MISSISSIPPI LEGISLATURE

By: Representatives Lamar, Felsher, Yates To: Ways and Means

HOUSE BILL NO. 1135 (As Sent to Governor)

1 AN ACT TO CREATE A DELIVERY SERVICE PERMIT TO ALLOW THE 2 HOLDER TO CONTRACT FOR THE DELIVERY OF ALCOHOLIC BEVERAGES, BEER, LIGHT WINE OR LIGHT SPIRIT PRODUCT FROM A LICENSED RETAILER TO A 3 CONSUMER; TO ALLOW A LICENSED RETAILER TO DELIVER ALCOHOLIC 4 5 BEVERAGES, BEER, LIGHT WINE OR LIGHT SPIRIT PRODUCT TO A CONSUMER 6 IF THE RETAILER ALSO HOLDS A DELIVERY SERVICE PERMIT; TO SPECIFY 7 CONDITIONS OF DELIVERY PURSUANT TO THE PERMIT; TO SET OUT 8 APPLICATION REQUIREMENTS FOR THE PERMIT; TO SPECIFY THE 9 ENFORCEMENT POWERS OF THE ALCOHOLIC BEVERAGE CONTROL DIVISION OF THE DEPARTMENT OF REVENUE; TO AMEND SECTION 67-1-51, MISSISSIPPI 10 11 CODE OF 1972, TO INCLUDE THE DELIVERY SERVICE PERMIT AMONG THE 12 ALCOHOL PERMITS ISSUED BY THE DEPARTMENT OF REVENUE; TO PROVIDE 13 THAT THE HOLDER OF A PACKAGE RETAILER'S PERMIT OR AN ON-PREMISES RETAILER'S PERMIT UNDER SECTION 67-1-51 OR OF A BEER, LIGHT WINE 14 AND LIGHT SPIRIT PRODUCT RETAILER'S PERMIT UNDER SECTION 67-3-19 15 IS AUTHORIZED TO APPLY FOR A DELIVERY SERVICE PERMIT AS A 16 17 PRIVILEGE SEPARATE FROM ITS EXISTING RETAIL PERMIT; TO AMEND 18 SECTIONS 67-1-37, 67-1-83, 67-3-5, 67-3-25 AND 27-71-5, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE ABOVE; AND FOR 19 20 RELATED PURPOSES.

21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

22 SECTION 1. (1) The holder of a delivery service permit

under Section 67-1-51: 23

24 May contract with the holder of a package (a) 25 retailer's permit or an on-premises retailer's permit under 26 Section 67-1-51 or the holder of a beer, light wine and light 27 spirit product retail permit under Section 67-3-19 for the purpose

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of intrastate delivery of alcoholic beverages or beer, light wine and light spirit product, as authorized to be sold under the respective permits;

(b) May deliver alcoholic beverages or beer, light wine and light spirit product without a delivery contract, if the permittee holds a package retailer's permit or an on-premises retailer's permit under Section 67-1-51 or a beer, light wine and light spirit product retail permit under Section 67-3-19, respectively;

37 (C) May use its own employees or independent 38 contractors who are at least twenty-one (21) years of age to 39 deliver such alcoholic beverages, beer, light wine or light spirit 40 product under this section, provided all delivery agents are trained and certified consistent with the training program 41 42 submitted to the division as required by subsection (2)(d) of this 43 section. If independent contractors are used, the delivery service permittee must enter into a contract with the retailer as 44 required by subsection (2)(c) of this section; 45

(d) May facilitate orders by telephone, Internet or other electronic means for the sale and delivery of alcoholic beverages, beer, light wine or light spirit product under this section. The full amount of each order must be handled in a manner that gives the retail permittee control over the ultimate receipt of payment from the consumer. The retail permittee shall

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 2 (BS\AM) 52 remain responsible for the proper remittance of all applicable 53 taxes on the sale of the product;

54 (e) May deliver only sealed containers of alcoholic
55 beverages, beer, light wine or light spirit product to an
56 individual in Mississippi;

57 (f) Shall obtain from the customer a confirmation that 58 he or she is at least twenty-one (21) years of age at the time the 59 order is placed;

(g) Shall place a stamp, print or label on the outside
of the sealed package to indicate that the sealed package contains
alcoholic beverages, beer, light wine or light spirit product;

(h) Shall require the recipient, at the time of
delivery, to provide valid photo identification verifying he or
she is at least twenty-one (21) years of age and to sign for the
delivery;

(i) Shall possess identification scanning software
technology or a state-of-the-art alternative at the point of
delivery to verify the recipient is at least twenty-one (21) years
of age and to collect the recipient's name and date of birth.
Records relating to this verification shall be maintained for at
least ninety (90) days and shall be subject to review by the
division;

(j) Shall return all alcoholic beverages, beer, light
wine or light spirit product to the retailer if the recipient is
under the age of twenty-one (21) years, appears intoxicated, fails

H. B. No. 1135 21/HR12/R1314SG PAGE 3 (BS\AM) to provide proof of identification, fails or refuses to sign for delivery, fails to complete the identification verification process or declines to accept delivery, or if any circumstances in the delivery environment indicate illegal conduct, overconsumption of alcohol, or an otherwise unsafe environment for the consumption of alcohol;

(k) May not deliver any alcoholic beverage, beer, light wine or light spirit product to any person located within a jurisdiction that is dry for that product, as provided by the division's wet-dry map;

87 (1) May not deliver any alcoholic beverage, beer, light
88 wine or light spirit product in a jurisdiction during times
89 prohibited for lawful sale in that jurisdiction;

90 (m) May not deliver any alcoholic beverage, beer, light 91 wine or light spirit product more than thirty (30) miles from the 92 retailer's licensed premises;

93 (n) Shall permit the division to perform an audit of 94 the licensee's records upon request and with sufficient 95 notification; and

96 (o) Shall be deemed to have consented to the
97 jurisdiction of the division or any law enforcement agency and the
98 Mississippi courts concerning enforcement of this section and any
99 related laws or rules.

