Senate Amendments to House Bill No. 1381

TO THE CLERK OF THE HOUSE:

THIS IS TO INFORM YOU THAT THE SENATE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

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

- SECTION 1. Section 67-1-5, Mississippi Code of 1972, is
- 16 amended as follows:
- 17 67-1-5. For the purposes of this chapter and unless
- 18 otherwise required by the context:
- 19 (a) "Alcoholic beverage" means any alcoholic liquid,
- 20 including wines of more than five percent (5%) of alcohol by
- 21 weight, capable of being consumed as a beverage by a human being,
- 22 but shall not include light wine and beer, as defined in Section
- 23 67-3-3, Mississippi Code of 1972, but shall include native wines.
- 24 The words "alcoholic beverage" shall not include ethyl alcohol
- 25 manufactured or distilled solely for fuel purposes or beer of an
- 26 alcoholic content of more than eight percent (8%) by weight if the
- 27 beer is legally manufactured in this state for sale in another
- 28 state.
- 29 (b) "Alcohol" means the product of distillation of any
- 30 fermented liquid, whatever the origin thereof, and includes

- 31 synthetic ethyl alcohol, but does not include denatured alcohol or
- 32 wood alcohol.
- 33 (c) "Distilled spirits" means any beverage containing
- 34 more than four percent (4%) of alcohol by weight produced by
- 35 distillation of fermented grain, starch, molasses or sugar,
- 36 including dilutions and mixtures of these beverages.
- 37 (d) "Wine" or "vinous liquor" means any product
- 38 obtained from the alcoholic fermentation of the juice of sound,
- 39 ripe grapes, fruits or berries and made in accordance with the
- 40 revenue laws of the United States.
- 41 (e) "Person" means and includes any individual,
- 42 partnership, corporation, association or other legal entity
- 43 whatsoever.
- (f) "Manufacturer" means any person engaged in
- 45 manufacturing, distilling, rectifying, blending or bottling any
- 46 alcoholic beverage.
- 47 (g) "Wholesaler" means any person, other than a
- 48 manufacturer, engaged in distributing or selling any alcoholic
- 49 beverage at wholesale for delivery within or without this state
- 50 when such sale is for the purpose of resale by the purchaser.
- 51 (h) "Retailer" means any person who sells, distributes,
- 52 or offers for sale or distribution, any alcoholic beverage for use
- 53 or consumption by the purchaser and not for resale.
- (i) "State Tax Commission," "commission" or
- 55 "department" means the Department of Revenue of the State of
- 56 Mississippi, which shall create a division in its organization to

- 57 be known as the Alcoholic Beverage Control Division. Any
- 58 reference to the commission or the department hereafter means the
- 59 powers and duties of the Department of Revenue with reference to
- 60 supervision of the Alcoholic Beverage Control Division.
- 61 (j) "Division" means the Alcoholic Beverage Control
- 62 Division of the Department of Revenue.
- (k) "Municipality" means any incorporated city or town
- 64 of this state.
- 65 (1) "Hotel" means an establishment within a
- 66 municipality, or within a qualified resort area approved as such
- 67 by the department, where, in consideration of payment, food and
- 68 lodging are habitually furnished to travelers and wherein are
- 69 located at least twenty (20) adequately furnished and completely
- 70 separate sleeping rooms with adequate facilities that persons
- 71 usually apply for and receive as overnight accommodations. Hotels
- 72 in towns or cities of more than twenty-five thousand (25,000)
- 73 population are similarly defined except that they must have fifty
- 74 (50) or more sleeping rooms. Any such establishment described in
- 75 this paragraph with less than fifty (50) beds shall operate one or
- 76 more regular dining rooms designed to be constantly frequented by
- 77 customers each day. When used in this chapter, the word "hotel"
- 78 shall also be construed to include any establishment that meets
- 79 the definition of "bed and breakfast inn" as provided in this
- 80 section.
- 81 (m) "Restaurant" means:

83 manner used and kept open for the serving of meals to guests for compensation, which has suitable seating facilities for quests, 84 and which has suitable kitchen facilities connected therewith for 85 86 cooking an assortment of foods and meals commonly ordered at 87 various hours of the day; the service of such food as sandwiches and salads only shall not be deemed in compliance with this 88 89 requirement. Except as otherwise provided in this paragraph, no 90 place shall qualify as a restaurant under this chapter unless twenty-five percent (25%) or more of the revenue derived from such 91 92 place shall be from the preparation, cooking and serving of meals and not from the sale of beverages, or unless the value of food 93 given to and consumed by customers is equal to twenty-five percent 94 (25%) or more of total revenue; or 95 96 (ii) Any privately owned business located in a 97 building in a historic district where the district is listed in the National Register of Historic Places, where the building has a 98 total occupancy rating of not less than one thousand (1,000) and 99 100 where the business regularly utilizes ten thousand (10,000) square 101 feet or more in the building for live entertainment, including not 102 only the stage, lobby or area where the audience sits and/or 103 stands, but also any other portion of the building necessary for the operation of the business, including any kitchen area, bar 104 area, storage area and office space, but excluding any area for 105 parking. In addition to the other requirements of this 106 107 subparagraph, the business must also serve food to guests for н. в. 1381

A place which is regularly and in a bona fide

- 108 compensation within the building and derive the majority of its
- 109 revenue from event-related fees, including, but not limited to,
- 110 admission fees or ticket sales to live entertainment in the
- 111 building, and from the rental of all or part of the facilities of
- 112 the business in the building to another party for a specific event
- 113 or function.
- (n) "Club" means an association or a corporation:
- (i) Organized or created under the laws of this
- 116 state for a period of five (5) years prior to July 1, 1966;
- 117 (ii) Organized not primarily for pecuniary profit
- 118 but for the promotion of some common object other than the sale or
- 119 consumption of alcoholic beverages;
- 120 (iii) Maintained by its members through the
- 121 payment of annual dues;
- 122 (iv) Owning, hiring or leasing a building or space
- in a building of such extent and character as may be suitable and
- 124 adequate for the reasonable and comfortable use and accommodation
- 125 of its members and their guests;
- 126 (v) The affairs and management of which are
- 127 conducted by a board of directors, board of governors, executive
- 128 committee, or similar governing body chosen by the members at a
- 129 regular meeting held at some periodic interval; and
- 130 (vi) No member, officer, agent or employee of
- 131 which is paid, or directly or indirectly receives, in the form of
- 132 a salary or other compensation any profit from the distribution or
- 133 sale of alcoholic beverages to the club or to members or guests of

the club beyond such salary or compensation as may be fixed and voted at a proper meeting by the board of directors or other governing body out of the general revenues of the club.

