To: Ways and Means

By: Representative Lamar

20/HR12/R1719SG PAGE 1 (BS\AM)

## HOUSE BILL NO. 1087 (As Sent to Governor)

1 AN ACT TO AMEND SECTION 67-1-3, MISSISSIPPI CODE OF 1972, TO 2 RENOUNCE PROHIBITION AS THE POLICY OF THIS STATE AS TO THE 3 POSSESSION OF ALCOHOLIC BEVERAGES; TO AMEND SECTIONS 67-1-7, 67-1-9, 67-1-11, 67-1-14 AND 67-1-51, MISSISSIPPI CODE OF 1972, IN 4 CONFORMITY THERETO; TO AMEND SECTIONS 67-3-7, 67-3-11 AND 67-3-13, 5 MISSISSIPPI CODE OF  $\overline{1972}$ , TO AUTHORIZE THE POSSESSION OF BEER, 6 LIGHT SPIRIT PRODUCT AND LIGHT WINE THROUGHOUT THE STATE; AND FOR 7 RELATED PURPOSES. 8 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10 **SECTION 1.** Section 67-1-3, Mississippi Code of 1972, is amended as follows: 11 12 67-1-3. The policy of this state is reannounced in favor of prohibition of the manufacture, sale, distribution, \* \* \* and 13 14 transportation of \* \* \* alcoholic beverages; and the provisions against such manufacture, sale, distribution, \* \* \* and 15 16 transportation of \* \* \* alcoholic beverages, as contained in Chapter 31 of Title 97, Mississippi Code of 1972 and elsewhere, 17 are hereby redeclared the law of this state. The purpose and 18 19 intent of this chapter is to vigorously enforce the prohibition 20 laws throughout the state, except in those counties and 21 municipalities voting themselves out from under the prohibition H. B. No. 1087 ~ OFFICIAL ~ G1/2

- 22 law in accordance with the provisions of this chapter, and, in
- 23 those counties and municipalities, to require strict regulation
- 24 and supervision of the manufacture, sale, distribution,  $\star$  \* and
- 25 transportation of intoxicating liquor under a system of state
- 26 licensing of manufacturers, wholesalers and retailers, which
- 27 licenses shall be subject to revocation for violations of this
- 28 chapter. However, from and after January 1, 2021, prohibition is
- 29 renounced as to the possession of alcoholic beverages. It shall
- 30 thereafter be lawful to possess alcoholic beverages throughout the
- 31 state, unless otherwise prohibited in this chapter. Nothing
- 32 herein shall be construed to make lawful the possession of
- 33 alcoholic beverages with the intent to sell except as authorized
- 34 <u>under this chapter.</u>
- 35 All laws and parts of laws in conflict with this chapter are
- 36 repealed only to the extent of such conflict; however, except as
- 37 is provided in this chapter, all laws prohibiting the manufacture,
- 38 sale, and distribution \* \* \* of alcoholic beverages, which are not
- 39 in conflict with this chapter shall remain in full force and
- 40 effect, and all such laws shall remain in full force and effect in
- 41 counties and municipalities wherein the manufacture, sale, and
- 42 distribution \* \* \* of alcoholic beverages has not been authorized
- 43 as a result of an election held under Section 67-1-11 or Section
- 44 67-1-14, Mississippi Code of 1972, or as otherwise provided in
- 45 this chapter.

- SECTION 2. Section 67-1-7, Mississippi Code of 1972, is
- 47 amended as follows:
- 48 67-1-7. (1) Except as otherwise provided in Section 67-9-1
- 49 for the transportation and possession of limited amounts of
- 50 alcoholic beverages for the use of an alcohol processing
- 51 permittee, and subject to all of the provisions and restrictions
- 52 contained in this chapter, the manufacture, sale,
- 53 distribution, \* \* \* and transportation of alcoholic beverages
- 54 shall be lawful, subject to the restrictions hereinafter imposed,
- 55 in those counties and municipalities of this state in which, at a
- 56 local option election called and held for that purpose under the
- 57 provisions of this chapter, a majority of the qualified electors
- 58 voting in such election shall vote in favor thereof. \* \* \* The
- 59 manufacture, sale, distribution and possession of native wines
- 60 shall be lawful in any location within any such county except
- 61 those locations where the manufacture, sale or distribution is
- 62 prohibited by law other than this section or by regulations of
- 63 the \* \* department.
- 64 (2) Notwithstanding the foregoing, within any state park or
- 65 any state park facility that has been declared a qualified resort
- 66 area by the commission, and within any qualified resort area as
- 67 defined under Section 67-1-5(o)(iii), an on-premises retailer's
- 68 permit may be issued for the qualified resort area, and the
- 69 permittee may lawfully sell alcoholic beverages for consumption on
- 70 his licensed premises regardless of whether or not the county or