100 (2) In order to receive a delivery service permit, an 101 applicant shall:

H. B. No. 1135 21/HR12/R1314SG PAGE 4 (BS\AM) 102 (a) File an application with the division;

103 (b) Pay the privilege license tax of Five Hundred
104 Dollars (\$500.00) as provided in Section 27-71-5;

105 (c) Provide to the division a sample contract that the 106 applicant intends to enter into with a retailer for the delivery 107 of alcoholic beverages, beer, light wine or light spirit product, 108 unless the applicant is the retailer;

(d) Submit to the division an outline of an internal or
external training and certification program for delivery service
personnel that addresses topics such as identifying underage
persons, intoxicated persons, and fake or altered identification;

(e) Provide an attestation that the applicant is at least twenty-one (21) years of age and has not been convicted of a felony in any state or federal courts;

(f) Shall provide proof of a general liability insurance policy in an amount not less than One Million Dollars (\$1,000,000.00) per occurrence; and

(g) Shall be properly registered to conduct business in Mississippi.

(3) Nothing in this section shall be construed to require a technology services company to obtain a delivery service permit if the company does not employ or contract with delivery agents but merely provides software or a digital network application that connects consumers and licensed retailers for the delivery of alcoholic beverages from the licensed retailer. However, the act

H. B. No. 1135 21/HR12/R1314SG PAGE 5 (BS\AM) 127 of connecting consumers to licensed retailers shall serve to grant 128 jurisdiction to the State of Mississippi.

129 The division may enforce the requirements of this (4) 130 section by the same administrative proceedings that apply to other alcoholic beverage licenses or permits, including, without 131 132 limitation, any disciplinary action applicable to the package retailer's permittee, on-premises retailer's permittee, retail 133 permittee for beer, light wine or light spirit product, or 134 135 delivery service permittee resulting from any unlawful sale to a 136 minor.

137 (5) The division may enforce the requirements of this section against the package retailer's permittee, on-premises 138 retailer's permittee, retail permittee for beer, light wine or 139 light spirit product, or delivery service permittee, and any 140 141 employee or independent contractor of such permittee. If a 142 package retailer permittee, an on-premises retailer's permittee, 143 or a retail permittee for beer, light wine or light spirit product is also a delivery permittee, a violation of alcohol law by its 144 145 employee or independent contractor during delivery will subject 146 both the retailer permit and the delivery service permit to 147 disciplinary action for the violation. Delivery to a minor shall 148 be treated as furnishing to a minor and shall result in any 149 applicable disciplinary action.

150 (6) Nothing in this section shall be construed to limit or151 otherwise diminish the ability of the division to enforce the

H. B. No. 1135 21/HR12/R1314SG PAGE 6 (BS\AM) provisions of Chapters 1 and 3, Title 67, Mississippi Code of 153 1972, with respect to the liability of any package retailer's permittee, on-premises retailer's permittee, retail permittee for beer, light wine or light spirit product, or delivery service permittee engaging in delivery activity authorized by this section.

(7) Nothing in this section shall be construed to authorize the direct shipment of alcoholic beverages, light wine, beer or light spirit product from any manufacturer or distributor holding a permit under this chapter, or under Title 67, Chapter 3, Mississippi Code of 1972, to consumers in this state.

SECTION 2. Section 67-1-51, Mississippi Code of 1972, as amended by House Bill No. 1288, 2021 Regular Session, and Senate Bill No. 2606, 2021 Regular Session, is amended as follows: 67-1-51. (1) Permits which may be issued by the department shall be as follows:

(a) Manufacturer's permit. A manufacturer's permit
shall permit the manufacture, importation in bulk, bottling and
storage of alcoholic liquor and its distribution and sale to
manufacturers holding permits under this chapter in this state and
to persons outside the state who are authorized by law to purchase
the same, and to sell as provided by this chapter.

174 Manufacturer's permits shall be of the following classes: 175 Class 1. Distiller's and/or rectifier's permit, which shall 176 authorize the holder thereof to operate a distillery for the

H. B. No. 1135 21/HR12/R1314SG PAGE 7 (BS\AM) 177 production of distilled spirits by distillation or redistillation 178 and/or to operate a rectifying plant for the purifying, refining, 179 mixing, blending, flavoring or reducing in proof of distilled 180 spirits and alcohol.

181 Class 2. Wine manufacturer's permit, which shall authorize 182 the holder thereof to manufacture, import in bulk, bottle and 183 store wine or vinous liquor.

184 Class 3. Native wine producer's permit, which shall 185 authorize the holder thereof to produce, bottle, store and sell 186 native wines.

187 <u>Class 4. Native spirit producer's permit, which shall</u>
188 <u>authorize the holder thereof to produce, bottle, store and sell</u>
189 native spirits.

190 (b) **Package retailer's permit.** Except as otherwise 191 provided in this paragraph and Section 67-1-52, a package 192 retailer's permit shall authorize the holder thereof to operate a 193 store exclusively for the sale at retail in original sealed and unopened packages of alcoholic beverages, including native wines 194 195 and native spirits, not to be consumed on the premises where sold. 196 Alcoholic beverages shall not be sold by any retailer in any 197 package or container containing less than fifty (50) milliliters 198 by liquid measure. A package retailer's permit, with prior 199 approval from the department, shall authorize the holder thereof 200 to sample new product furnished by a manufacturer's representative 201 or his employees at the permitted place of business so long as the

H. B. No. 1135 21/HR12/R1314SG PAGE 8 (BS\AM) 202 sampling otherwise complies with this chapter and applicable 203 department regulations. Such samples may not be provided to 204 customers at the permitted place of business. In addition to the 205 sale at retail of packages of alcoholic beverages, the holder of a 206 package retailer's permit is authorized to sell at retail 207 corkscrews, wine glasses, soft drinks, ice, juices, mixers and 208 other beverages commonly used to mix with alcoholic beverages. 209 Nonalcoholic beverages sold by the holder of a package retailer's 210 permit shall not be consumed on the premises where sold.