The department may, in its discretion, waive the five-year provision of this paragraph. In order to qualify under this paragraph, a club must file with the department, at the time of its application for a license under this chapter, two (2) copies of a list of the names and residences of its members and similarly file, within ten (10) days after the election of any additional member, his name and address. Each club applying for a license shall also file with the department at the time of the application a copy of its articles of association, charter of incorporation, bylaws or other instruments governing the business and affairs thereof.

outside of the limits of incorporated municipalities in this state commonly known and accepted as a place which regularly and customarily attracts tourists, vacationists and other transients because of its historical, scenic or recreational facilities or attractions, or because of other attributes which regularly and customarily appeal to and attract tourists, vacationists and other transients in substantial numbers; however, no area or locality shall so qualify as a resort area until it has been duly and properly approved as such by the department. The department may not approve an area as a qualified resort area after July 1, 2018, if any portion of such proposed area is located within two (2)

160 miles of a convent or monastery that is located in a county
161 traversed by Interstate 55 and U.S. Highway 98. A convent of

161 traversed by Interstate 55 and U.S. Highway 98. A convent or

monastery may waive such distance restrictions in favor of

163 allowing approval by the department of an area as a qualified

164 resort area. Such waiver shall be in written form from the owner,

165 the governing body, or the appropriate officer of the convent or

monastery having the authority to execute such a waiver, and the

waiver shall be filed with and verified by the department before

168 becoming effective.

162

166

167

176

177

178

179

180

181

182

183

184

(i) The department may approve an area or locality outside of the limits of an incorporated municipality that is in the process of being developed as a qualified resort area if such area or locality, when developed, can reasonably be expected to meet the requisites of the definition of the term "qualified resort area." In such a case, the status of qualified resort area

175 shall not take effect until completion of the development.

(ii) The term includes any state park which is declared a resort area by the department; however, such declaration may only be initiated in a written request for resort area status made to the department by the Executive Director of the Department of Wildlife, Fisheries and Parks, and no permit for the sale of any alcoholic beverage, as defined in this chapter, except an on-premises retailer's permit, shall be issued for a hotel, restaurant or bed and breakfast inn in such park.

(iii) The term includes:

- 185 1. The clubhouses associated with the state
- 186 park golf courses at the Lefleur's Bluff State Park, the John Kyle
- 187 State Park, the Percy Quin State Park and the Hugh White State
- 188 Park;
- 189 2. The clubhouse and associated golf course,
- 190 tennis courts and related facilities and swimming pool and related
- 191 facilities where the golf course \star \star \star , tennis courts and related
- 192 facilities and swimming pool and related facilities are adjacent
- 193 to one or more planned residential developments and the golf
- 194 course and all such developments collectively include at least
- 195 seven hundred fifty (750) acres and at least four hundred (400)
- 196 residential units;
- 197 3. Any facility located on property that is a
- 198 game reserve with restricted access that consists of at least
- 199 three thousand (3,000) contiguous acres with no public roads and
- 200 that offers as a service hunts for a fee to overnight guests of
- 201 the facility;
- 202 4. Any facility located on federal property
- 203 surrounding a lake and designated as a recreational area by the
- 204 United States Army Corps of Engineers that consists of at least
- 205 one thousand five hundred (1,500) acres;
- 206 5. Any facility that is located in a
- 207 municipality that is bordered by the Pearl River, traversed by
- 208 Mississippi Highway 25, adjacent to the boundaries of the Jackson
- 209 International Airport and is located in a county which has voted
- 210 against coming out from under the dry law; however, any such

- 211 facility may only be located in areas designated by the governing
- 212 authorities of such municipality;
- 213 6. Any municipality with a population in
- 214 excess of ten thousand (10,000) according to the latest federal
- 215 decennial census that is located in a county that is bordered by
- 216 the Pearl River and is not traversed by Interstate Highway 20,
- 217 with a population in excess of forty-five thousand (45,000)
- 218 according to the latest federal decennial census; however, the
- 219 governing authorities of such a municipality may by ordinance:
- 220 a. Specify the hours of operation of
- 221 facilities that offer alcoholic beverages for sale;
- b. Specify the percentage of revenue
- 223 that facilities that offer alcoholic beverages for sale must
- 224 derive from the preparation, cooking and serving of meals and not
- 225 from the sale of beverages;
- 226 c. Designate the areas in which
- 227 facilities that offer alcoholic beverages for sale may be located;
- 228 7. The West Pearl Restaurant Tax District as
- 229 defined in Chapter 912, Local and Private Laws of 2007;
- 230 8. a. Land that is located in any county in
- 231 which Mississippi Highway 43 and Mississippi Highway 25 intersect
- 232 and:
- 233 A. Owned by the Pearl River Valley
- 234 Water Supply District, and/or
- 235 B. Located within the Reservoir
- 236 Community District, zoned commercial, east of Old Fannin Road,

- 237 north of Regatta Drive, south of Spillway Road, west of Hugh Ward
- 238 Boulevard and accessible by Old Fannin Road, Spillway Road, Spann
- 239 Drive and/or Lake Vista Place, and/or
- 240 C. Located within the Reservoir
- 241 Community District, zoned commercial, west of Old Fannin Road,
- 242 south of Spillway Road and extending to the boundary of the
- 243 corporate limits of the City of Flowood, Mississippi;
- b. The board of supervisors of such
- 245 county, with respect to B and C of this item 8, may by resolution
- 246 or other order:
- 247 A. Specify the hours of operation
- 248 of facilities that offer alcoholic beverages for sale,
- B. Specify the percentage of
- 250 revenue that facilities that offer alcoholic beverages for sale
- 251 must derive from the preparation, cooking and serving of meals and
- 252 not from the sale of beverages, and
- 253 C. Designate the areas in which
- 254 facilities that offer alcoholic beverages for sale may be located;
- 255 9. Any facility located on property that is a
- 256 game reserve with restricted access that consists of at least
- 257 eight hundred (800) contiguous acres with no public roads, that
- 258 offers as a service hunts for a fee to overnight quests of the
- 259 facility, and has accommodations for at least fifty (50) overnight
- 260 guests;
- 261 10. Any facility that:

```
262
                                  Consists of at least six thousand
263
     (6,000) square feet being heated and cooled along with an
     additional adjacent area that consists of at least two thousand
264
265
     two hundred (2,200) square feet regardless of whether heated and
266
     cooled,
267
                              b.
                                  For a fee is used to host events such
268
     as weddings, reunions and conventions,
269
                              c. Provides lodging accommodations
270
     regardless of whether part of the facility and/or located adjacent
271
     to or in close proximity to the facility, and
272
                                   Is located on property that consists
273
     of at least thirty (30) contiguous acres;
274
                              Any facility and related property:
                         11.
275
                                  Located on property that consists of
                              a.
276
     at least one hundred twenty-five (125) contiguous acres and
277
     consisting of an eighteen (18) hole golf course, and/or located in
     a facility that consists of at least eight thousand (8,000) square
278
     feet being heated and cooled,
279
280
                              b. Used for the purpose of providing
281
     meals and hosting events, and
282
                              c. Used for the purpose of teaching
283
     culinary arts courses and/or turf management and grounds keeping
284
     courses, and/or outdoor recreation and leadership courses;
285
                              Any facility and related property that:
286
                                  Consist of at least eight thousand
                              a.
```

