

**Adopted  
COMMITTEE AMENDMENT NO 1 PROPOSED TO**

**House Bill No. 865**

**BY: Committee**

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

10           **SECTION 1.** Section 27-65-27, Mississippi Code of 1972, is  
11 amended as follows:  
12           27-65-27. (1) Any person who engages, or who intends to  
13 engage, in any business or activity which will subject such person  
14 to a privilege tax imposed by this chapter, shall apply to the  
15 commissioner for a permit to engage in and to conduct any business  
16 or activity upon the condition that he shall pay the tax accruing  
17 to the State of Mississippi under the provisions of this chapter,  
18 and shall keep adequate records of such business or activity as  
19 required by this chapter. By making an application for a permit



20 issued pursuant to this section, a person agrees, regardless of  
21 his presence in this state, to:

22 (a) Be subject to the jurisdiction of this state for  
23 purposes of taxation;

24 (b) Collect and remit all taxes levied under this  
25 chapter on the type of business or activity to be conducted by the  
26 applicant;

27 (c) Be subject to all the provisions of this chapter.

28 (2) Upon receipt of the permit, the applicant shall be duly  
29 licensed under this chapter to engage in and conduct the business  
30 or activity. The permit shall continue in force so long as the  
31 person to whom it is issued shall continue in the same business at  
32 the same location, unless revoked by the commissioner for cause.

33 (3) The commissioner shall require of every person desiring  
34 to engage in business within this state who maintains no permanent  
35 place of business within this state, of every person desiring to  
36 engage in the business of making sales of mobile homes, a cash  
37 bond or an approved surety bond in an amount sufficient to cover  
38 twice the estimated tax liability for a period of three (3)  
39 months. However, the bond shall in no case be less than One  
40 Hundred Dollars (\$100.00) and the tax may be prepaid in lieu of  
41 filing bond if the amount is approved by the commissioner. This  
42 bond shall be filed with the commissioner prior to the issuance of  
43 a permit to do business and before any such person may engage in  
44 business within this state. Failure to comply with the provision



45 will subject such person to the penalties provided by this  
46 chapter.

47 (4) The commissioner is authorized to deny the application  
48 for a permit or revoke the permit of any person who has failed or  
49 is failing to comply with any of the provisions of this chapter.  
50 The commissioner may also deny the application for a permit or  
51 revoke the permit of any person who has failed to satisfy all of  
52 the finally determined tax liabilities owed by that person. If  
53 the applicant or taxpayer is an entity, the commissioner may deny  
54 the application for a permit or revoke the permit if any partner,  
55 member, principal officer or director of such entity has failed to  
56 satisfy all of the finally determined tax liabilities owed by that  
57 partner, member, principal officer or director. Any denial or  
58 revocation of an entity's permit based on a partner, member,  
59 principal officer or director's finally determined tax liability  
60 shall only be authorized if the partner, member, principal officer  
61 or director owns ten percent (10%) or more of the entity and is or  
62 will be exercising responsibility for fiscal management. In lieu  
63 of denying or revoking an entity's permit, the commissioner may  
64 accept an increased or additional bond from the entity to cover  
65 the additional risk involved with having an individual with a  
66 finally determined tax liability involved. As used in this  
67 subsection, "finally determined tax liabilities" means any state  
68 tax, fee, penalty and/or interest owed by a person to the \* \* \*  
69 Department of Revenue where the assessment of the liability has



70 been made against that person as provided by law and such  
71 assessment is not subject to any further timely filed  
72 administrative or judicial review. Revocation of such permit, or  
73 engaging or continuing in business after such permit is revoked or  
74 engaging in business without a permit, shall subject the person to  
75 all the penalties imposed by this chapter.

76 (5) Any person liable for the tax who fails to obtain a  
77 permit from the commissioner, or who continues in business after  
78 such permit has been revoked, or who fails to make his returns for  
79 taxation as provided, or who fails to keep adequate records and  
80 invoices provided by this chapter, or who fails or refuses to  
81 permit inspection of such records, or who fails to pay any taxes  
82 due hereunder, shall forfeit his rights to do business in this  
83 state until he complies with all the provisions of this chapter  
84 and until he enters into a bond, with sureties, to be approved by  
85 the commissioner, in an amount not to exceed twice the amount of  
86 all taxes estimated to become due under this chapter by the person  
87 for any period of three (3) months, conditioned to comply with the  
88 provisions of this chapter, and pay all taxes legally due by him.

89 (6) If any person is engaged in or continuing in this state  
90 in any business or activity without obtaining a permit, or after  
91 the permit has been revoked, or without filing a required bond, or  
92 without keeping and allowing inspection of all records required by  
93 this chapter, or without making a return, or returns, and without  
94 paying all taxes due by him hereunder, it shall be the duty of the



95 commissioner to proceed by injunction to prevent the continuance  
96 of the business. Any temporary injunction enjoining the  
97 continuance of the business shall be granted without notice by a  
98 judge or chancellor now authorized to grant injunctions.

99       **SECTION 2.** This act shall take effect and be in force from  
100 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:**

1       AN ACT TO AMEND SECTION 27-65-27, MISSISSIPPI CODE OF 1972,  
2 TO PROVIDE THAT THE COMMISSIONER OF REVENUE MAY DENY AN  
3 APPLICATION FOR A SALES TAX PERMIT OR REVOKE A SALES TAX PERMIT IF  
4 THE APPLICANT OR TAXPAYER IS AN ENTITY AND ANY PARTNER, MEMBER,  
5 PRINCIPAL OFFICER OR DIRECTOR OF SUCH ENTITY HAS FAILED TO SATISFY  
6 ALL OF THE FINALLY DETERMINED TAX LIABILITIES OWED BY THAT  
7 PARTNER, MEMBER, PRINCIPAL OFFICER OR DIRECTOR; AND FOR RELATED  
8 PURPOSES.