On-premises retailer's permit. Except as otherwise 211 (C) 212 provided in subsection (5) of this section, an on-premises 213 retailer's permit shall authorize the sale of alcoholic beverages, 214 including native wines and native spirits, for consumption on the 215 licensed premises only; however, a patron of the permit holder may 216 remove one (1) bottle of wine from the licensed premises if: (i) 217 the patron consumed a portion of the bottle of wine in the course 218 of consuming a meal purchased on the licensed premises; (ii) the permit holder securely reseals the bottle; (iii) the bottle is 219 220 placed in a bag that is secured in a manner so that it will be 221 visibly apparent if the bag is opened; and (iv) a dated receipt 222 for the wine and the meal is available. Additionally, as part of 223 a carryout order, a permit holder may sell one (1) bottle of wine 224 to be removed from the licensed premises for every two (2) entrees 225 ordered. Such a permit shall be issued only to qualified hotels, 226 restaurants and clubs, and to common carriers with adequate

H. B. No. 1135 21/HR12/R1314SG PAGE 9 (BS\AM) # deleted text version # 227 facilities for serving passengers. In resort areas, whether 228 inside or outside of a municipality, the department, in its 229 discretion, may issue on-premises retailer's permits to such 230 establishments as it deems proper. An on-premises retailer's 231 permit when issued to a common carrier shall authorize the sale 232 and serving of alcoholic beverages aboard any licensed vehicle 233 while moving through any county of the state; however, the sale of 234 such alcoholic beverages shall not be permitted while such vehicle 235 is stopped in a county that has not legalized such sales. If an on-premises retailer's permit is applied for by a common carrier 236 237 operating solely in the water, such common carrier must, along with all other qualifications for a permit, (i) be certified to 238 carry at least one hundred fifty (150) passengers and/or provide 239 240 overnight accommodations for at least fifty (50) passengers and 241 (ii) operate primarily in the waters within the State of 242 Mississippi which lie adjacent to the State of Mississippi south 243 of the three (3) most southern counties in the State of 244 Mississippi and/or on the Mississippi River or navigable waters 245 within any county bordering on the Mississippi River.

(d) Solicitor's permit. A solicitor's permit shall
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)

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 10 (BS\AM) 252 principal only. However, the permittee may also, in the 253 discretion of the department, be issued additional permits to 254 represent other principals. No such permittee shall buy or sell 255 alcoholic beverages for his own account, and no such beverage 256 shall be brought into this state in pursuance of the exercise of 257 such permit otherwise than through a permit issued to a wholesaler 258 or manufacturer in the state.

259 Native wine retailer's permit. Except as otherwise (e) 260 provided in subsection (5) of this section, a native wine retailer's permit shall be issued only to a holder of a Class 3 261 262 manufacturer's permit, and shall authorize the holder thereof to make retail sales of native wines to consumers for on-premises 263 264 consumption or to consumers in originally sealed and unopened 265 containers at an establishment located on the premises of or in the immediate vicinity of a native winery. When selling to 266 267 consumers for on-premises consumption, a holder of a native wine 268 retailer's permit may add to the native wine alcoholic beverages not produced on the premises, so long as the total volume of 269 270 foreign beverage components does not exceed twenty percent (20%) 271 of the mixed beverage. Hours of sale shall be the same as those 272 authorized for on-premises permittees in the city or county in 273 which the native wine retailer is located.

(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

277 beverages, including native wines <u>and native spirits</u>, during legal 278 hours on the premises described in the temporary permit only.

279 Temporary retailer's permits shall be of the following 280 classes:

281 Class 1. A temporary one-day permit may be issued to bona 282 fide nonprofit civic or charitable organizations authorizing the 283 sale of alcoholic beverages, including native wine and native 284 spirit, for consumption on the premises described in the temporary 285 permit only. Class 1 permits may be issued only to applicants 286 demonstrating to the department, by a statement signed under 287 penalty of perjury submitted ten (10) days prior to the proposed 288 date or such other time as the department may determine, that they 289 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 290 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. Class 1 permittees shall obtain all alcoholic beverages from 291 292 package retailers located in the county in which the temporary 293 permit is issued. Alcoholic beverages remaining in stock upon expiration of the temporary permit may be returned by the 294 295 permittee to the package retailer for a refund of the purchase 296 price upon consent of the package retailer or may be kept by the 297 permittee exclusively for personal use and consumption, subject to 298 all laws pertaining to the illegal sale and possession of alcoholic beverages. The department, following review of the 299 300 statement provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. 301

H. B. No. 1135 21/HR12/R1314SG PAGE 12 (BS\AM) 302 Class 2. A temporary permit, not to exceed seventy (70) 303 days, may be issued to prospective permittees seeking to transfer 304 a permit authorized in paragraph (c) of this subsection. A Class 305 2 permit may be issued only to applicants demonstrating to the 306 department, by a statement signed under the penalty of perjury, 307 that they meet the qualifications of Sections 67-1-5(1), (m), (n), 308 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 309 67-1-59. The department, following a preliminary review of the 310 statement provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. 311

312 Class 2 temporary permittees must purchase their alcoholic 313 beverages directly from the department or, with approval of the 314 department, purchase the remaining stock of the previous permittee. If the proposed applicant of a Class 1 or Class 2 315 temporary permit falsifies information contained in the 316 317 application or statement, the applicant shall never again be 318 eligible for a retail alcohol beverage permit and shall be subject to prosecution for perjury. 319