(8,000) square feet being heated and cooled,

```
288
                                  For a fee is used to host events,
289
                                   Is used for the purpose of culinary
290
     arts courses, and/or outdoor recreation and leadership courses;
291
                          13.
                               The clubhouse and associated golf course
292
     where the golf course is adjacent to one or more residential
293
     developments and the golf course and all such developments
294
     collectively include at least two hundred (200) acres and at least
     one hundred fifty (150) residential units and are located a. in a
295
296
     county that has voted against coming out from under the dry law;
     and b. outside of but in close proximity to a municipality in such
297
298
     county which has voted under Section 67-1-14, after January 1,
299
     2013, to come out from under the dry law;
300
                          14.
                              The clubhouse and associated eighteen
     (18) hole golf course located in a municipality traversed by
301
     Interstate Highway 55 and U.S. Highway 51 that has voted to come
302
303
     out from under the dry law;
304
                              Land that is planned for mixed use
                         15.
     development and consists of at least two hundred (200) contiguous
305
306
     acres with one or more planned residential developments
307
     collectively planned to include at least two hundred (200)
308
     residential units when completed and which land is located:
309
                                   In a county that has voted to come
310
     out from under the dry law,
311
                                  Outside the corporate limits of any
     municipality in such county and adjacent to or in close proximity
312
313
     to a golf course located in a municipality in such county, and
```

H. B. 1381 PAGE 12

314	c. Within one (1) mile of a state
315	institution of higher learning * * *;
316	16. Any facility with a capacity of five
317	hundred (500) people or more, to be used as a venue for private
318	events, on a tract of land in the Southwest Quarter of Section 33,
319	Township 2 South, Range 7 East, of a county where U.S. Highway 45
320	and U.S. Highway 72 intersect and that has not voted to come out
321	from under the dry law;
322	17. One hundred five (105) contiguous acres,
323	more or less, located in Hinds County, Mississippi, and in the
324	City of Jackson, Mississippi, whereon are constructed a variety of
325	buildings, improvements, grounds or objects for the purpose of
326	holding events thereon to promote agricultural and industrial
327	development in Mississippi;
328	18. Land that is owned by a state institution
329	of higher learning and:
330	a. Located entirely within a county that
331	has elected by majority vote not to permit the transportation,
332	storage, sale, distribution, receipt and/or manufacture of light
333	wine and beer pursuant to Section 67-3-7, and
334	b. Adjacent to but outside the
335	incorporated limits of a municipality that has elected by majority
336	vote to permit the sale, receipt, storage and transportation of
337	light wine and beer pursuant to Section 67-3-9. If any portion of
338	the land described in this item 18 has been declared a qualified
339	resort area by the department before July 1, 2020, then that

340 qualified resort area shall be incorporated into the qualified

341 resort area created by this item 18.

The status of these municipalities, districts, clubhouses, facilities, golf courses and areas described in subparagraph (iii) of this paragraph (o) as qualified resort areas does not require any declaration of same by the department.

- 346 "Native wine" means any product, produced in Mississippi for sale, having an alcohol content not to exceed 347 348 twenty-one percent (21%) by weight and made in accordance with revenue laws of the United States, which shall be obtained 349 350 primarily from the alcoholic fermentation of the juice of ripe 351 grapes, fruits, berries or vegetables grown and produced in 352 Mississippi; provided that bulk, concentrated or fortified wines used for blending may be produced without this state and used in 353 354 producing native wines. The department shall adopt and promulgate 355 rules and regulations to permit a producer to import such bulk
- 359 (q) "Native winery" means any place or establishment 360 within the State of Mississippi where native wine is produced, in 361 whole or in part, for sale.

native wines without payment of any excise tax that would

and/or fortified wines into this state for use in blending with

(r) "Bed and breakfast inn" means an establishment
within a municipality where in consideration of payment, breakfast
and lodging are habitually furnished to travelers and wherein are
located not less than eight (8) and not more than nineteen (19)

otherwise accrue thereon.

356

357

366 adequately furnished and completely separate sleeping rooms with 367 adequate facilities, that persons usually apply for and receive as 368 overnight accommodations; however, such restriction on the minimum 369 number of sleeping rooms shall not apply to establishments on the 370 National Register of Historic Places. No place shall qualify as a 371 bed and breakfast inn under this chapter unless on the date of the 372 initial application for a license under this chapter more than 373 fifty percent (50%) of the sleeping rooms are located in a 374 structure formerly used as a residence.

- 375 (s) "Board" shall refer to the Board of Tax Appeals of 376 the State of Mississippi.
- 377 (t) "Spa facility" means an establishment within a
 378 municipality or qualified resort area and owned by a hotel where,
 379 in consideration of payment, patrons receive from licensed
 380 professionals a variety of private personal care treatments such
 381 as massages, facials, waxes, exfoliation and hairstyling.
- 382 (u) "Art studio or gallery" means an establishment
 383 within a municipality or qualified resort area that is in the sole
 384 business of allowing patrons to view and/or purchase paintings and
 385 other creative artwork.
- 386 (v) "Cooking school" means an establishment within a
 387 municipality or qualified resort area and owned by a nationally
 388 recognized company that offers an established culinary education
 389 curriculum and program where, in consideration of payment, patrons
 390 are given scheduled professional group instruction on culinary
 391 techniques. For purposes of this paragraph, the definition of

- 392 cooking school shall not include schools or classes offered by 393 grocery stores, convenience stores or drugstores.
- 394 (w) "Campus" means property owned by a public school district, community or junior college, college or university in
- 396 this state where educational courses are taught, school functions
- 397 are held, tests and examinations are administered or academic
- 398 course credits are awarded; however, the term shall not include
- 399 any "restaurant" or "hotel" that is located on property owned by a
- 400 community or junior college, college or university in this state,
- 401 and is operated by a third party who receives all revenue
- 402 generated from food and alcoholic beverage sales.
- SECTION 2. Section 67-1-7, Mississippi Code of 1972, is
- 404 amended as follows:
- 67-1-7. (1) Except as otherwise provided in Section 67-9-1
- 406 for the transportation and possession of limited amounts of
- 407 alcoholic beverages for the use of an alcohol processing
- 408 permittee, and subject to all of the provisions and restrictions
- 409 contained in this chapter, the manufacture, sale, distribution,
- 410 possession and transportation of alcoholic beverages shall be
- 411 lawful, subject to the restrictions hereinafter imposed, in those
- 412 counties and municipalities of this state in which, at a local
- 413 option election called and held for that purpose under the
- 414 provisions of this chapter, a majority of the qualified electors
- 415 voting in such election shall vote in favor thereof. Except as
- 416 otherwise provided in Section 67-1-51 for holders of a caterer's
- 417 permit, the manufacture, sale and distribution of alcoholic