- 71 municipality in which the qualified resort area is located has
- 72 voted in favor of coming out from under the dry law, and it shall
- 73 be lawful to receive, store, sell, possess and consume alcoholic
- 74 beverages on the licensed premises, and to sell, distribute and
- 75 transport alcoholic beverages to the licensed premises.
- 76 **SECTION 3.** Section 67-1-9, Mississippi Code of 1972, is
- 77 amended as follows:
- 78 67-1-9. (1) It shall be unlawful for any person to
- 79 manufacture, distill, brew, sell, \* \* \* import into this state,
- 80 export from the state, transport, distribute, warehouse, store,
- 81 solicit, take order for, bottle, rectify, blend, treat, mix or
- 82 process any alcoholic beverage except as authorized in this
- 83 chapter. However, nothing contained herein shall prevent
- 84 importers, wineries and distillers of alcoholic beverages from
- 85 storing such alcoholic beverages in private bonded warehouses
- 86 located within the State of Mississippi for the ultimate use and
- 87 benefit of the Department of Revenue as provided in Section
- 88 67-1-41. The department is hereby authorized to promulgate rules
- 89 and regulations for the establishment of such private bonded
- 90 warehouses and for the control of alcoholic beverages stored in
- 91 such warehouses. Additionally, nothing herein contained shall
- 92 prevent any duly licensed practicing physician or dentist from
- 93 possessing or using alcoholic liquor in the strict practice of his
- 94 profession, or prevent any hospital or other institution caring
- 95 for sick and diseased persons, from possessing and using alcoholic

- 96 liquor for the treatment of bona fide patients of such hospital or
- 97 other institution. Any drugstore employing a licensed pharmacist
- 98 may possess and use alcoholic liquors in the combination of
- 99 prescriptions of duly licensed physicians. The possession and
- 100 dispensation of wine by an authorized representative of any church
- 101 for the purpose of conducting any bona fide rite or religious
- 102 ceremony conducted by such church shall not be prohibited by this
- 103 chapter.
- 104 (2) Any person, upon conviction of any provision of this
- 105 section, shall be punished as follows:
- 106 (a) By a fine of not less than One Hundred Dollars
- 107 (\$100.00), nor more than Five Hundred Dollars (\$500.00), or by
- 108 imprisonment in the county jail not less than one (1) week nor
- 109 more than three (3) months, or both, for the first conviction
- 110 under this section.
- 111 (b) By a fine of not less than One Hundred Dollars
- 112 (\$100.00) nor more than Five Thousand Dollars (\$5,000.00) or by
- imprisonment in the county jail not less than sixty (60) days, nor
- 114 more than six (6) months, or both fine and imprisonment, for the
- 115 second conviction for violating this section.
- 116 (c) By a fine of not less than One Hundred Dollars
- 117 (\$100.00) nor more than Five Thousand Dollars (\$5,000.00) or by
- 118 imprisonment in the State Penitentiary not less than one (1) year,
- 119 nor more than five (5) years, or both fine and imprisonment, for

- 120 conviction the third time under this section for the violation 121 thereof after having been twice convicted of its violation.
- 122 (3) Nothing in this section shall make it unlawful to
  123 transport bottles or containers of alcoholic beverages that are
  124 legally purchased in this state if the bottles or containers are
  125 unopened and are being transported on state or federal highway.
- SECTION 4. Section 67-1-11, Mississippi Code of 1972, is amended as follows:
- 128 67-1-11. (1) Notwithstanding any provision of this chapter,
  129 the legalizing provisions of this chapter, except as authorized
  130 under Section 67-9-1 and Section 67-1-7(2), shall not be
  131 effective, applicable or operative in any county unless and until
  132 a local option election shall be called and held in such county in
  133 the manner and with the results hereinafter provided.
- 134 Upon presentation and filing of a proper petition 135 requesting same signed by at least twenty percent (20%) or fifteen 136 hundred (1,500), whichever number is the lesser, of the qualified electors of the county, it shall be the duty of the board of 137 138 supervisors to call an election at which there shall be submitted 139 to the qualified electors of the county the question of whether or 140 not the sale \* \* \* and distribution \* \* \* of alcoholic \* \* \* 141 beverages shall be permitted in such county as provided in this Such election shall be held and conducted by the county 142 143 election commissioners on a date fixed by the order of the board of supervisors, which date shall not be more than sixty (60) days 144

- 145 from the date of the filing of said petition. Notice thereof 146 shall be given by publishing such notice once each week for at least three (3) consecutive weeks in some newspaper published in 147 148 said county or, if no newspaper be published therein, by such 149 publication in a newspaper in an adjoining county and having a 150 general circulation in the county involved. The election shall be 151 held not earlier than fifteen (15) days from the first publication 152 of such notice.
- 153 Said election shall be held and conducted as far as may (3) 154 be possible in the same manner as is provided by law for the 155 holding of general elections. The ballots used thereat shall 156 contain a brief statement of the proposition submitted and, on 157 separate lines, the words "I vote FOR coming out from under the 158 dry law in County ()" "I vote AGAINST coming out from under the dry law in County ()" with appropriate boxes 159 160 in which the voters may express their choice. All qualified 161 electors may vote by marking the ballot with a cross (x) or check 162  $(\sqrt{})$  mark opposite the words of their choice.
  - (4) The election commissioners shall canvass and determine the results of said election, and shall certify same to the board of supervisors which shall adopt and spread upon its minutes an order declaring such results. If, in such election, a majority of the qualified electors participating therein shall vote in favor of the proposition, this chapter shall become applicable and operative in such county and the manufacture, sale, and