Class 3. A temporary one-day permit may be issued to a retail establishment authorizing the complimentary distribution of wine, including native wine, to patrons of the retail establishment at an open house or promotional event, for consumption only on the premises described in the temporary permit. A Class 3 permit may be issued only to an applicant demonstrating to the department, by a statement signed under

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 13 (BS\AM) 327 penalty of perjury submitted ten (10) days before the proposed 328 date or such other time as the department may determine, that it meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 329 330 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. A Class 3 permit holder shall obtain all alcoholic beverages from 331 332 the holder(s) of a package retailer's permit located in the county 333 in which the temporary permit is issued. Wine remaining in stock 334 upon expiration of the temporary permit may be returned by the 335 Class 3 temporary permit holder to the package retailer for a refund of the purchase price, with consent of the package 336 337 retailer, or may be kept by the Class 3 temporary permit holder exclusively for personal use and consumption, subject to all laws 338 339 pertaining to the illegal sale and possession of alcoholic 340 beverages. The department, following review of the statement 341 provided by the applicant and the requirements of the applicable 342 statutes and regulations, may issue the permit. No retailer may 343 receive more than twelve (12) Class 3 temporary permits in a calendar year. A Class 3 temporary permit shall not be issued to 344 345 a retail establishment that either holds a merchant permit issued 346 under paragraph (1) of this subsection, or holds a permit issued 347 under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 348 the holder to engage in the business of a retailer of light wine 349 or beer.

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

352 business as a caterer and the resale of alcoholic beverages by 353 such person in conjunction with such catering business. No person 354 shall qualify as a caterer unless forty percent (40%) or more of 355 the revenue derived from such catering business shall be from the 356 serving of prepared food and not from the sale of alcoholic 357 beverages and unless such person has obtained a permit for such 358 business from the Department of Health. A caterer's permit shall 359 not authorize the sale of alcoholic beverages on the premises of 360 the person engaging in business as a caterer; however, the holder 361 of an on-premises retailer's permit may hold a caterer's permit. 362 When the holder of an on-premises retailer's permit or an 363 affiliated entity of the holder also holds a caterer's permit, the 364 caterer's permit shall not authorize the service of alcoholic 365 beverages on a consistent, recurring basis at a separate, fixed 366 location owned or operated by the caterer, on-premises retailer or 367 affiliated entity and an on-premises retailer's permit shall be 368 required for the separate location. All sales of alcoholic beverages by holders of a caterer's permit shall be made at the 369 370 location being catered by the caterer, and, except as otherwise provided in subsection (5) of this section, such sales may be made 371 372 only for consumption at the catered location. The location being 373 catered may be anywhere within a county or judicial district that 374 has voted to come out from under the dry laws or in which the sale and distribution of alcoholic beverages is otherwise authorized by 375 376 Such sales shall be made pursuant to any other conditions law.

H. B. No. 1135 21/HR12/R1314SG PAGE 15 (BS\AM) # deleted text version # 377 and restrictions which apply to sales made by on-premises retail 378 permittees. The holder of a caterer's permit or his employees 379 shall remain at the catered location as long as alcoholic 380 beverages are being sold pursuant to the permit issued under this 381 paragraph (g), and the permittee shall have at the location the 382 identification card issued by the Alcoholic Beverage Control 383 Division of the department. No unsold alcoholic beverages may be 384 left at the catered location by the permittee upon the conclusion of his business at that location. Appropriate law enforcement 385 386 officers and Alcoholic Beverage Control Division personnel may 387 enter a catered location on private property in order to enforce 388 laws governing the sale or serving of alcoholic beverages.

(h) Research permit. A research permit shall authorize the holder thereof to operate a research facility for the professional research of alcoholic beverages. Such permit shall authorize the holder of the permit to import and purchase limited amounts of alcoholic beverages from the department or from importers, wineries and distillers of alcoholic beverages for professional research.

396 (i) Alcohol processing permit. An alcohol processing
397 permit shall authorize the holder thereof to purchase, transport
398 and possess alcoholic beverages for the exclusive use in cooking,
399 processing or manufacturing products which contain alcoholic
400 beverages as an integral ingredient. An alcohol processing permit
401 shall not authorize the sale of alcoholic beverages on the

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 16 (BS\AM) 402 premises of the person engaging in the business of cooking, 403 processing or manufacturing products which contain alcoholic 404 beverages. The amounts of alcoholic beverages allowed under an 405 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.

418 Merchant permit. Except as otherwise provided in (1) subsection (5) of this section, a merchant permit shall be issued 419 420 only to the owner of a spa facility, an art studio or gallery, or 421 a cooking school, and shall authorize the holder to serve 422 complimentary by the glass wine only, including native wine, at 423 the holder's spa facility, art studio or gallery, or cooking 424 school. A merchant permit holder shall obtain all wine from the 425 holder of a package retailer's permit.