418 beverages shall not be permissible or lawful in counties except in 419 (a) incorporated municipalities located within such counties, (b) 420 qualified resort areas within such counties approved as such by 421 the * * * Department of Revenue, or (c) clubs within such 422 counties, whether within a municipality or not. The manufacture, 423 sale, distribution and possession of native wines shall be lawful 424 in any location within any such county except those locations 425 where the manufacture, sale or distribution is prohibited by law 426 other than this section or by regulations of the * * * department. 427 Notwithstanding the foregoing and except as otherwise 428 provided in this subsection (2), within any state park or any state park facility that has been declared a qualified resort area 429 430 by the * * * department, and within any qualified resort area as defined under Section 67-1-5(o)(iii), an on-premises retailer's 431 432 permit may be issued for the qualified resort area, and the 433 permittee may lawfully sell alcoholic beverages for consumption on his licensed premises regardless of whether or not the county or 434 municipality in which the qualified resort area is located has 435 436 voted in favor of coming out from under the dry law, and it shall 437 be lawful to receive, store, sell, possess and consume alcoholic 438 beverages on the licensed premises, and to sell, distribute and transport alcoholic beverages to the licensed premises. However, 439 440 within any qualified resort area as defined under Section 67-1-5(o)(iii)5, 7 or 8, the department may issue on-premises 441 442 retailer's permits and package retailer's permits and it shall be

lawful to receive, store, sell, possess, consume and distribute

- 444 alcoholic beverages on such premises as authorized by the permit.
- 445 In addition, it shall be lawful to possess and consume alcoholic
- 446 beverages within any municipality or district that is a qualified
- 447 resort area or in which a qualified resort area facility is
- 448 located as defined under Section 67-1-5(o)(iii)5, 7 or 8, subject
- 449 to such other restrictions as may be provided in this chapter.
- 450 **SECTION 3.** Section 67-1-37, Mississippi Code of 1972, is
- 451 amended as follows:
- 452 67-1-37. The Department of Revenue, under its duties and
- 453 powers with respect to the Alcoholic Beverage Control Division
- 454 therein, shall have the following powers, functions and duties:
- 455 (a) To issue or refuse to issue any permit provided for
- 456 by this chapter, or to extend the permit or remit in whole or any
- 457 part of the permit monies when the permit cannot be used due to a
- 458 natural disaster or act of God.
- 459 (b) To revoke, suspend or cancel, for violation of or
- 460 noncompliance with the provisions of this chapter, or the law
- 461 governing the production and sale of native wines, or any lawful
- 462 rules and regulations of the department issued hereunder, or for
- 463 other sufficient cause, any permit issued by it under the
- 464 provisions of this chapter. The department shall also be
- 465 authorized to suspend the permit of any permit holder for being
- 466 out of compliance with an order for support, as defined in Section
- 467 93-11-153. The procedure for suspension of a permit for being out
- 468 of compliance with an order for support, and the procedure for the
- 469 reissuance or reinstatement of a permit suspended for that

- 470 purpose, and the payment of any fees for the reissuance or
- 471 reinstatement of a permit suspended for that purpose, shall be
- 472 governed by Section 93-11-157 or Section 93-11-163, as the case
- 473 may be. If there is any conflict between any provision of Section
- 474 93-11-157 or Section 93-11-163 and any provision of this chapter,
- 475 the provisions of Section 93-11-157 or Section 93-11-163, as the
- 476 case may be, shall control.
- 477 (c) To prescribe forms of permits and applications for
- 478 permits and of all reports which it deems necessary in
- 479 administering this chapter.
- 480 (d) To fix standards, not in conflict with those
- 481 prescribed by any law of this state or of the United States, to
- 482 secure the use of proper ingredients and methods of manufacture of
- 483 alcoholic beverages.
- 484 (e) To issue rules regulating the advertising of
- 485 alcoholic beverages in the state in any class of media and
- 486 permitting advertising of the retail price of alcoholic beverages.
- 487 (f) To issue reasonable rules and regulations, not
- 488 inconsistent with the federal laws or regulations, requiring
- 489 informative labeling of all alcoholic beverages offered for sale
- 490 within this state and providing for the standards of fill and
- 491 shapes of retail containers of alcoholic beverages; however, such
- 492 containers shall not contain less than fifty (50) milliliters by
- 493 liquid measure.
- 494 (q) Subject to the provisions of subsection (3) of
- 495 Section 67-1-51, to issue rules and regulations governing the

496 issuance of retail permits for premises located near or around

497 schools, colleges, universities, churches and other public

498 institutions, and specifying the distances therefrom within which

499 no such permit shall be issued. The Alcoholic Beverage Control

500 Division shall not issue a package retailer's or on-premises

501 retailer's permit for the sale or consumption of alcoholic

502 beverages in or on the campus of any public school, community or

503 junior college, college or university.

- 504 To adopt and promulgate, repeal and amend, such (h) rules, regulations, standards, requirements and orders, not 505
- 506 inconsistent with this chapter or any law of this state or of the

507 United States, as it deems necessary to control the manufacture,

508 importation, transportation, distribution and sale of alcoholic

liquor, whether intended for beverage or nonbeverage use in a 509

510 manner not inconsistent with the provisions of this chapter or any

511 other statute, including the native wine laws.

512 To call upon other administrative departments of (i)

513 the state, county and municipal governments, county and city

514 police departments and upon prosecuting officers for such

515 information and assistance as it may deem necessary in the

516 performance of its duties.

517 To prepare and submit to the Governor during the

518 month of January of each year a detailed report of its official

acts during the preceding fiscal year ending June 30, including 519

520 such recommendations as it may see fit to make, and to transmit a

- 521 like report to each member of the Legislature of this state upon
- 522 the convening thereof at its next regular session.
- 523 (k) To inspect, or cause to be inspected, any premises
- 524 where alcoholic liquors intended for sale are manufactured,
- 525 stored, distributed or sold, and to examine or cause to be
- 526 examined all books and records pertaining to the business
- 527 conducted therein.
- 528 (1) To investigate the administration of laws in
- 529 relation to alcoholic liquors in this and other states and any
- 530 foreign countries, and to recommend from time to time to the
- 531 Governor and through him to the Legislature of this state such
- 532 amendments to this chapter, if any, as it may think desirable.
- 533 (m) To designate hours and days when alcoholic
- 534 beverages may be sold in different localities in the state which
- 535 permit such sale.
- 536 (n) To assign employees to posts of duty at locations
- 537 where they will be most beneficial for the control of alcoholic
- 538 beverages and to take any other action concerning persons employed
- 539 under this chapter as authorized by law and taken in accordance
- 540 with the rules, regulations and procedures of the State Personnel
- 541 Board.
- 542 (o) To enforce the provisions made unlawful by Chapter
- 543 3, Title 67 and Section 97-5-49.
- 544 (p) To delegate its authority under this chapter to the
- 545 Alcoholic Beverage Control Division, its director or any other
- 546 officer or employee of the department that it deems appropriate.

547 *** * ***

- SECTION 4. Section 67-1-14, Mississippi Code of 1972, is brought forward as follows:
- 550 67-1-14. (1) The legalizing provisions of this chapter may
 551 be effective, applicable and operative in any municipality located
 552 in a county which has voted against coming out from under the dry
 553 law if a local option election shall be called and held in such
 554 municipality in the manner and with the results hereinafter
 555 provided.
- Any municipality in this state having a population 556 (2) 557 of not less than five thousand (5,000) according to the latest federal census and which is located in a county which has voted 558 559 against coming out from under the dry law, or any municipality that is a county seat and which is located in a county which has 560 561 voted against coming out from under the dry law, may, at an 562 election held for the purpose under the election laws applicable to such municipality, either prohibit or permit, except as 563 otherwise provided under Section 67-9-1, the sale, and the 564 565 receipt, storage and transportation for the purpose of sale, of alcoholic beverages. An election to determine whether such sale 566 567 and possession shall be permitted in municipalities wherein its sale and possession is prohibited by law shall be ordered by the 568 569 municipal governing authorities upon the presentation of a petition to such governing authorities containing the names of at 570 least twenty percent (20%) of the duly qualified voters of such 571 572 municipality asking for such election. In like manner, an

election to determine whether such sale and possession shall be prohibited in municipalities wherein its sale is permitted by law shall be ordered by the municipal governing authorities upon the presentation of a petition to such governing authorities containing the names of at least twenty percent (20%) of the duly qualified voters of such municipality asking for such election. No election on either question shall be held by any one (1) municipality more often than once in two (2) years.