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170 distribution \* \* \* of alcoholic beverages therein shall be lawful 171 to the extent and in the manner permitted hereby. If, on the 172 other hand, a majority of the qualified electors participating in 173 the election shall vote against the proposition, this chapter, except for Section 67-9-1 and 67-1-7(2), shall not become 174 175 effective and operative in such county and, except as otherwise provided under Section 67-9-1 and 67-1-7(2), all laws prohibiting 176 and regulating the manufacture, sale, and distribution \* \*  $\star$ 177 178 of \* \* \* alcoholic beverages shall remain in full force and effect 179 and be administered and vigorously prosecuted therein. In either 180 case, no further election shall be held in said county under the provisions of this chapter for a period of two (2) years from the 181 182 date of the prior election and then only upon the filing of a 183 petition requesting same signed by at least twenty percent (20%) or fifteen hundred (1,500), whichever number is the lesser, of the 184 185 qualified electors of the county as is otherwise provided herein. 186 SECTION 5. Section 67-1-14, Mississippi Code of 1972, is amended as follows: 187 188 67-1-14. (1) The legalizing provisions of this chapter may 189 be effective, applicable and operative in any municipality located 190 in a county which has voted against coming out from under the dry 191 law if a local option election shall be called and held in such 192 municipality in the manner and with the results hereinafter

provided.

L94	(2) (a) Any municipality in this state having a population
L95	of not less than five thousand (5,000) according to the latest
L96	federal census and which is located in a county which has voted
97	against coming out from under the dry law, or any municipality
98	that is a county seat and which is located in a county which has
99	voted against coming out from under the dry law, may, at an
200	election held for the purpose under the election laws applicable
201	to such municipality, either prohibit or permit, except as
202	otherwise provided under Section 67-9-1, the sale $\star$ $\star$ of
203	alcoholic beverages. An election to determine whether such
204	sale * * * shall be permitted in municipalities wherein its
205	sale * * * is prohibited by law shall be ordered by the municipal
206	governing authorities upon the presentation of a petition to such
207	governing authorities containing the names of at least twenty
208	percent (20%) of the duly qualified voters of such municipality
209	asking for such election. In like manner, an election to
210	determine whether such sale * * * shall be prohibited in
211	municipalities wherein its sale is permitted by law shall be
212	ordered by the municipal governing authorities upon the
213	presentation of a petition to such governing authorities
214	containing the names of at least twenty percent (20%) of the duly
215	qualified voters of such municipality asking for such election.
216	No election on either question shall be held by any one (1)
217	municipality more often than once in two (2) years.

218 Thirty (30) days' notice shall be given to the qualified 219 electors of such municipality, in the manner prescribed by law, 220 upon the question of either permitting or prohibiting such 221 sale \* \* \*, such notice to contain a statement of the question to be voted on at the election. The ballots to be used in the 222 223 election shall have the following words printed thereon: "For the 224 legal sale of alcoholic \* \* \* beverages" and the words "Against the legal sale of alcoholic \* \* \* beverages" next below. 225 226 marking his ballot the voter shall make a cross (X) opposite the 227 words of his choice.

If in the election a majority of the qualified electors voting in the election shall vote "for the legal sale of alcoholic \* \* \* beverages," then the municipal governing authorities shall pass the necessary order permitting the legal sale of such alcoholic beverages in such municipality. If in the election a majority of the qualified electors voting in the election shall vote "against the legal sale of alcoholic \* \* \* beverages," then the municipal governing authorities shall pass the necessary order prohibiting the sale of alcoholic beverages in such municipality.

238 (b) The provisions of this subsection shall also apply
239 to any municipality having a population of not less than six
240 thousand (6,000) according to the latest federal census, a portion
241 of which is located in a county which has voted against coming out
242 from under the dry law and a portion of which is located in a

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243 county which has voted in favor of coming out from under the dry 244 law. For the purpose of determining whether or not such a municipality meets the threshold population of six thousand 245 (6,000) which will qualify the municipality to hold an election 246 247 under this subsection, the entire population of the municipality 248 shall be considered; however, the petition to hold the election 249 authorized in this subsection shall be ordered by the municipal 250 governing authorities upon the presentation of a petition to such 251 governing authorities containing the names of at least twenty 252 percent (20%) of the duly qualified voters of such municipality 253 who reside in that portion of the municipality located in a county 254 which has voted against coming out from under the dry law and the 255 election shall be held only in that portion of the municipality. 256 In all other respects, the authority for the holding of elections 257 and the manner in which such elections shall be conducted shall be 258 as prescribed in paragraph (a) of this subsection; and, after 259 proper certification of election results, the municipal governing 260 authorities shall pass the appropriate order to permit or prohibit 261 the legal sale of alcoholic beverages in that portion of the 262 municipality located in a county which has voted against coming 263 out from under the dry law.