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 17 (BS\AM) 426 (m) Temporary alcoholic beverages charitable auction 427 A temporary permit, not to exceed five (5) days, may be permit. 428 issued to a qualifying charitable nonprofit organization that is 429 exempt from taxation under Section 501(c)(3) or (4) of the 430 Internal Revenue Code of 1986. The permit shall authorize the 431 holder to sell alcoholic beverages for the limited purpose of 432 raising funds for the organization during a live or silent auction 433 that is conducted by the organization and that meets the following 434 requirements: (i) the auction is conducted in an area of the state where the sale of alcoholic beverages is authorized; (ii) if 435 436 the auction is conducted on the premises of an on-premises retailer's permit holder, then the alcoholic beverages to be 437 438 auctioned must be stored separately from the alcoholic beverages 439 sold, stored or served on the premises, must be removed from the 440 premises immediately following the auction, and may not be 441 consumed on the premises; (iii) the permit holder may not conduct 442 more than two (2) auctions during a calendar year; (iv) the permit 443 holder may not pay a commission or promotional fee to any person 444 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 <u>and native</u>
spirits, 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 caterer who is not affiliated with or related to

H. B. No. 1135 21/HR12/R1314SG PAGE 18 (BS\AM) 451 the permittee. The caterer must serve at least three (3) entrees. 452 The permit may only be issued for venues that can accommodate two 453 hundred (200) persons or more. The number of persons a venue may 454 accommodate shall be determined by the local fire department and 455 such determination shall be provided in writing and submitted 456 along with all other documents required to be provided for an 457 on-premises retailer's permit. The permittee must derive the 458 majority of its revenue from event-related fees, including, but 459 not limited to, admission fees or ticket sales for live entertainment in the building. "Event-related fees" do not 460 461 include alcohol, beer or light wine sales or any fee which may be construed to cover the cost of alcohol, beer or light wine. 462 This 463 determination shall be made on a per event basis. An event may 464 not last longer than two (2) consecutive days per week.

465 Temporary theatre permit. A temporary theatre (\circ) 466 permit, not to exceed five (5) days, may be issued to a charitable 467 nonprofit organization that is exempt from taxation under Section 501(c)(3) or (4) of the Internal Revenue Code and owns or operates 468 469 a theatre facility that features plays and other theatrical 470 performances and productions. Except as otherwise provided in 471 subsection (5) of this section, the permit shall authorize the 472 holder to sell alcoholic beverages, including native wines and 473 native spirits, to patrons of the theatre during performances and productions at the theatre facility for consumption during such 474 performances and productions on the premises of the facility 475

H. B. No. 1135 21/HR12/R1314SG PAGE 19 (BS\AM) 476 described in the permit. A temporary theatre permit holder shall 477 obtain all alcoholic beverages from package retailers located in 478 the county in which the permit is issued. Alcoholic beverages 479 remaining in stock upon expiration of the temporary theatre permit 480 may be returned by the permittee to the package retailer for a 481 refund of the purchase price upon consent of the package retailer 482 or may be kept by the permittee exclusively for personal use and 483 consumption, subject to all laws pertaining to the illegal sale 484 and possession of alcoholic beverages.

485 (p) Charter ship operator's permit. Subject to the 486 provisions of this paragraph (p), a charter ship operator's permit 487 shall authorize the holder thereof and its employees to serve, 488 monitor, store and otherwise control the serving and availability 489 of alcoholic beverages to customers of the permit holder during 490 private charters under contract provided by the permit holder. A 491 charter ship operator's permit shall authorize such action by the 492 permit holder and its employees only as to alcoholic beverages brought onto the permit holder's ship by customers of the permit 493 494 holder as part of such a private charter. All such alcoholic 495 beverages must be removed from the charter ship at the conclusion 496 of each private charter. A charter ship operator's permit shall 497 not authorize the permit holder to sell, charge for or otherwise supply alcoholic beverages to customers, except as authorized in 498 this paragraph (p). For the purposes of this paragraph (p), 499 "charter ship operator" means a common carrier that (i) is 500

H. B. No. 1135 21/HR12/R1314SG PAGE 20 (BS\AM) 501 certified to carry at least one hundred fifty (150) passengers 502 and/or provide overnight accommodations for at least fifty (50) 503 passengers, (ii) operates only in the waters within the State of 504 Mississippi, which lie adjacent to the State of Mississippi south 505 of the three (3) most southern counties in the State of 506 Mississippi, and (iii) provides charters under contract for tours 507 and trips in such waters.

508 Distillery retailer's permit. The holder of a (q) 509 Class 1 manufacturer's permit may obtain a distillery retailer's permit. A distillery retailer's permit shall authorize the holder 510 511 thereof to sell at retail alcoholic beverages by the sealed and 512 unopened bottle from a retail location at the distillery for 513 off-premises consumption. The holder may only sell product manufactured by the manufacturer at the distillery described in 514 the permit. The holder shall not sell at retail more than ten 515 516 percent (10%) of the alcoholic beverages produced annually at its 517 distillery. The holder shall not make retail sales of more than two and twenty-five one-hundredths (2.25) liters, in the 518 519 aggregate, of the alcoholic beverages produced at its distillery 520 to any one (1) individual for consumption off the premises of the 521 distillery within a twenty-four-hour period. The hours of sale 522 shall be the same as those hours for package retailers under this chapter. The holder of a distillery retailer's permit is not 523 required to purchase the alcoholic beverages authorized to be sold 524 525 by this paragraph from the department's liquor distribution

H. B. No. 1135 21/HR12/R1314SG PAGE 21 (BS\AM) 526 warehouse; however, if the holder does not purchase the alcoholic 527 beverages from the department's liquor distribution warehouse, the 528 holder shall pay to the department all taxes, fees and surcharges 529 on the alcoholic beverages that are imposed upon the sale of 530 alcoholic beverages shipped by the Alcoholic Beverage Control 531 Division of the Department of Revenue. In addition to alcoholic 532 beverages, the holder of a distillery retailer's permit may sell 533 at retail promotional products from the same retail location, 534 including shirts, hats, glasses, and other promotional products 535 customarily sold by alcoholic beverage manufacturers.

