit submitted ten (10) 92 days prior to the proposed date or such other time as the *HR40/R1005* 488 H. B. No. 06/HR40/R1005

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commission may determine, that they meet the qualifications of 93 94 Sections 67-1-11, 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. Class 1 permittees shall 95 96 obtain all alcoholic beverages from package retailers located in 97 the county in which the temporary permit is issued. Alcoholic 98 beverages remaining in stock upon expiration of the temporary 99 permit may be returned by the permittee to the package retailer 100 for a refund of the purchase price upon consent of the package 101 retailer or may be kept by the permittee exclusively for personal use and consumption, subject to all laws pertaining to the illegal 102 103 sale and possession of alcoholic beverages. The commission, 104 following review of the affidavit and the requirements of the 105 applicable statutes and regulations, may issue the permit.

106 Class 2. A temporary permit, not to exceed seventy (70) 107 days, may be issued to prospective permittees seeking to transfer 108 a permit authorized in either paragraph (b) or (c) of this 109 section. A Class 2 permit may be issued only to applicants 110 demonstrating to the commission, by affidavit, that they meet the qualifications of Sections 67-1-5(1), (m), (n), (o), (p) or (q), 111 112 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 67-1-59. The 113 commission, following a preliminary review of the affidavit and 114 the requirements of the applicable statutes and regulations, may 115 issue the permit.

116 Class 2 temporary permittees must purchase their alcoholic 117 beverages directly from the commission or, with approval of the commission, purchase the remaining stock of the previous 118 119 permittee. If the proposed applicant of a Class 1 or Class 2 temporary permit falsifies information contained in the 120 application or affidavit, the applicant shall never again be 121 eligible for a retail alcohol beverage permit and shall be subject 122 123 to prosecution for perjury.

(g) **Caterer's permit.** A caterer's permit shall permit
the purchase of alcoholic beverages by a person engaging in

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business as a caterer and the resale of alcoholic beverages by 126 127 such person in conjunction with such catering business. No person 128 shall qualify as a caterer unless forty percent (40%) or more of 129 the revenue derived from such catering business shall be from the 130 serving of prepared food and not from the sale of alcoholic 131 beverages and unless such person has obtained a permit for such business from the Department of Health. A caterer's permit shall 132 not authorize the sale of alcoholic beverages on the premises of 133 the person engaging in business as a caterer; however, the holder 134 135 of an on-premises retailer's permit may hold a caterer's permit. 136 All sales of alcoholic beverages by holders of a caterer's permit 137 shall be made at the location being catered by the caterer, and 138 such sales may be made only for consumption at the catered 139 location. Such sales shall be made pursuant to any other 140 conditions and restrictions which apply to sales made by on-premises retail permittees. The holder of a caterer's permit 141 142 or his employees shall remain at the catered location as long as 143 alcoholic beverages are being sold pursuant to the permit issued 144 under this paragraph (g), and the permittee and employees at such 145 location shall each have personal identification cards issued by the Alcoholic Beverage Control Division of the commission. 146 Nο 147 unsold alcoholic beverages may be left at the catered location by the permittee upon the conclusion of his business at that 148 149 location. Appropriate law enforcement officers and Alcoholic 150 Beverage Control Division personnel may enter a catered location 151 on private property in order to enforce laws governing the sale or 152 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

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Alcohol processing permit. An alcohol processing 160 (i) 161 permit shall authorize the holder thereof to purchase, transport 162 and possess alcoholic beverages for the exclusive use in cooking, 163 processing or manufacturing products which contain alcoholic 164 beverages as an integral ingredient. An alcohol processing permit 165 shall not authorize the sale of alcoholic beverages on the 166 premises of the person engaging in the business of cooking, 167 processing or manufacturing products which contain alcoholic 168 beverages. The amounts of alcoholic beverages allowed under an alcohol processing permit shall be set by the commission. 169

170 (2) Except as otherwise provided in subsection (4) of this
171 section, retail permittees may hold more than one (1) retail
172 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.

180 A church or funeral home may waive the distance restrictions 181 imposed in this subsection in favor of allowing issuance by the 182 commission of a permit, pursuant to subsection (1) of this section, to authorize activity relating to the manufacturing, sale 183 184 or storage of alcoholic beverages which would otherwise be prohibited under the minimum distance criterion. Such waiver 185 186 shall be in written form from the owner, the governing body, or 187 the appropriate officer of the church or funeral home having the 188 authority to execute such a waiver, and the waiver shall be filed 189 with and verified by the commission before becoming effective.

H. B. No. 488 *HR40/R1005* 06/HR40/R1005 PAGE 6 (BS\BD) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a bed and breakfast inn listed in the National Register of Historic Places.

194 (4) No person, either individually or as a member of a firm, partnership or association, or as a stockholder, officer or 195 196 director in a corporation, shall own or control any interest in 197 more than one (1) package retailer's permit, nor shall such 198 person's spouse, if living in the same household of such person, any relative of such person, if living in the same household of 199 200 such person, or any other person living in the same household with 201 such person own any interest in any other package retailer's 202 permit.

203 **SECTION 2.** This act shall take effect and be in force from 204 and after July 1, 2006.