Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

House Bill No. 801

BY: Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- SECTION 1. Section 67-1-51, Mississippi Code of 1972, is
- 22 amended as follows:
- 23 67-1-51. (1) Permits which may be issued by the department
- 24 shall be as follows:
- 25 (a) Manufacturer's permit. A manufacturer's permit
- 26 shall permit the manufacture, importation in bulk, bottling and
- 27 storage of alcoholic liquor and its distribution and sale to
- 28 manufacturers holding permits under this chapter in this state and
- 29 to persons outside the state who are authorized by law to purchase
- 30 the same, and to sell exclusively to the department.



- 31 Manufacturer's permits shall be of the following classes:
- 32 Class 1. Distiller's and/or rectifier's permit, which shall
- 33 authorize the holder thereof to operate a distillery for the
- 34 production of distilled spirits by distillation or redistillation
- 35 and/or to operate a rectifying plant for the purifying, refining,
- 36 mixing, blending, flavoring or reducing in proof of distilled
- 37 spirits and alcohol.
- 38 Class 2. Wine manufacturer's permit, which shall authorize
- 39 the holder thereof to manufacture, import in bulk, bottle and
- 40 store wine or vinous liquor.
- Class 3. Native wine producer's permit, which shall
- 42 authorize the holder thereof to produce, bottle, store and sell
- 43 native wines.
- (b) Package retailer's permit. Except as otherwise
- 45 provided in this paragraph and Section 2 of this act, a package
- 46 retailer's permit shall authorize the holder thereof to operate a
- 47 store exclusively for the sale at retail in original sealed and
- 48 unopened packages of alcoholic beverages, including native wines,
- 49 not to be consumed on the premises where sold. Alcoholic
- 50 beverages shall not be sold by any retailer in any package or
- 51 container containing less than fifty (50) milliliters by liquid
- 52 measure. A package retailer's permit, with prior approval from
- 53 the department, shall authorize the holder thereof to sample new
- 54 product furnished by a manufacturer's representative or his
- 55 employees at the permitted place of business so long as the



- 56 sampling otherwise complies with this chapter and applicable
- 57 department regulations. Such samples may not be provided to
- 58 customers at the permitted place of business. In addition to the
- 59 sale at retail of packages of alcoholic beverages, the holder of a
- 60 package retailer's permit is authorized to sell at retail
- 61 corkscrews, wine glasses, soft drinks, ice, juices, mixers and
- 62 other beverages commonly used to mix with alcoholic beverages.
- 63 Nonalcoholic beverages sold by the holder of a package retailer's
- 64 permit shall not be consumed on the premises where sold.
- 65 (c) On-premises retailer's permit. An on-premises
- 66 retailer's permit shall authorize the sale of alcoholic beverages,
- 67 including native wines, for consumption on the licensed premises
- 68 only; however, a patron of the permit holder may remove one (1)
- 69 bottle of wine from the licensed premises if: (i) the patron
- 70 consumed a portion of the bottle of wine in the course of
- 71 consuming a meal purchased on the licensed premises; (ii) the
- 72 permit holder securely reseals the bottle; (iii) the bottle is
- 73 placed in a bag that is secured in a manner so that it will be
- 74 visibly apparent if the bag is opened; and (iv) a dated receipt
- 75 for the wine and the meal is available. Such a permit shall issue
- 76 only to qualified hotels, restaurants and clubs, and to common
- 77 carriers with adequate facilities for serving passengers. In
- 78 resort areas, whether inside or outside of a municipality, the
- 79 department, in its discretion, may issue on-premises retailer's
- 80 permits to such establishments as it deems proper. An on-premises

- retailer's permit when issued to a common carrier shall authorize
 the sale and serving of alcoholic beverages aboard any licensed
 vehicle while moving through any county of the state; however, the
 sale of such alcoholic beverages shall not be permitted while such
 vehicle is stopped in a county that has not legalized such sales.
 - authorize the holder thereof to act as salesman for a manufacturer or wholesaler holding a proper permit, to solicit on behalf of his employer orders for alcoholic beverages, and to otherwise promote his employer's products in a legitimate manner. Such a permit shall authorize the representation of and employment by one (1) principal only. However, the permittee may also, in the discretion of the department, be issued additional permits to represent other principals. No such permittee shall buy or sell alcoholic beverages for his own account, and no such beverage shall be brought into this state in pursuance of the exercise of such permit otherwise than through a permit issued to a wholesaler 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.