(3) The governing authorities of a municipality that has voted to come out from under the dry \* \* \* law after August 23, 2012, may, by ordinance, provide that alcoholic beverages may be

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- 267 sold in the municipality only by the holder of an on-premises
- 268 retailer's permit.
- SECTION 6. Section 67-1-51, Mississippi Code of 1972, is
- 270 amended as follows:
- 271 67-1-51. (1) Permits which may be issued by the department
- 272 shall be as follows:
- 273 (a) Manufacturer's permit. A manufacturer's permit
- 274 shall permit the manufacture, importation in bulk, bottling and
- 275 storage of alcoholic liquor and its distribution and sale to
- 276 manufacturers holding permits under this chapter in this state and
- 277 to persons outside the state who are authorized by law to purchase
- 278 the same, and to sell exclusively to the department.
- 279 Manufacturer's permits shall be of the following classes:
- 280 Class 1. Distiller's and/or rectifier's permit, which shall
- 281 authorize the holder thereof to operate a distillery for the
- 282 production of distilled spirits by distillation or redistillation
- 283 and/or to operate a rectifying plant for the purifying, refining,
- 284 mixing, blending, flavoring or reducing in proof of distilled
- 285 spirits and alcohol.
- 286 Class 2. Wine manufacturer's permit, which shall authorize
- 287 the holder thereof to manufacture, import in bulk, bottle and
- 288 store wine or vinous liquor.
- 289 Class 3. Native wine producer's permit, which shall

- 290 authorize the holder thereof to produce, bottle, store and sell
- 291 native wines.

292	(b) Package retailer's permit. Except as otherwise
293	provided in this paragraph and Section 67-1-52, a package
294	retailer's permit shall authorize the holder thereof to operate a
295	store exclusively for the sale at retail in original sealed and
296	unopened packages of alcoholic beverages, including native wines,
297	not to be consumed on the premises where sold. Alcoholic
298	beverages shall not be sold by any retailer in any package or
299	container containing less than fifty (50) milliliters by liquid
300	measure. A package retailer's permit, with prior approval from
301	the department, shall authorize the holder thereof to sample new
302	product furnished by a manufacturer's representative or his
303	employees at the permitted place of business so long as the
304	sampling otherwise complies with this chapter and applicable
305	department regulations. Such samples may not be provided to
306	customers at the permitted place of business. In addition to the
307	sale at retail of packages of alcoholic beverages, the holder of a
308	package retailer's permit is authorized to sell at retail
309	corkscrews, wine glasses, soft drinks, ice, juices, mixers and
310	other beverages commonly used to mix with alcoholic beverages.
311	Nonalcoholic beverages sold by the holder of a package retailer's
312	permit shall not be consumed on the premises where sold.

313 (c) On-premises retailer's permit. Except as otherwise provided in subsection (5) of this section, an on-premises 314 315 retailer's permit shall authorize the sale of alcoholic beverages, including native wines, for consumption on the licensed premises 316

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     only; however, a patron of the permit holder may remove one (1)
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     bottle of wine from the licensed premises if: (i) the patron
     consumed a portion of the bottle of wine in the course of
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     consuming a meal purchased on the licensed premises; (ii) the
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     permit holder securely reseals the bottle; (iii) the bottle is
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     placed in a bag that is secured in a manner so that it will be
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     visibly apparent if the bag is opened; and (iv) a dated receipt
     for the wine and the meal is available. Such a permit shall be
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     issued only to qualified hotels, restaurants and clubs, and to
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     common carriers with adequate facilities for serving passengers.
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     In resort areas, whether inside or outside of a municipality, the
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     department, in its discretion, may issue on-premises retailer's
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     permits to such establishments as it deems proper. An on-premises
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     retailer's permit when issued to a common carrier shall authorize
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     the sale and serving of alcoholic beverages aboard any licensed
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     vehicle while moving through any county of the state; however, the
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     sale of such alcoholic beverages shall not be permitted while such
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     vehicle is stopped in a county that has not legalized such sales.
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     If an on-premises retailer's permit is applied for by a common
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     carrier operating solely in the water, such common carrier must,
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     along with all other qualifications for a permit, (i) be certified
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     to carry at least one hundred fifty (150) passengers and/or
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     provide overnight accommodations for at least fifty (50)
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     passengers and (ii) operate primarily in the waters within the
     State of Mississippi which lie adjacent to the State of
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342 Mississippi south of the three (3) most southern counties in the 343 State of Mississippi and/or on the Mississippi River or navigable waters within any county bordering on the Mississippi River. 344

- Solicitor's permit. A solicitor's permit shall (d) 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.
- Native wine retailer's permit. Except as otherwise provided in subsection (5) of this section, 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.