536 (r) Festival wine permit. Any wine manufacturer or 537 native wine producer permitted by Mississippi or any other state 538 is eligible to obtain a Festival Wine Permit. This permit authorizes the entity to transport product manufactured by it to 539 540 festivals held within the State of Mississippi and sell sealed, 541 unopened bottles to festival participants. The holder of this 542 permit may provide samples at no charge to participants. "Festival" means any event at which three (3) or more vendors are 543 544 present at a location for the sale or distribution of goods. The 545 holder of a Festival Wine Permit is not required to purchase the 546 alcoholic beverages authorized to be sold by this paragraph from 547 the department's liquor distribution warehouse. However, if the 548 holder does not purchase the alcoholic beverages from the department's liquor distribution warehouse, the holder of this 549 550 permit shall pay to the department all taxes, fees and surcharges

H. B. No. 1135 21/HR12/R1314SG PAGE 22 (BS\AM) # deleted text version # 551 on the alcoholic beverages sold at such festivals that are imposed 552 upon the sale of alcoholic beverages shipped by the Alcoholic 553 Beverage Control Division of the Department of Revenue. 554 Additionally, the entity shall file all applicable reports and returns as prescribed by the department. This permit is issued 555 556 per festival and provides authority to sell for two (2) 557 consecutive days during the hours authorized for on-premises 558 permittees' sales in that county or city. The holder of the 559 permit shall be required to maintain all requirements set by Local 560 Option Law for the service and sale of alcoholic beverages. This 561 permit may be issued to entities participating in festivals at 562 which a Class 1 temporary permit is in effect.

563 This paragraph (r) shall stand repealed from and after July 564 1, 2023.

565 (s) Charter vessel operator's permit. Subject to the 566 provisions of this paragraph (s), a charter vessel operator's 567 permit shall authorize the holder thereof and its employees to 568 sell and serve alcoholic beverages to passengers of the permit 569 holder during public tours, historical tours, ecological tours and 570 sunset cruises provided by the permit holder. The permit shall 571 authorize the holder to only sell alcoholic beverages, including 572 native wines, to passengers of the charter vessel operator during public tours, historical tours, ecological tours and sunset 573 cruises provided by the permit holder aboard the charter vessel 574 575 operator for consumption during such tours and cruises on the

H. B. No. 1135 21/HR12/R1314SG PAGE 23 (BS\AM) # deleted text version # 576 premises of the charter vessel operator described in the permit. 577 For the purposes of this paragraph (s), "charter vessel operator" 578 means a common carrier that (i) is certified to carry at least 579 forty-nine (49) passengers, (ii) operates only in the waters 580 within the State of Mississippi, which lie south of Interstate-10 581 in the three (3) most southern counties in the State of 582 Mississippi, and lie adjacent to the State of Mississippi south of 583 the three (3) most southern counties in the State of Mississippi, 584 extending not further than one (1) mile south of such counties, 585 and (iii) provides vessel services for tours and cruises in such 586 waters as provided in this paragraph (s). 587 (t) Native spirit retailer's permit. Except as 588 otherwise provided in subsection (5) of this section, a native 589 spirit retailer's permit shall be issued only to a holder of a 590 Class 4 manufacturer's permit, and shall authorize the holder 591 thereof to make retail sales of native spirits to consumers for 592 on-premises consumption or to consumers in originally sealed and 593 unopened containers at an establishment located on the premises of 594 or in the immediate vicinity of a native distillery. When selling to consumers for on-premises consumption, a holder of a native 595 596 spirit retailer's permit may add to the native spirit alcoholic 597 beverages not produced on the premises, so long as the total 598 volume of foreign beverage components does not exceed twenty

599 percent (20%) of the mixed beverage. Hours of sale shall be the

H. B. No. 1135 21/HR12/R1314SG PAGE 24 (BS\AM) 600 <u>same as those authorized for on-premises permittees in the city or</u> 601 county in which the native spirit retailer is located.

602 Delivery service permit. Any individual, limited (u) 603 liability company, corporation or partnership registered to do 604 business in this state is eligible to obtain a delivery service 605 permit. Subject to the provisions of Section 1 of this act, this 606 permit authorizes the permittee, or its employee or an independent 607 contractor acting on its behalf, to deliver alcoholic beverages, 608 beer, light wine and light spirit product from a licensed retailer 609 to a person in this state who is at least twenty-one (21) years of 610 age for the individual's use and not for resale. This permit does 611 not authorize the delivery of alcoholic beverages, beer, light 612 wine or light spirit product to the premises of a location with a permit for the manufacture, distribution or retail sale of 613 614 alcoholic beverages, beer, light wine or light spirit product. 615 The holder of a package retailer's permit or an on-premises 616 retailer's permit under Section 67-1-51 or of a beer, light wine and light spirit product permit under Section 67-3-19 is 617 618 authorized to apply for a delivery service permit as a privilege separate from its existing retail permit. 619 620 Except as otherwise provided in subsection (4) of this (2) 621 section, retail permittees may hold more than one (1) retail 622 permit, at the discretion of the department.

623 (3) Except as otherwise provided in this subsection, no624 authority shall be granted to any person to manufacture, sell or

H. B. No. 1135 21/HR12/R1314SG PAGE 25 (BS\AM) 625 store for sale any intoxicating liquor as specified in this 626 chapter within four hundred (400) feet of any church, school, 627 kindergarten or funeral home. However, within an area zoned 628 commercial or business, such minimum distance shall be not less 629 than one hundred (100) feet.

630 A church or funeral home may waive the distance restrictions 631 imposed in this subsection in favor of allowing issuance by the department of a permit, pursuant to subsection (1) of this 632 section, to authorize activity relating to the manufacturing, sale 633 634 or storage of alcoholic beverages which would otherwise be 635 prohibited under the minimum distance criterion. Such waiver 636 shall be in written form from the owner, the governing body, or 637 the appropriate officer of the church or funeral home having the 638 authority to execute such a waiver, and the waiver shall be filed 639 with and verified by the department before becoming effective.