107 retailer's permit shall permit the purchase and resale of 108 alcoholic beverages, including native wines, during legal hours on 109 the premises described in the temporary permit only. 110 Temporary retailer's permits shall be of the following 111 classes: 112 Class 1. A temporary one-day permit may be issued to bona 113 fide nonprofit civic or charitable organizations authorizing the 114 sale of alcoholic beverages, including native wine, for consumption on the premises described in the temporary permit 115 116 only. Class 1 permits may be issued only to applicants 117 demonstrating to the department, by a statement signed under penalty of perjury submitted ten (10) days prior to the proposed 118 119 date or such other time as the department may determine, that they 120 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)121 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 122 Class 1 permittees shall obtain all alcoholic beverages from 123 package retailers located in the county in which the temporary 124 permit is issued. Alcoholic beverages remaining in stock upon 125 expiration of the temporary permit may be returned by the 126 permittee to the package retailer for a refund of the purchase 127 price upon consent of the package retailer or may be kept by the 128 permittee exclusively for personal use and consumption, subject to 129 all laws pertaining to the illegal sale and possession of

Temporary retailer's permit. A temporary

alcoholic beverages. The department, following review of the

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- 131 statement provided by the applicant and the requirements of the
- 132 applicable statutes and regulations, may issue the permit.
- 133 Class 2. A temporary permit, not to exceed seventy (70)
- days, may be issued to prospective permittees seeking to transfer
- 135 a permit authorized in paragraph (c) of this subsection. A Class
- 136 2 permit may be issued only to applicants demonstrating to the
- 137 department, by a statement signed under the penalty of perjury,
- that they meet the qualifications of Sections 67-1-5(1), (m), (n),
- 139 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and
- 140 67-1-59. The department, following a preliminary review of the
- 141 statement provided by the applicant and the requirements of the
- 142 applicable statutes and regulations, may issue the permit.
- 143 Class 2 temporary permittees must purchase their alcoholic
- 144 beverages directly from the department or, with approval of the
- 145 department, purchase the remaining stock of the previous
- 146 permittee. If the proposed applicant of a Class 1 or Class 2
- 147 temporary permit falsifies information contained in the
- 148 application or statement, the applicant shall never again be
- 149 eligible for a retail alcohol beverage permit and shall be subject
- 150 to prosecution for perjury.
- 151 Class 3. A temporary one-day permit may be issued to a
- 152 retail establishment authorizing the complimentary distribution of
- 153 wine, including native wine, to patrons of the retail
- 154 establishment at an open house or promotional event, for
- 155 consumption only on the premises described in the temporary