Thirty (30) days' notice shall be given to the qualified electors of such municipality, in the manner prescribed by law, upon the question of either permitting or prohibiting such sale and possession, such notice to contain a statement of the question to be voted on at the election. The ballots to be used in the election shall have the following words printed thereon: "For the legal sale of alcoholic liquors" and the words "Against the legal sale of alcoholic liquors" next below. In marking his ballot the voter shall make a cross (X) opposite the 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 liquors," 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 liquors," then the municipal governing authorities shall pass the necessary order prohibiting the sale of alcoholic beverages in such municipality.

599 The provisions of this subsection shall also apply 600 to any municipality having a population of not less than six 601 thousand (6,000) according to the latest federal census, a portion 602 of which is located in a county which has voted against coming out from under the dry law and a portion of which is located in a 603 604 county which has voted in favor of coming out from under the dry 605 law. For the purpose of determining whether or not such a 606 municipality meets the threshold population of six thousand 607 (6,000) which will qualify the municipality to hold an election under this subsection, the entire population of the municipality 608 shall be considered; however, the petition to hold the election 609 610 authorized in this subsection shall be ordered by the municipal 611 governing authorities upon the presentation of a petition to such governing authorities containing the names of at least twenty 612 613 percent (20%) of the duly qualified voters of such municipality 614 who reside in that portion of the municipality located in a county which has voted against coming out from under the dry law and the 615 election shall be held only in that portion of the municipality. 616 617 In all other respects, the authority for the holding of elections 618 and the manner in which such elections shall be conducted shall be 619 as prescribed in paragraph (a) of this subsection; and, after 620 proper certification of election results, the municipal governing 621 authorities shall pass the appropriate order to permit or prohibit the legal sale of alcoholic beverages in that portion of the 622 municipality located in a county which has voted against coming 623 624 out from under the dry law.

(3) The governing authorities of a municipality that has voted to come out from under the dry laws after August 23, 2012, may, by ordinance, provide that alcoholic beverages may be sold in the municipality only by the holder of an on-premises retailer's permit.

630 **SECTION 5.** Section 67-1-41, Mississippi Code of 1972, is 631 brought forward as follows:

632 67-1-41. (1) The department is hereby created a wholesale 633 distributor and seller of alcoholic beverages, not including malt 634 liquors, within the State of Mississippi. It is granted the sole 635 right to import and sell intoxicating liquors at wholesale within the state, and no person who is granted the right to sell, 636 637 distribute or receive intoxicating liquors at retail shall purchase any intoxicating liquors from any source other than the 638 639 department except as authorized in subsections (4) and (9). 640 department may establish warehouses, purchase intoxicating liquors in such quantities and from such sources as it may deem desirable 641 642 and sell the intoxicating liquors to authorized permittees within 643 the state including, at the discretion of the department, any 644 retail distributors operating within any military post or 645 qualified resort areas within the boundaries of the state, keeping 646 a correct and accurate record of all such transactions and 647 exercising such control over the distribution of alcoholic beverages as seem right and proper in keeping with the provisions 648 649 or purposes of this chapter.

(2) No person for the purpose of sale shall manufacture,
distill, brew, sell, possess, export, transport, distribute,
warehouse, store, solicit, take orders for, bottle, rectify,
blend, treat, mix or process any alcoholic beverage except in
accordance with authority granted under this chapter, or as

otherwise provided by law for native wines.

- 656 (3) No alcoholic beverage intended for sale or resale shall 657 be imported, shipped or brought into this state for delivery to 658 any person other than as provided in this chapter, or as otherwise 659 provided by law for native wines.
- 660 The department may promulgate rules and regulations 661 which authorize on-premises retailers to purchase limited amounts 662 of alcoholic beverages from package retailers and for package retailers to purchase limited amounts of alcoholic beverages from 663 664 other package retailers. The department shall develop and provide 665 forms to be completed by the on-premises retailers and the package retailers verifying the transaction. The completed forms shall be 666 667 forwarded to the department within a period of time prescribed by 668 the department.
- (5) The department may promulgate rules which authorize the holder of a package retailer's permit to permit individual retail purchasers of packages of alcoholic beverages to return, for exchange, credit or refund, limited amounts of original sealed and unopened packages of alcoholic beverages purchased by the individual from the package retailer.

- 675 (6) The department shall maintain all forms to be completed 676 by applicants necessary for licensure by the department at all 677 district offices of the department.
- 678 (7) The department may promulgate rules which authorize the 679 manufacturer of an alcoholic beverage or wine to import, transport 680 and furnish or give a sample of alcoholic beverages or wines to 681 the holders of package retailer's permits, on-premises retailer's permits, native wine retailer's permits and temporary retailer's 682 683 permits who have not previously purchased the brand of that manufacturer from the department. For each holder of the 684 685 designated permits, the manufacturer may furnish not more than 686 five hundred (500) milliliters of any brand of alcoholic beverage 687 and not more than three (3) liters of any brand of wine.
 - (8) The department may promulgate rules disallowing open product sampling of alcoholic beverages or wines by the holders of package retailer's permits and permitting open product sampling of alcoholic beverages by the holders of on-premises retailer's permits. Permitted sample products shall be plainly identified "sample" and the actual sampling must occur in the presence of the manufacturer's representatives during the legal operating hours of on-premises retailers.
- (9) The department may promulgate rules and regulations that authorize the holder of a research permit to import and purchase limited amounts of alcoholic beverages from importers, wineries and distillers of alcoholic beverages or from the department. The department shall develop and provide forms to be completed by the

688

689

690

691

692

693

694

- 701 research permittee verifying each transaction. The completed
- 702 forms shall be forwarded to the department within a period of time
- 703 prescribed by the department. The records and inventory of
- 704 alcoholic beverages shall be open to inspection at any time by the
- 705 Director of the Alcoholic Beverage Control Division or any duly
- 706 authorized agent.
- 707 (10) This section shall not apply to alcoholic beverages
- 708 authorized to be sold by the holder of a distillery retailer's
- 709 permit.
- 710 **SECTION 6.** Section 67-1-51, Mississippi Code of 1972, is
- 711 brought forward as follows:
- 712 67-1-51. (1) Permits which may be issued by the department
- 713 shall be as follows:
- 714 (a) Manufacturer's permit. A manufacturer's permit
- 715 shall permit the manufacture, importation in bulk, bottling and
- 716 storage of alcoholic liquor and its distribution and sale to
- 717 manufacturers holding permits under this chapter in this state and
- 718 to persons outside the state who are authorized by law to purchase
- 719 the same, and to sell exclusively to the department.
- 720 Manufacturer's permits shall be of the following classes:
- 721 Class 1. Distiller's and/or rectifier's permit, which shall
- 722 authorize the holder thereof to operate a distillery for the
- 723 production of distilled spirits by distillation or redistillation
- 724 and/or to operate a rectifying plant for the purifying, refining,
- 725 mixing, blending, flavoring or reducing in proof of distilled
- 726 spirits and alcohol.