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366	(f) <b>Temporary retailer's permit.</b> Except as otherwise
367	provided in subsection (5) of this section, a temporary retailer's
368	permit shall permit the purchase and resale of alcoholic
369	beverages, including native wines, during legal hours on the
370	premises described in the temporary permit only.
371	Temporary retailer's permits shall be of the following
372	classes:
373	Class 1. A temporary one-day permit may be issued to bona
374	fide nonprofit civic or charitable organizations authorizing the
375	sale of alcoholic beverages, including native wine, for
376	consumption on the premises described in the temporary permit
377	only. Class 1 permits may be issued only to applicants
378	demonstrating to the department, by a statement signed under
379	penalty of perjury submitted ten (10) days prior to the proposed
380	date or such other time as the department may determine, that they
381	meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
382	and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
383	Class 1 permittees shall obtain all alcoholic beverages from
384	package retailers located in the county in which the temporary
385	permit is issued. Alcoholic beverages remaining in stock upon
386	expiration of the temporary permit may be returned by the
387	permittee to the package retailer for a refund of the purchase
388	price upon consent of the package retailer or may be kept by the
389	permittee exclusively for personal use and consumption, subject to
390	all laws pertaining to the illegal sale and possession of

- 391 alcoholic beverages. The department, following review of the 392 statement provided by the applicant and the requirements of the 393 applicable statutes and regulations, may issue the permit.
- Class 2. A temporary permit, not to exceed seventy (70) 395 days, may be issued to prospective permittees seeking to transfer 396 a permit authorized in paragraph (c) of this subsection. A Class 397 2 permit may be issued only to applicants demonstrating to the 398 department, by a statement signed under the penalty of perjury, 399 that they meet the qualifications of Sections 67-1-5(1), (m), (n),
- 400 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and
- 401 67-1-59. The department, following a preliminary review of the
- 402 statement provided by the applicant and the requirements of the
- 403 applicable statutes and regulations, may issue the permit.
- 404 Class 2 temporary permittees must purchase their alcoholic
- 405 beverages directly from the department or, with approval of the
- 406 department, purchase the remaining stock of the previous
- 407 permittee. If the proposed applicant of a Class 1 or Class 2
- 408 temporary permit falsifies information contained in the
- 409 application or statement, the applicant shall never again be
- 410 eligible for a retail alcohol beverage permit and shall be subject
- 411 to prosecution for perjury.
- 412 Class 3. A temporary one-day permit may be issued to a
- 413 retail establishment authorizing the complimentary distribution of
- 414 wine, including native wine, to patrons of the retail
- establishment at an open house or promotional event, for 415

416	consumption only on the premises described in the temporary
417	permit. A Class 3 permit may be issued only to an applicant
418	demonstrating to the department, by a statement signed under
419	penalty of perjury submitted ten (10) days before the proposed
420	date or such other time as the department may determine, that it
421	meets the qualifications of Sections $67-1-11$ , $67-1-37$ , $67-1-51(2)$
422	and $(3)$ , $67-1-55$ , $67-1-57$ (excluding paragraph $(e)$ ) and $67-1-59$ .
423	A Class 3 permit holder shall obtain all alcoholic beverages from
424	the holder(s) of a package retailer's permit located in the county
425	in which the temporary permit is issued. Wine remaining in stock
426	upon expiration of the temporary permit may be returned by the
427	Class 3 temporary permit holder to the package retailer for a
428	refund of the purchase price, with consent of the package
429	retailer, or may be kept by the Class 3 temporary permit holder
430	exclusively for personal use and consumption, subject to all laws
431	pertaining to the illegal sale and possession of alcoholic
432	beverages. The department, following review of the statement
433	provided by the applicant and the requirements of the applicable
434	statutes and regulations, may issue the permit. No retailer may
435	receive more than twelve (12) Class 3 temporary permits in a
436	calendar year. A Class 3 temporary permit shall not be issued to
437	a retail establishment that either holds a merchant permit issued
438	under paragraph (1) of this subsection, or holds a permit issued
439	under Chapter 3, Title 67, Mississippi Code of 1972, authorizing

the holder to engage in the business of a retailer of light wine or beer.

442 Caterer's permit. A caterer's permit shall permit the purchase of alcoholic beverages by a person engaging in 443 444 business as a caterer and the resale of alcoholic beverages by 445 such person in conjunction with such catering business. No person 446 shall qualify as a caterer unless forty percent (40%) or more of 447 the revenue derived from such catering business shall be from the 448 serving of prepared food and not from the sale of alcoholic 449 beverages and unless such person has obtained a permit for such 450 business from the Department of Health. A caterer's permit shall 451 not authorize the sale of alcoholic beverages on the premises of 452 the person engaging in business as a caterer; however, the holder 453 of an on-premises retailer's permit may hold a caterer's permit. 454 When the holder of an on-premises retailer's permit or an 455 affiliated entity of the holder also holds a caterer's permit, the 456 caterer's permit shall not authorize the service of alcoholic 457 beverages on a consistent, recurring basis at a separate, fixed 458 location owned or operated by the caterer, on-premises retailer or 459 affiliated entity and an on-premises retailer's permit shall be 460 required for the separate location. All sales of alcoholic 461 beverages by holders of a caterer's permit shall be made at the 462 location being catered by the caterer, and, except as otherwise 463 provided in subsection (5) of this section, such sales may be made only for consumption at the catered location. The location being 464

465 catered may be anywhere within a county or judicial district that 466 has voted to come out from under the dry laws or in which the 467 sale \* \* \* and distribution \* \* \* of alcoholic beverages is 468 otherwise authorized by law. Such sales shall be made pursuant to 469 any other conditions and restrictions which apply to sales made by 470 on-premises retail permittees. The holder of a caterer's permit 471 or his employees shall remain at the catered location as long as 472 alcoholic beverages are being sold pursuant to the permit issued 473 under this paragraph (g), and the permittee shall have at the location the identification card issued by the Alcoholic Beverage 474 475 Control Division of the department. No unsold alcoholic beverages 476 may be left at the catered location by the permittee upon the 477 conclusion of his business at that location. Appropriate law 478 enforcement officers and Alcoholic Beverage Control Division 479 personnel may enter a catered location on private property in 480 order to enforce laws governing the sale or serving of alcoholic 481 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.