640 The distance restrictions imposed in this subsection shall 641 not apply to the sale or storage of alcoholic beverages at a bed and breakfast inn listed in the National Register of Historic 642 643 Places or to the sale or storage of alcoholic beverages in a 644 historic district that is listed in the National Register of 645 Historic Places, is a qualified resort area and is located in a 646 municipality having a population greater than one hundred thousand 647 (100,000) according to the latest federal decennial census.

648 (4) No person, either individually or as a member of a firm,649 partnership, limited liability company or association, or as a

H. B. No. 1135 21/HR12/R1314SG PAGE 26 (BS\AM) 650 stockholder, officer or director in a corporation, shall own or 651 control any interest in more than one (1) package retailer's 652 permit, nor shall such person's spouse, if living in the same 653 household of such person, any relative of such person, if living 654 in the same household of such person, or any other person living 655 in the same household with such person own any interest in any 656 other package retailer's permit.

657 In addition to any other authority granted under (5) (a) this section, the holder of a permit issued under subsection 658 (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may 659 660 sell or otherwise provide alcoholic beverages and/or wine to a patron of the permit holder in the manner authorized in the permit 661 662 and the patron may remove an open glass, cup or other container of 663 the alcoholic beverage and/or wine from the licensed premises and 664 may possess and consume the alcoholic beverage or wine outside of 665 the licensed premises if: (i) the licensed premises is located 666 within a leisure and recreation district created under Section 67-1-101 and (ii) the patron remains within the boundaries of the 667 668 leisure and recreation district while in possession of the 669 alcoholic beverage or wine.

(b) Nothing in this subsection shall be construed to
allow a person to bring any alcoholic beverages into a permitted
premises except to the extent otherwise authorized by this
chapter.

H. B. No. 1135 21/HR12/R1314SG PAGE 27 (BS\AM) # deleted text version # 674 SECTION 3. Section 67-1-37, Mississippi Code of 1972, as 675 amended by Senate Bill No. 2606, 2021 Regular Session, is amended 676 as follows:

677 67-1-37. The Department of Revenue, under its duties and
678 powers with respect to the Alcoholic Beverage Control Division
679 therein, shall have the following powers, functions and duties:

(a) To issue or refuse to issue any permit provided for
by this chapter, or to extend the permit or remit in whole or any
part of the permit monies when the permit cannot be used due to a
natural disaster or act of God.

684 (b) To revoke, suspend or cancel, for violation of or 685 noncompliance with the provisions of this chapter, or the law 686 governing the production and sale of native wines or native 687 spirits, or any lawful rules and regulations of the department 688 issued hereunder, or for other sufficient cause, any permit issued 689 by it under the provisions of this chapter. The department shall 690 also be authorized to suspend the permit of any permit holder for being out of compliance with an order for support, as defined in 691 692 Section 93-11-153. The procedure for suspension of a permit for being out of compliance with an order for support, and the 693 694 procedure for the reissuance or reinstatement of a permit 695 suspended for that purpose, and the payment of any fees for the reissuance or reinstatement of a permit suspended for that 696 purpose, shall be governed by Section 93-11-157 or Section 697 698 93-11-163, as the case may be. If there is any conflict between

H. B. No. 1135 21/HR12/R1314SG PAGE 28 (BS\AM) # deleted text version # any provision of Section 93-11-157 or Section 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or Section 93-11-163, as the case may be, shall control.

(c) To prescribe forms of permits and applications for
permits and of all reports which it deems necessary in
administering this chapter.

705 (d) To fix standards, not in conflict with those 706 prescribed by any law of this state or of the United States, to 707 secure the use of proper ingredients and methods of manufacture of 708 alcoholic beverages.

(e) To issue rules regulating the advertising of
alcoholic beverages in the state in any class of media and
permitting advertising of the retail price of alcoholic beverages.

(f) To issue reasonable rules and regulations, not inconsistent with the federal laws or regulations, requiring informative labeling of all alcoholic beverages offered for sale within this state and providing for the standards of fill and shapes of retail containers of alcoholic beverages; however, such containers shall not contain less than fifty (50) milliliters by liquid measure.

(g) Subject to the provisions of subsection (3) of Section 67-1-51, to issue rules and regulations governing the issuance of retail permits for premises located near or around schools, colleges, universities, churches and other public institutions, and specifying the distances therefrom within which

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 29 (BS\AM) 724 no such permit shall be issued. The Alcoholic Beverage Control 725 Division shall not issue a package retailer's or on-premises 726 retailer's permit for the sale or consumption of alcoholic 727 beverages in or on the campus of any public school, community or 728 junior college, college or university.

729 (h) To adopt and promulgate, repeal and amend, such 730 rules, regulations, standards, requirements and orders, not 731 inconsistent with this chapter or any law of this state or of the 732 United States, as it deems necessary to control the manufacture, importation, transportation, distribution, delivery and sale of 733 734 alcoholic liquor, whether intended for beverage or nonbeverage use 735 in a manner not inconsistent with the provisions of this chapter 736 or any other statute, including the native wine and native spirit 737 laws.

(i) To call upon other administrative departments of the state, county and municipal governments, county and city police departments and upon prosecuting officers for such information and assistance as it may deem necessary in the performance of its duties.

(j) To prepare and submit to the Governor during the month of January of each year a detailed report of its official acts during the preceding fiscal year ending June 30, including such recommendations as it may see fit to make, and to transmit a like report to each member of the Legislature of this state upon the convening thereof at its next regular session.

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 30 (BS\AM) (k) To inspect, or cause to be inspected, any premises where alcoholic liquors intended for sale are manufactured, stored, distributed or sold, and to examine or cause to be examined all books and records pertaining to the business conducted therein.

(1) To investigate the administration of laws in relation to alcoholic liquors in this and other states and any foreign countries, and to recommend from time to time to the Governor and through him to the Legislature of this state such amendments to this chapter, if any, as it may think desirable.