- Class 2. Wine manufacturer's permit, which shall authorize the holder thereof to manufacture, import in bulk, bottle and store wine or vinous liquor.
- Class 3. Native wine producer's permit, which shall authorize the holder thereof to produce, bottle, store and sell native wines.
- 733 Package retailer's permit. Except as otherwise (b) 734 provided in this paragraph and Section 67-1-52, a package 735 retailer's permit shall authorize the holder thereof to operate a 736 store exclusively for the sale at retail in original sealed and 737 unopened packages of alcoholic beverages, including native wines, 738 not to be consumed on the premises where sold. Alcoholic 739 beverages shall not be sold by any retailer in any package or container containing less than fifty (50) milliliters by liquid 740 741 measure. A package retailer's permit, with prior approval from 742 the department, shall authorize the holder thereof to sample new product furnished by a manufacturer's representative or his 743 744 employees at the permitted place of business so long as the 745 sampling otherwise complies with this chapter and applicable 746 department regulations. Such samples may not be provided to 747 customers at the permitted place of business. In addition to the sale at retail of packages of alcoholic beverages, the holder of a 748 749 package retailer's permit is authorized to sell at retail 750 corkscrews, wine glasses, soft drinks, ice, juices, mixers and 751 other beverages commonly used to mix with alcoholic beverages.

Nonalcoholic beverages sold by the holder of a package retailer's permit shall not be consumed on the premises where sold.

754 On-premises retailer's permit. Except as otherwise 755 provided in subsection (5) of this section, an on-premises 756 retailer's permit shall authorize the sale of alcoholic beverages, 757 including native wines, for consumption on the licensed premises 758 only; however, a patron of the permit holder may remove one (1) 759 bottle of wine from the licensed premises if: (i) the patron 760 consumed a portion of the bottle of wine in the course of consuming a meal purchased on the licensed premises; (ii) the 761 762 permit holder securely reseals the bottle; (iii) the bottle is placed in a bag that is secured in a manner so that it will be 763 764 visibly apparent if the bag is opened; and (iv) a dated receipt 765 for the wine and the meal is available. Such a permit shall be 766 issued only to qualified hotels, restaurants and clubs, and to 767 common carriers with adequate facilities for serving passengers. In resort areas, whether inside or outside of a municipality, the 768 769 department, in its discretion, may issue on-premises retailer's 770 permits to such establishments as it deems proper. An on-premises 771 retailer's permit when issued to a common carrier shall authorize 772 the sale and serving of alcoholic beverages aboard any licensed 773 vehicle while moving through any county of the state; however, the 774 sale of such alcoholic beverages shall not be permitted while such 775 vehicle is stopped in a county that has not legalized such sales. 776 If an on-premises retailer's permit is applied for by a common 777 carrier operating solely in the water, such common carrier must,

778 along with all other qualifications for a permit, (i) be certified

779 to carry at least one hundred fifty (150) passengers and/or

780 provide overnight accommodations for at least fifty (50)

781 passengers and (ii) operate primarily in the waters within the

782 State of Mississippi which lie adjacent to the State of

783 Mississippi south of the three (3) most southern counties in the

784 State of Mississippi and/or on the Mississippi River or navigable

785 waters within any county bordering on the Mississippi River.

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

(e) 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

such permit otherwise than through a permit issued to a wholesaler

or manufacturer in the state.

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

- 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.
- (f) **Temporary retailer's permit**. Except as otherwise provided in subsection (5) of this section, a temporary retailer's permit shall permit the purchase and resale of alcoholic beverages, including native wines, during legal hours on the premises described in the temporary permit only.
- Temporary retailer's permits shall be of the following classes:
- 814 Class 1. A temporary one-day permit may be issued to bona fide nonprofit civic or charitable organizations authorizing the 815 816 sale of alcoholic beverages, including native wine, for consumption on the premises described in the temporary permit 817 818 only. Class 1 permits may be issued only to applicants 819 demonstrating to the department, by a statement signed under penalty of perjury submitted ten (10) days prior to the proposed 820 date or such other time as the department may determine, that they 821 822 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
- 823 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
- 824 Class 1 permittees shall obtain all alcoholic beverages from
- 825 package retailers located in the county in which the temporary
- 826 permit is issued. Alcoholic beverages remaining in stock upon
- 827 expiration of the temporary permit may be returned by the
- 828 permittee to the package retailer for a refund of the purchase
- 829 price upon consent of the package retailer or may be kept by the

830 permittee exclusively for personal use and consumption, subject to

831 all laws pertaining to the illegal sale and possession of

832 alcoholic beverages. The department, following review of the

833 statement provided by the applicant and the requirements of the

834 applicable statutes and regulations, may issue the permit.

835 Class 2. A temporary permit, not to exceed seventy (70)

836 days, may be issued to prospective permittees seeking to transfer

837 a permit authorized in paragraph (c) of this subsection. A Class

838 2 permit may be issued only to applicants demonstrating to the

839 department, by a statement signed under the penalty of perjury,

840 that they meet the qualifications of Sections 67-1-5(1), (m), (n),

841 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and

842 67-1-59. The department, following a preliminary review of the

843 statement provided by the applicant and the requirements of the

844 applicable statutes and regulations, may issue the permit.

Class 2 temporary permittees must purchase their alcoholic

846 beverages directly from the department or, with approval of the

847 department, purchase the remaining stock of the previous

848 permittee. If the proposed applicant of a Class 1 or Class 2

849 temporary permit falsifies information contained in the

850 application or statement, the applicant shall never again be

851 eligible for a retail alcohol beverage permit and shall be subject

852 to prosecution for perjury.

Class 3. A temporary one-day permit may be issued to a

854 retail establishment authorizing the complimentary distribution of

855 wine, including native wine, to patrons of the retail

856 establishment at an open house or promotional event, for 857 consumption only on the premises described in the temporary 858 permit. A Class 3 permit may be issued only to an applicant 859 demonstrating to the department, by a statement signed under 860 penalty of perjury submitted ten (10) days before the proposed 861 date or such other time as the department may determine, that it 862 meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)863 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 864 A Class 3 permit holder shall obtain all alcoholic beverages from the holder(s) of a package retailer's permit located in the county 865 866 in which the temporary permit is issued. Wine remaining in stock upon expiration of the temporary permit may be returned by the 867 868 Class 3 temporary permit holder to the package retailer for a refund of the purchase price, with consent of the package 869 870 retailer, or may be kept by the Class 3 temporary permit holder 871 exclusively for personal use and consumption, subject to all laws pertaining to the illegal sale and possession of alcoholic 872 873 beverages. The department, following review of the statement 874 provided by the applicant and the requirements of the applicable 875 statutes and regulations, may issue the permit. No retailer may 876 receive more than twelve (12) Class 3 temporary permits in a 877 calendar year. A Class 3 temporary permit shall not be issued to a retail establishment that either holds a merchant permit issued 878 under paragraph (1) of this subsection, or holds a permit issued 879 880 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.