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489	(i) Alcohol processing permit. An alcohol processing
490	permit shall authorize the holder thereof to purchase, transport
491	and possess alcoholic beverages for the exclusive use in cooking,
492	processing or manufacturing products which contain alcoholic
493	beverages as an integral ingredient. An alcohol processing permit
494	shall not authorize the sale of alcoholic beverages on the
495	premises of the person engaging in the business of cooking,
496	processing or manufacturing products which contain alcoholic
497	beverages. The amounts of alcoholic beverages allowed under an
498	alcohol processing permit shall be set by the department.

- (j) Hospitality cart permit. A hospitality cart permit shall authorize the sale of alcoholic beverages from a mobile cart on a golf course that is the holder of an on-premises retailer's permit. The alcoholic beverages sold from the cart must be consumed within the boundaries of the golf course.
- (k) Special service permit. A special service permit shall authorize the holder to sell commercially sealed alcoholic beverages to the operator of a commercial or private aircraft for en route consumption only by passengers. A special service permit shall be issued only to a fixed-base operator who contracts with an airport facility to provide fueling and other associated services to commercial and private aircraft.
- 511 (1) **Merchant permit.** Except as otherwise provided in subsection (5) of this section, a merchant permit shall be issued only to the owner of a spa facility, an art studio or gallery, or

a cooking school, and shall authorize the holder to serve
complimentary by the glass wine only, including native wine, at
the holder's spa facility, art studio or gallery, or cooking
school. A merchant permit holder shall obtain all wine from the
holder of a package retailer's permit.

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

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539	retailer's permit shall authorize the holder thereof to purchase
540	and resell alcoholic beverages, including native wines, for
541	consumption on the premises during legal hours during events held
542	on the licensed premises if food is being served at the event by a
543	caterer who is not affiliated with or related to the permittee.
544	The caterer must serve at least three (3) entrees. The permit may
545	only be issued for venues that can accommodate two hundred (200)
546	persons or more. The number of persons a venue may accommodate
547	shall be determined by the local fire department and such
548	determination shall be provided in writing and submitted along
549	with all other documents required to be provided for an
550	on-premises retailer's permit. The permittee must derive the
551	majority of its revenue from event-related fees, including, but
552	not limited to, admission fees or ticket sales for live
553	entertainment in the building. "Event-related fees" do not
554	include alcohol, beer or light wine sales or any fee which may be
555	construed to cover the cost of alcohol, beer or light wine. This
556	determination shall be made on a per event basis. An event may
557	not last longer than two (2) consecutive days per week.

Event venue retailer's permit. An event venue

558 (o) **Temporary theatre permit.** A temporary theatre
559 permit, not to exceed five (5) days, may be issued to a charitable
560 nonprofit organization that is exempt from taxation under Section
561 501(c)(3) or (4) of the Internal Revenue Code and owns or operates
562 a theatre facility that features plays and other theatrical

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(n)

563 performances and productions. Except as otherwise provided in 564 subsection (5) of this section, the permit shall authorize the 565 holder to sell alcoholic beverages, including native wines, to 566 patrons of the theatre during performances and productions at the 567 theatre facility for consumption during such performances and 568 productions on the premises of the facility described in the 569 permit. A temporary theatre permit holder shall obtain all 570 alcoholic beverages from package retailers located in the county 571 in which the permit is issued. Alcoholic beverages remaining in 572 stock upon expiration of the temporary theatre permit may be 573 returned by the permittee to the package retailer for a refund of 574 the purchase price upon consent of the package retailer or may be 575 kept by the permittee exclusively for personal use and 576 consumption, subject to all laws pertaining to the illegal sale 577 and possession of alcoholic beverages.

(p) Charter ship operator's permit. Subject to the provisions of this paragraph (p), a charter ship operator's permit shall authorize the holder thereof and its employees to serve, monitor, store and otherwise control the serving and availability of alcoholic beverages to customers of the permit holder during private charters under contract provided by the permit holder. A charter ship operator's permit shall authorize such action by the permit holder and its employees only as to alcoholic beverages brought onto the permit holder's ship by customers of the permit holder as part of such a private charter. All such alcoholic

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588 beverages must be removed from the charter ship at the conclusion 589 of each private charter. A charter ship operator's permit shall 590 not authorize the permit holder to sell, charge for or otherwise 591 supply alcoholic beverages to customers, except as authorized in 592 this paragraph (p). For the purposes of this paragraph (p), 593 "charter ship operator" means a common carrier that (i) is 594 certified to carry at least one hundred fifty (150) passengers 595 and/or provide overnight accommodations for at least fifty (50) 596 passengers, (ii) operates only in the waters within the State of 597 Mississippi, which lie adjacent to the State of Mississippi south 598 of the three (3) most southern counties in the State of Mississippi, and (iii) provides charters under contract for tours 599 600 and trips in such waters.