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     permit. A Class 3 permit may be issued only to an applicant
     demonstrating to the department, by a statement signed under
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     penalty of perjury submitted ten (10) days before the proposed
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     date or such other time as the department may determine, that it
     meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
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     and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
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     A Class 3 permit holder shall obtain all alcoholic beverages from
     the holder(s) of a package retailer's permit located in the county
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     in which the temporary permit is issued. Wine remaining in stock
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     upon expiration of the temporary permit may be returned by the
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     Class 3 temporary permit holder to the package retailer for a
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     refund of the purchase price, with consent of the package
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     retailer, or may be kept by the Class 3 temporary permit holder
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     exclusively for personal use and consumption, subject to all laws
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     pertaining to the illegal sale and possession of alcoholic
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     beverages. The department, following review of the statement
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     provided by the applicant and the requirements of the applicable
     statutes and regulations, may issue the permit. No retailer may
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     receive more than twelve (12) Class 3 temporary permits in a
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     calendar year. A Class 3 temporary permit shall not be issued to
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     a retail establishment that either holds a merchant permit issued
     under paragraph (1) of this subsection, or holds a permit issued
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     under Chapter 3, Title 67, Mississippi Code of 1972, authorizing
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     the holder to engage in the business of a retailer of light wine
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     or beer.
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181	(g) Caterer's permit. A caterer's permit shall permit
182	the purchase of alcoholic beverages by a person engaging in
183	business as a caterer and the resale of alcoholic beverages by
184	such person in conjunction with such catering business. No person
185	shall qualify as a caterer unless forty percent (40%) or more of
186	the revenue derived from such catering business shall be from the
187	serving of prepared food and not from the sale of alcoholic
188	beverages and unless such person has obtained a permit for such
189	business from the Department of Health. A caterer's permit shall
190	not authorize the sale of alcoholic beverages on the premises of
191	the person engaging in business as a caterer; however, the holder
192	of an on-premises retailer's permit may hold a caterer's permit.
193	When the holder of an on-premises retailer's permit or an
194	affiliated entity of the holder also holds a caterer's permit, the
195	caterer's permit shall not authorize the service of alcoholic
196	beverages on a consistent, recurring basis at a separate, fixed
197	location owned or operated by the caterer, on-premises retailer or
198	affiliated entity and an on-premises retailer's permit shall be
199	required for the separate location. All sales of alcoholic
200	beverages by holders of a caterer's permit shall be made at the
201	location being catered by the caterer, and such sales may be made
202	only for consumption at the catered location. The location being
203	catered may be anywhere within a county or judicial district that
204	has voted to come out from under the dry laws or in which the
205	sale, distribution and possession of alcoholic beverages is

206 otherwise authorized by law. Such sales shall be made pursuant to 207 any other conditions and restrictions which apply to sales made by 208 on-premises retail permittees. The holder of a caterer's permit 209 or his employees shall remain at the catered location as long as 210 alcoholic beverages are being sold pursuant to the permit issued 211 under this paragraph (q), and the permittee shall have at the 212 location the identification card issued by the Alcoholic Beverage 213 Control Division of the department. No unsold alcoholic beverages 214 may be left at the catered location by the permittee upon the 215 conclusion of his business at that location. Appropriate law 216 enforcement officers and Alcoholic Beverage Control Division 217 personnel may enter a catered location on private property in 218 order to enforce laws governing the sale or serving of alcoholic 219 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 department or from importers, wineries and distillers of alcoholic beverages for professional research.
- 227 (i) Alcohol processing permit. An alcohol processing
 228 permit shall authorize the holder thereof to purchase, transport
 229 and possess alcoholic beverages for the exclusive use in cooking,
 230 processing or manufacturing products which contain alcoholic

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- 231 beverages as an integral ingredient. An alcohol processing permit
- 232 shall not authorize the sale of alcoholic beverages on the
- 233 premises of the person engaging in the business of cooking,
- 234 processing or manufacturing products which contain alcoholic
- 235 beverages. The amounts of alcoholic beverages allowed under an
- 236 alcohol processing permit shall be set by the department.
- 237 (j) Hospitality cart permit. A hospitality cart permit
- 238 shall authorize the sale of alcoholic beverages from a mobile cart
- 239 on a golf course that is the holder of an on-premises retailer's
- 240 permit. The alcoholic beverages sold from the cart must be
- 241 consumed within the boundaries of the golf course.
- 242 (k) Special service permit. A special service permit
- 243 shall authorize the holder to sell commercially sealed alcoholic
- 244 beverages to the operator of a commercial or private aircraft for
- 245 en route consumption only by passengers. A special service permit
- 246 shall be issued only to a fixed-base operator who contracts with
- 247 an airport facility to provide fueling and other associated
- 248 services to commercial and private aircraft.
- 249 (1) Merchant permit. A merchant permit shall be issued
- 250 only to the owner of a spa facility, an art studio or gallery, or
- 251 a cooking school, and shall authorize the holder to serve
- 252 complimentary by the glass wine only, including native wine, at
- 253 the holder's spa facility, art studio or gallery, or cooking
- 254 school. A merchant permit holder shall obtain all wine from the
- 255 holder of a package retailer's permit.