883 Caterer's permit. A caterer's permit shall permit 884 the purchase of alcoholic beverages by a person engaging in 885 business as a caterer and the resale of alcoholic beverages by 886 such person in conjunction with such catering business. No person 887 shall qualify as a caterer unless forty percent (40%) or more of 888 the revenue derived from such catering business shall be from the 889 serving of prepared food and not from the sale of alcoholic 890 beverages and unless such person has obtained a permit for such 891 business from the Department of Health. A caterer's permit shall 892 not authorize the sale of alcoholic beverages on the premises of 893 the person engaging in business as a caterer; however, the holder of an on-premises retailer's permit may hold a caterer's permit. 894 895 When the holder of an on-premises retailer's permit or an 896 affiliated entity of the holder also holds a caterer's permit, the caterer's permit shall not authorize the service of alcoholic 897 898 beverages on a consistent, recurring basis at a separate, fixed 899 location owned or operated by the caterer, on-premises retailer or 900 affiliated entity and an on-premises retailer's permit shall be 901 required for the separate location. All sales of alcoholic 902 beverages by holders of a caterer's permit shall be made at the 903 location being catered by the caterer, and, except as otherwise 904 provided in subsection (5) of this section, such sales may be made only for consumption at the catered location. The location being 905 906 catered may be anywhere within a county or judicial district that

907 has voted to come out from under the dry laws or in which the 908 sale, distribution and possession of alcoholic beverages is 909 otherwise authorized by law. Such sales shall be made pursuant to 910 any other conditions and restrictions which apply to sales made by on-premises retail permittees. The holder of a caterer's permit 911 912 or his employees shall remain at the catered location as long as 913 alcoholic beverages are being sold pursuant to the permit issued 914 under this paragraph (g), and the permittee shall have at the 915 location the identification card issued by the Alcoholic Beverage 916 Control Division of the department. No unsold alcoholic beverages 917 may be left at the catered location by the permittee upon the 918 conclusion of his business at that location. Appropriate law 919 enforcement officers and Alcoholic Beverage Control Division personnel may enter a catered location on private property in 920 921 order to enforce laws governing the sale or serving of alcoholic 922 beverages.

- 923 (h) Research permit. A research permit shall authorize
 924 the holder thereof to operate a research facility for the
 925 professional research of alcoholic beverages. Such permit shall
 926 authorize the holder of the permit to import and purchase limited
 927 amounts of alcoholic beverages from the department or from
 928 importers, wineries and distillers of alcoholic beverages for
 929 professional research.
- 930 (i) Alcohol processing permit. An alcohol processing 931 permit shall authorize the holder thereof to purchase, transport 932 and possess alcoholic beverages for the exclusive use in cooking,

- 933 processing or manufacturing products which contain alcoholic
- 934 beverages as an integral ingredient. An alcohol processing permit
- 935 shall not authorize the sale of alcoholic beverages on the
- 936 premises of the person engaging in the business of cooking,
- 937 processing or manufacturing products which contain alcoholic
- 938 beverages. The amounts of alcoholic beverages allowed under an
- 939 alcohol processing permit shall be set by the department.
- 940 (j) Hospitality cart permit. A hospitality cart permit
- 941 shall authorize the sale of alcoholic beverages from a mobile cart
- 942 on a golf course that is the holder of an on-premises retailer's
- 943 permit. The alcoholic beverages sold from the cart must be
- 944 consumed within the boundaries of the golf course.
- 945 (k) Special service permit. A special service permit
- 946 shall authorize the holder to sell commercially sealed alcoholic
- 947 beverages to the operator of a commercial or private aircraft for
- 948 en route consumption only by passengers. A special service permit
- 949 shall be issued only to a fixed-base operator who contracts with
- 950 an airport facility to provide fueling and other associated
- 951 services to commercial and private aircraft.
- 952 (1) **Merchant permit.** Except as otherwise provided in
- 953 subsection (5) of this section, a merchant permit shall be issued
- 954 only to the owner of a spa facility, an art studio or gallery, or
- 955 a cooking school, and shall authorize the holder to serve
- 956 complimentary by the glass wine only, including native wine, at
- 957 the holder's spa facility, art studio or gallery, or cooking

958 school. A merchant permit holder shall obtain all wine from the 959 holder of a package retailer's permit.

- 960 Temporary alcoholic beverages charitable auction (m) 961 permit. A temporary permit, not to exceed five (5) days, may be 962 issued to a qualifying charitable nonprofit organization that is 963 exempt from taxation under Section 501(c)(3) or (4) of the 964 Internal Revenue Code of 1986. The permit shall authorize the 965 holder to sell alcoholic beverages for the limited purpose of 966 raising funds for the organization during a live or silent auction 967 that is conducted by the organization and that meets the following requirements: (i) the auction is conducted in an area of the 968 state where the sale of alcoholic beverages is authorized; (ii) if 969 970 the auction is conducted on the premises of an on-premises 971 retailer's permit holder, then the alcoholic beverages to be 972 auctioned must be stored separately from the alcoholic beverages 973 sold, stored or served on the premises, must be removed from the premises immediately following the auction, and may not be 974 consumed on the premises; (iii) the permit holder may not conduct 975 976 more than two (2) auctions during a calendar year; (iv) the permit 977 holder may not pay a commission or promotional fee to any person 978 to arrange or conduct the auction.
- (n) **Event venue retailer's permit**. An event venue retailer's permit shall authorize the holder thereof to purchase and resell alcoholic beverages, including native wines, for consumption on the premises during legal hours during events held on the licensed premises if food is being served at the event by a

985 The caterer must serve at least three (3) entrees. The permit may 986 only be issued for venues that can accommodate two hundred (200) 987 persons or more. The number of persons a venue may accommodate 988 shall be determined by the local fire department and such 989 determination shall be provided in writing and submitted along 990 with all other documents required to be provided for an 991 on-premises retailer's permit. The permittee must derive the 992 majority of its revenue from event-related fees, including, but not limited to, admission fees or ticket sales for live 993 994 entertainment in the building. "Event-related fees" do not

caterer who is not affiliated with or related to the permittee.

permit, not to exceed five (5) days, may be issued to a charitable nonprofit organization that is exempt from taxation under Section 501(c)(3) or (4) of the Internal Revenue Code and owns or operates a theatre facility that features plays and other theatrical performances and productions. Except as otherwise provided in subsection (5) of this section, the permit shall authorize the holder to sell alcoholic beverages, including native wines, to patrons of the theatre during performances and productions at the theatre facility for consumption during such performances and productions on the premises of the facility described in the

include alcohol, beer or light wine sales or any fee which may be

determination shall be made on a per event basis. An event may

construed to cover the cost of alcohol, beer or light wine.

not last longer than two (2) consecutive days per week.