Class 1 manufacturer's permit may obtain a distillery retailer's permit. A distillery retailer's permit shall authorize the holder thereof to sell at retail alcoholic beverages by the sealed and unopened bottle from a retail location at the distillery for off-premises consumption. The holder may only sell product manufactured by the manufacturer at the distillery described in the permit. The holder shall not sell at retail more than ten percent (10%) of the alcoholic beverages produced annually at its distillery. The holder shall not make retail sales of more than two and twenty-five one-hundredths (2.25) liters, in the aggregate, of the alcoholic beverages produced at its distillery

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613 to any one (1) individual for consumption off the premises of the 614 distillery within a twenty-four-hour period. The hours of sale shall be the same as those hours for package retailers under this 615 616 The holder of a distillery retailer's permit is not chapter. 617 required to purchase the alcoholic beverages authorized to be sold 618 by this paragraph from the department's liquor distribution 619 warehouse; however, if the holder does not purchase the alcoholic 620 beverages from the department's liquor distribution warehouse, the 621 holder shall pay to the department all taxes, fees and surcharges 622 on the alcoholic beverages that are imposed upon the sale of 623 alcoholic beverages shipped by the Alcoholic Beverage Control 624 Division of the Department of Revenue. In addition to alcoholic 625 beverages, the holder of a distillery retailer's permit may sell 626 at retail promotional products from the same retail location, 627 including shirts, hats, glasses, and other promotional products 628 customarily sold by alcoholic beverage manufacturers.

- 629 Except as otherwise provided in subsection (4) of this (2) 630 section, retail permittees may hold more than one (1) retail 631 permit, at the discretion of the department.
- 632 Except as otherwise provided in this subsection, no 633 authority shall be granted to any person to manufacture, sell or 634 store for sale any intoxicating liquor as specified in this chapter within four hundred (400) feet of any church, school, 635 636 kindergarten or funeral home. However, within an area zoned

637 commercial or business, such minimum distance shall be not less 638 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

- 662 household of such person, any relative of such person, if living
- 663 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.
- (5) (a) In addition to any other authority granted under
- 667 this section, the holder of a permit issued under subsection
- 668 (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may
- 669 sell or otherwise provide alcoholic beverages and/or wine to a
- 670 patron of the permit holder in the manner authorized in the permit
- 671 and the patron may remove an open glass, cup or other container of
- 672 the alcoholic beverage and/or wine from the licensed premises and
- 673 may possess and consume the alcoholic beverage or wine outside of
- 674 the licensed premises if: (i) the licensed premises is located
- 675 within a leisure and recreation district created under Section
- 676 67-1-101 and (ii) the patron remains within the boundaries of the
- 677 leisure and recreation district while in possession of the
- 678 alcoholic beverage or wine.
- (b) Nothing in this subsection shall be construed to
- 680 allow a person to bring any alcoholic beverages into a permitted
- 681 premises except to the extent otherwise authorized by this
- 682 chapter.
- SECTION 7. Section 67-3-7, Mississippi Code of 1972, is
- 684 amended as follows:
- 67-3-7. (1) If any county, at an election held for the

686 purpose under the election laws of the state, shall by a majority

687	vote of the duly qualified electors voting in the election
688	determine that the transportation, storage, sale, distribution,
689	receipt and/or manufacture of wine, light spirit product and beer
690	shall not be permitted in such county, then the same shall not be
691	permitted therein except as authorized under Section 67-9-1 and as
692	may be otherwise authorized in this section. An election to
693	determine whether such transportation, storage, sale,
694	distribution, receipt and/or manufacture of such beverages shall
695	be excluded from any county in the state, shall, on a petition of
696	twenty percent (20%) of the duly qualified electors of such
697	county, be ordered by the board of supervisors of the county, for
698	such county only. No election on the question shall be held in
699	any one (1) county more often than once in five (5) years.
700	In counties which have elected, or may elect by a majority
701	vote of the duly qualified electors voting in the election, that
702	the transportation, storage, sale, distribution, receipt and/or
703	manufacture of wine, light spirit product or beer shall not be
704	permitted in the county, an election may be held in the same
705	manner as the election hereinabove provided on the question of
706	whether or not the transportation, storage, sale, distribution,
707	receipt and/or manufacture of said beverages shall be permitted in
708	such county. Such election shall be ordered by the board of
709	supervisors of such county on a petition of twenty percent (20%)
710	of the duly qualified electors of such county. No election on