257	temporary permit, not to exceed five (5) days, may be issued to a
258	qualifying charitable nonprofit organization that is exempt from
259	taxation under Section 501(c)(3) or (4) of the Internal Revenue
260	Code of 1986. The permit shall authorize the holder to sell wine
261	for the limited purpose of raising funds for the organization
262	during a live or silent auction that is conducted by the
263	organization and that meets the following requirements: (i) the
264	auction is conducted in an area of the state where the sale of
265	wine is authorized; (ii) if the auction is conducted on the
266	premises of an on-premises retailer's permit holder, then the wine
267	to be auctioned must be stored separately from the wine sold,
268	stored or served on the premises, must be removed from the
269	premises immediately following the auction, and may not be
270	consumed on the premises; (iii) the permit holder may not conduct
271	more than two (2) auctions during a calendar year; (iv) the permit
272	holder may not pay a commission or promotional fee to any person
273	to arrange or conduct the auction.

Temporary wine charitable auction permit. A

- 274 (2) Except as otherwise provided in subsection (4) of this 275 section, retail permittees may hold more than one (1) retail 276 permit, at the discretion of the department.
- 277 (3) Except as otherwise provided in this subsection, no 278 authority shall be granted to any person to manufacture, sell or 279 store for sale any intoxicating liquor as specified in this 280 chapter within four hundred (400) feet of any church, school,



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kindergarten or funeral home. However, within an area zoned commercial or business, such minimum distance shall be not less than one hundred (100) feet.

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

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 or to the sale or storage of alcoholic beverages in a historic district that is listed in the National Register of Historic Places, is a qualified resort area and is located in a municipality having a population greater than one hundred thousand (100,000) according to the latest federal decennial census.

(4) No person, either individually or as a member of a firm, partnership, limited liability company or association, or as a stockholder, officer or director in a corporation, shall own or control any interest in more than one (1) package retailer's

permit, nor shall such person's spouse, if living in the same household of such person, any relative of such person, if living in the same household of such person, or any other person living in the same household with such person own any interest in any other package retailer's permit.

SECTION 2. A package retailer's permit issued under Section 67-1-51(b) shall, with prior written approval from the department, authorize tasting or sampling events to be conducted at the package retailer's permitted place of business during which tastes or samples of alcoholic beverages may be offered or served to consumers at no cost. During a tasting or sampling event authorized by this section, limited amounts of alcoholic beverages may be consumed on the permitted place of business. A tasting or sampling event shall not authorize the sale of alcoholic beverages for consumption on the permitted place of business, but shall only authorize the limited consumption of alcoholic beverages at the permitted place of business for the sole purpose of tasting or sampling various alcoholic beverages. A tasting or sampling event shall be conducted completely within an area that is cordoned off by barriers clearly separating the event from the point of sale of any alcoholic beverage and may last not longer than four (4) hours. No one under twenty-one (21) years of age may participate in a tasting or sampling event and a sign indicating this shall be placed in a clearly visible location at the entrance to the area where the tasting or sampling event will be conducted.