984

995

996

997

998

999

1000

1001

1002

1003

1004

1005

1006

1007

1008

1010 permit. A temporary theatre permit holder shall obtain all 1011 alcoholic beverages from package retailers located in the county in which the permit is issued. Alcoholic beverages remaining in 1012 1013 stock upon expiration of the temporary theatre permit may be 1014 returned by the permittee to the package retailer for a refund of 1015 the purchase price upon consent of the package retailer or may be 1016 kept by the permittee exclusively for personal use and 1017 consumption, subject to all laws pertaining to the illegal sale 1018 and possession of alcoholic beverages.

1019 (p) Charter ship operator's permit. Subject to the 1020 provisions of this paragraph (p), a charter ship operator's permit 1021 shall authorize the holder thereof and its employees to serve, 1022 monitor, store and otherwise control the serving and availability 1023 of alcoholic beverages to customers of the permit holder during 1024 private charters under contract provided by the permit holder. A 1025 charter ship operator's permit shall authorize such action by the 1026 permit holder and its employees only as to alcoholic beverages 1027 brought onto the permit holder's ship by customers of the permit 1028 holder as part of such a private charter. All such alcoholic 1029 beverages must be removed from the charter ship at the conclusion 1030 of each private charter. A charter ship operator's permit shall 1031 not authorize the permit holder to sell, charge for or otherwise supply alcoholic beverages to customers, except as authorized in 1032 1033 this paragraph (p). For the purposes of this paragraph (p), 1034 "charter ship operator" means a common carrier that (i) is 1035 certified to carry at least one hundred fifty (150) passengers

and/or provide overnight accommodations for at least fifty (50)
passengers, (ii) operates only in the waters within the State of
Mississippi, which lie adjacent to the State of Mississippi south
of the three (3) most southern counties in the State of
Mississippi, and (iii) provides charters under contract for tours
and trips in such waters.

1042 Distillery retailer's permit. The holder of a 1043 Class 1 manufacturer's permit may obtain a distillery retailer's 1044 permit. A distillery retailer's permit shall authorize the holder 1045 thereof to sell at retail alcoholic beverages by the sealed and 1046 unopened bottle from a retail location at the distillery for off-premises consumption. The holder may only sell product 1047 manufactured by the manufacturer at the distillery described in 1048 the permit. The holder shall not sell at retail more than ten 1049 1050 percent (10%) of the alcoholic beverages produced annually at its 1051 distillery. The holder shall not make retail sales of more than two and twenty-five one-hundredths (2.25) liters, in the 1052 1053 aggregate, of the alcoholic beverages produced at its distillery 1054 to any one (1) individual for consumption off the premises of the 1055 distillery within a twenty-four-hour period. The hours of sale 1056 shall be the same as those hours for package retailers under this 1057 chapter. The holder of a distillery retailer's permit is not 1058 required to purchase the alcoholic beverages authorized to be sold by this paragraph from the department's liquor distribution 1059 warehouse; however, if the holder does not purchase the alcoholic 1060 1061 beverages from the department's liquor distribution warehouse, the holder shall pay to the department all taxes, fees and surcharges on the alcoholic beverages that are imposed upon the sale of alcoholic beverages shipped by the Alcoholic Beverage Control Division of the Department of Revenue. In addition to alcoholic beverages, the holder of a distillery retailer's permit may sell at retail promotional products from the same retail location,

1070 (2) Except as otherwise provided in subsection (4) of this 1071 section, retail permittees may hold more than one (1) retail 1072 permit, at the discretion of the department.

customarily sold by alcoholic beverage manufacturers.

including shirts, hats, glasses, and other promotional products

1073 (3) Except as otherwise provided in this subsection, no
1074 authority shall be granted to any person to manufacture, sell or
1075 store for sale any intoxicating liquor as specified in this
1076 chapter within four hundred (400) feet of any church, school,
1077 kindergarten or funeral home. However, within an area zoned
1078 commercial or business, such minimum distance shall be not less
1079 than one hundred (100) feet.

1080 A church or funeral home may waive the distance restrictions 1081 imposed in this subsection in favor of allowing issuance by the 1082 department of a permit, pursuant to subsection (1) of this 1083 section, to authorize activity relating to the manufacturing, sale 1084 or storage of alcoholic beverages which would otherwise be prohibited under the minimum distance criterion. Such waiver 1085 shall be in written form from the owner, the governing body, or 1086 1087 the appropriate officer of the church or funeral home having the

1068

authority to execute such a waiver, and the waiver shall be filed with and verified by the department before becoming effective.

1090 The distance restrictions imposed in this subsection shall 1091 not apply to the sale or storage of alcoholic beverages at a bed 1092 and breakfast inn listed in the National Register of Historic 1093 Places or to the sale or storage of alcoholic beverages in a 1094 historic district that is listed in the National Register of 1095 Historic Places, is a qualified resort area and is located in a 1096 municipality having a population greater than one hundred thousand 1097 (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.
- 1107 (5) In addition to any other authority granted under (a) 1108 this section, the holder of a permit issued under subsection (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may 1109 1110 sell or otherwise provide alcoholic beverages and/or wine to a patron of the permit holder in the manner authorized in the permit 1111 1112 and the patron may remove an open glass, cup or other container of 1113 the alcoholic beverage and/or wine from the licensed premises and

1098

1099

1100

1101

1102

1103

1104

1105

- 1114 may possess and consume the alcoholic beverage or wine outside of
- 1115 the licensed premises if: (i) the licensed premises is located
- 1116 within a leisure and recreation district created under Section
- 1117 67-1-101 and (ii) the patron remains within the boundaries of the
- 1118 leisure and recreation district while in possession of the
- 1119 alcoholic beverage or wine.
- 1120 (b) Nothing in this subsection shall be construed to
- 1121 allow a person to bring any alcoholic beverages into a permitted
- 1122 premises except to the extent otherwise authorized by this
- 1123 chapter.
- 1124 SECTION 7. This act shall take effect and be in force from
- 1125 and after July 1, 2020, and shall stand repealed on June 30, 2020.

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

- AN ACT TO AMEND SECTION 67-1-5, MISSISSIPPI CODE OF 1972, TO REVISE THE DEFINITION OF THE TERM "QUALIFIED RESORT AREA" UNDER
- 3 THE LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW; TO AMEND SECTION
- 4 67-1-7, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT ALCOHOLIC
- 5 BEVERAGES MAY BE SOLD IN CERTAIN QUALIFIED RESORT AREAS BY HOLDERS
- 6 OF PACKAGE RETAILER'S PERMITS; TO AMEND SECTION 67-1-37,
- 7 MISSISSIPPI CODE OF 1972, TO DELETE THE PROHIBITION AGAINST THE
- 8 SALE OR CONSUMPTION OF ALCOHOLIC BEVERAGES AT ANY PUBLIC ATHLETIC
- 9 EVENT AT ANY PUBLIC SCHOOL, COMMUNITY OR JUNIOR COLLEGE, COLLEGE
- 10 OR UNIVERSITY; TO BRING FORWARD SECTIONS 67-1-14, 67-1-41 AND
- 11 67-1-51, MISSISSIPPI CODE OF 1972, WHICH ARE SECTIONS OF THE LOCAL
- 12 OPTION ALCOHOLIC BEVERAGE CONTROL LAW, FOR THE PURPOSES OF
- 13 POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.

SS36\HB1381A.1J

Eugene S. Clarke Secretary of the Senate