- 711 this question can be ordered more often than once in five (5)
- 712 years.
- 713 (2) Nothing in this section shall make it unlawful to
- 714 possess beer, light spirit product or light wine, as defined
- 715 herein \* \* \*.
- 716 (3) Nothing in this section shall make it unlawful to:
- 717 \* \* \*
- 718 ( \* \*  $\underline{a}$ ) Sell, distribute and transport light wine.
- 719 <u>light spirit product</u> or beer to a qualified resort area as defined
- 720 in Section 67-1-5;
- 721 (\* \* \*b) Sell light wine, light spirit product or beer
- 722 at a qualified resort area as defined in Section 67-1-5 if such
- 723 light wine, light spirit product or beer is sold by a person with
- 724 a permit to engage in the business as a retailer of light wine,
- 725 <u>light spirit product</u> or beer;
- 726 (\* \* \*c) Transport beer of an alcoholic content of
- 727 more than eight percent (8%) by weight if it is being transported
- 728 to another state for legal sale in that state;
- 729 (\* \* \*d) Transport legally purchased light wine, light
- 730 <u>spirit product</u> or beer in unopened containers \* \* \*; however, this
- 731 paragraph shall not apply to a retailer unless the retailer has
- 732 purchased the light wine, light spirit product or beer from a
- 733 wholesaler or distributor for the designated sales territory in
- 734 which the retailer is located and the retailer has in his

- 735 possession an invoice from the wholesaler or distributor for the
- 736 light wine, light spirit product or beer; or
- 737 (  $\star \star \bullet e$ ) Transport homemade beer as authorized in
- 738 Section 67-3-11.
- 739 **SECTION 8.** Section 67-3-11, Mississippi Code of 1972, is
- 740 amended as follows:
- 741 67-3-11. (1) Every person shall have the right to make
- 742 homemade wine for domestic or household uses only, free of all
- 743 restraint by this chapter or otherwise, and no such election as
- 744 provided for in Sections 67-3-7, 67-3-9 and 67-3-13, shall deprive
- 745 any person of the right to make homemade wine for domestic or
- 746 household uses only.
- 747 (2) (a) Every person twenty-one (21) years of age or older
- 748 shall have the right to make homemade beer for personal, family,
- 749 domestic or household uses without restraint by this chapter or
- 750 otherwise \* \* \*.
- 751 (b) The maximum amount of homemade beer that a person
- 752 may make in a calendar year shall not exceed:
- 753 (i) One hundred (100) gallons if there is only one
- 754 (1) person over the age of twenty-one (21) years of age residing
- 755 in the household; and
- 756 (ii) Two hundred (200) gallons if there are two
- 757 (2) or more persons over the age of twenty-one (21) years residing
- 758 in the household.

- (c) A person who makes homemade beer as authorized in this section may remove the beer from the premises of the household where it is made and transport the beer only for the purpose of participating in a bona fide exhibition, contest or competition where homemade beer is being tasted and judged; however, homemade beer may not be sold or offered for sale under any circumstances.
- 766 <u>SECTION 9.</u> Section 67-3-13, Mississippi Code of 1972, is 767 amended as follows:
- 768 67-3-13. (1) \* \* \* It shall be lawful to possess beer,
  769 light spirit product and light wine throughout the state, unless
  770 otherwise prohibited by this chapter. However, nothing herein
  771 shall be construed to make lawful the possession of beer, light
  772 spirit product or light wine with the intent to sell except as
  773 authorized by this chapter.
- 774 (2) \* \* \* In any county or municipality in which the 775 transportation, storage, sale, distribution, receipt and/or 776 manufacture of light wine, light spirit product and beer is 777 prohibited, it shall not be unlawful for a permitted wholesaler or 778 distributor to possess light wine, light spirit product and beer 779 when such light wine, light spirit product and beer is held 780 therein solely for the purpose of storage and for distribution to other counties and municipalities in which \* \* \* transportation, 781 782 storage, sale, distribution, receipt and/or manufacture is lawful.

- 783 (3) Notwithstanding the provisions of subsections (1) and
- 784 (2) of this section, in any county in which transportation,
- 785 storage, sale, distribution, receipt and/or manufacture of light
- 786 wine, light spirit product and beer is prohibited, it shall not be
- 787 unlawful:
- 788 (a) To receive \* \* \* or store \* \* \* light wine, light
- 789 <u>spirit product</u> or beer at a resort area as defined in Section
- 790 67-1-5;
- 791 (b) To distribute and transport light wine, light
- 792 <u>spirit product</u> or beer to a resort area as defined in Section
- 793 67-1-5;
- 794 (c) To transport beer of an alcoholic content of more
- 795 than eight percent (8%) by weight if it is being transported to
- 796 another state for legal sale in that state;
- 797 (d) To transport legally purchased light wine, light
- 798 <u>spirit product</u> or beer in unopened containers if it is being
- 799 transported on a state or federal highway; however, this paragraph
- 800 shall not apply to a retailer unless the retailer has purchased
- 801 the light wine, light spirit product or beer from a wholesaler or
- 802 distributor for the designated sales territory in which the
- 803 retailer is located and the retailer has in his possession an
- 804 invoice from the wholesaler or distributor for the light wine,
- 805 <u>light spirit product</u> or beer; or
- 806 (e) To transport homemade beer as authorized in Section
- 807 67-3-11.

808	(4) Any light wine, light spirit product or beer found in
809	possession of, or sold by, a person in violation of this section
810	shall be seized and disposed of in the manner provided for in
811	Section 67-1-18.

812 **SECTION**  $\underline{10}$ . This act shall take effect and be in force from 813 and after  $\underline{\text{July 1, 2020}}$ .