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- 331 may be served or sold at a tasting or sampling event. Each sample 332 of wine served at the event shall not exceed one and one-fourth 333 (1-1/4) ounces and no more than a cumulative total of five (5)334 ounces of wine may be dispensed to any one (1) person during a 335 tasting or sampling event. Each sample of a distilled spirit 336 served at the event shall not exceed one-fourth (1/4) of an ounce 337 and no more than a cumulative total of one (1) ounce of distilled 338 spirits may be dispensed to any one (1) person during a tasting or 339 sampling event. All product tasted or sampled at the event must 340 be provided by the package retailer from its inventory. 341 product cannot be sample product provided by a manufacturer and 342 must have been purchased from the department warehouse or from a 343 licensed wholesaler. Only employees of the package retailer may 344 serve any product for tasting or sampling at the event. 345 for a tasting or sampling event may be sold in the permitted place 346 of business. The holder of a tasting or sampling event shall keep 347 an accurate accounting of the various alcoholic beverages and 348 amounts consumed at each tasting or sampling event and must 349 provide a copy of the accounting to the department within ten (10) 350 days of completion of the event. The holder of a package 351 retailer's permit may conduct not more than twelve (12) events in 352 a calendar year.
- 353 **SECTION 3.** Section 67-1-75, Mississippi Code of 1972, is amended as follows:

- 355 67-1-75. If the holder of a package retailer's permit, or 356 any employee thereof:
- 357 (a) Shall sell, offer for sale or permit to be sold in, 358 on or about the premises covered by such permit any alcoholic 359 beverages except in the original sealed and unopened packages; or
- 360 (b) Shall permit the drinking or consumption of any 361 alcoholic beverages in, on or about the premises covered by such 362 permit except as may be otherwise authorized by this chapter; or
 - (c) Shall sell, offer for sale or permit the sale in, on or about the premises of alcoholic beverages in any package or container containing less than fifty (50) milliliters by liquid measure; then such person or employee shall be guilty of a misdemeanor and, upon conviction, shall be punished by a fine of not more than One Thousand Dollars (\$1,000.00) or by imprisonment in the county jail for a term of not more than one (1) year, or by both such fine and imprisonment, in the discretion of the court. In addition, in the case of the commission of any of such offenses by the holder of a permit, it shall be the duty of the commission forthwith to revoke the permit held by such person and conviction of the criminal offense shall not be a condition precedent to such revocation.
- 376 **SECTION 4.** This act shall take effect and be in force from and after July 1, 2014, and shall be repealed from and after June 378 30, 2014.



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Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 67-1-51, MISSISSIPPI CODE OF 1972, RELATING TO THE LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW, TO PROVIDE THAT A PACKAGE RETAILER'S PERMIT SHALL AUTHORIZE THE HOLDER TO SAMPLE NEW PRODUCT FURNISHED BY A MANUFACTURER'S REPRESENTATIVE OR HIS EMPLOYEES AT THE PERMITTED PLACE OF 5 BUSINESS; TO PROVIDE THAT SUCH SAMPLES MAY NOT BE PROVIDED TO 7 CUSTOMERS AT THE PERMITTED PLACE OF BUSINESS; TO PROVIDE THAT A PACKAGE RETAILER'S PERMIT SHALL AUTHORIZE TASTING OR SAMPLING 9 EVENTS TO BE CONDUCTED AT THE PACKAGE RETAILER'S PERMITTED PLACE 10 OF BUSINESS DURING WHICH TASTES OR SAMPLES OF ALCOHOLIC BEVERAGES 11 MAY BE OFFERED OR SERVED TO CONSUMERS AT NO COST; TO LIMIT THE 12 DURATION OF TASTING OR SAMPLING EVENTS AND THE AMOUNT OF ALCOHOLIC 13 BEVERAGE THAT MAY BE SERVED TO ANY ONE PERSON AT SUCH EVENTS; TO 14 PROVIDE THAT THE PRODUCT TASTED OR SAMPLED AT SUCH EVENTS MUST BE 15 PRODUCT THAT IS IN THE INVENTORY OF THE PACKAGE RETAILER 16 CONDUCTING THE EVENT; TO PROVIDE THAT A PACKAGE RETAILER MAY CONDUCT NOT MORE THAN TWELVE EVENTS DURING A CALENDAR YEAR; TO 17 18 AMEND SECTION 67-1-75, MISSISSIPPI CODE OF 1972, IN CONFORMITY 19 THERETO; AND FOR RELATED PURPOSES.