(m) To designate hours and days when alcoholic
beverages may be sold in different localities in the state which
permit such sale.

(n) To assign employees to posts of duty at locations where they will be most beneficial for the control of alcoholic beverages and to take any other action concerning persons employed under this chapter as authorized by law and taken in accordance with the rules, regulations and procedures of the State Personnel Board.

768 (o) To enforce the provisions made unlawful by Chapter769 3, Title 67 and Section 97-5-49.

(p) To delegate its authority under this chapter to the Alcoholic Beverage Control Division, its director or any other officer or employee of the department that it deems appropriate.

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 31 (BS\AM) (q) To prescribe and charge a fee to defray the costs of shipping alcoholic beverages, provided that such fee is determined in a manner provided by the department by rules and/or regulations adopted in accordance with the Mississippi Administrative Procedures Law.

778 SECTION 4. Section 67-1-83, Mississippi Code of 1972, as 779 amended by House Bill No. 667, 2021 Regular Session, is amended as 780 follows:

781 67-1-83. (1) It shall be unlawful for any permittee 782 or * * * - other person any employee or agent thereof to sell or 783 furnish any alcoholic beverage to any person who is visibly 784 intoxicated, or to any person who is known to habitually drink 785 alcoholic beverages to excess, or to any person who is known to be 786 an habitual user of narcotics or other habit-forming drugs. Ιt 787 shall also be unlawful for the holder of any package retailer's 788 permit to sell any alcoholic beverages except by delivery in 789 person to the purchaser at the place of business of the permittee, unless the holder of a package retailer's permit also holds a 790 791 delivery service permit or uses a delivery service permittee to 792 effect delivery.

(2) It shall be unlawful for any permittee or * * * other
person any employee or agent thereof to sell or furnish any
alcoholic beverage to any person to whom the * * * commission
<u>department</u> has, after investigation, decided to prohibit the sale
of those beverages because of an appeal to the * * * commission

H. B. No. 1135 21/HR12/R1314SG PAGE 32 (BS\AM) # deleted text version # 798 department so to do by the husband, wife, father, mother, brother, 799 sister, child, or employer of the person. The interdiction in 800 those cases shall last until removed by the * * * - commission 801 department, but no person shall be held to have violated this subsection unless he has been informed by the * * * commission 802 803 department, by registered letter, that it is forbidden to sell to 804 that individual or unless that fact is otherwise known to the 805 permittee or * * * other person its employee or agent.

(3) It shall be unlawful for any holder of a package
retailer's permit, or any employee or agent thereof, engaged
solely in the business of package retail sales under this chapter
to sell or furnish any alcoholic beverage before 10:00 a.m. and
after 10:00 p.m. or to sell alcoholic beverages on Sunday and
Christmas Day.

812 Any person who violates any of the provisions of this (4) 813 section shall be guilty of a misdemeanor and, upon conviction, 814 shall be punished by a fine of not more than Five Hundred Dollars 815 (\$500.00) or by imprisonment in the county jail for a term of not 816 more than six (6) months, or by both that fine and imprisonment, in the discretion of the court. In addition to any other 817 818 penalties prescribed by law, the commission *** * *** shall may 819 immediately revoke the permit of any permittee who violates the 820 provisions of this section.

821 SECTION 5. Section 67-3-5, Mississippi Code of 1972, is 822 amended as follows:

823 67-3-5. (1) It shall be lawful, subject to the provisions set forth in this chapter and in Section 67-1-51, in this state to 824 825 transport, store, sell, distribute, possess, receive, deliver 826 and/or manufacture light wine, light spirit product and beer, and 827 it is hereby declared that it is the legislative intent that this 828 chapter privileges the lawful sale and manufacture, within this 829 state, of such light wines, light spirit products and beer. In determining if a wine product is "light wine," or contains an 830 831 alcoholic content of more than five percent (5%) by weight, or is not an "alcoholic beverage" as defined in the Local Option 832 Alcoholic Beverage Control Law, Chapter 1 of Title 67, Mississippi 833 Code of 1972, the alcoholic content of such wine product shall be 834 835 subject to the same permitted tolerance as is allowed by the 836 labeling requirements for light wine provided for in Section 837 27-71-509.

(2) Subject to the provisions set forth in this chapter and
in Section 67-1-51, it shall be lawful in this state to transport,
store, sell, distribute, possess, receive, <u>deliver</u> and/or
manufacture beer of an alcoholic content of more than eight
percent (8%) by weight, if the beer is manufactured to be sold
legally in another state and is transported outside of this state
for retail sale.

845 **SECTION 6.** Section 67-3-25, Mississippi Code of 1972, is 846 amended as follows:

847 67-3-25. (1) Any permit issued authorizing the sale or delivery of light wines, light spirit products and/or beer for 848 849 consumption shall be construed to authorize the sale or delivery 850 of light wines, light spirit products and/or beer by the bottle, 851 by the glass or by draught, and in or from the original package. 852 (2) The commissioner is authorized to establish, in his 853 discretion, dates for the expiration of permits issued under this 854 chapter.

(3) Except as otherwise provided in this section, permits
shall be issued for twelve (12) months and shall be renewed
annually on the first day of the month in which the permit
expires. The commissioner may issue temporary permits for less
than a full year. All permits shall show the effective date and
expiration date of the permit, the business location, individual
or business name and mailing address of the permittee.

862 SECTION 7. Section 27-71-5, Mississippi Code of 1972, as 863 amended by House Bill No. 1288, 2021 Regular Session, and Senate 864 Bill No. 2606, 2021 Regular Session, is amended as follows:

865 27-71-5. (1) Upon each person approved for a permit under 866 the provisions of the Alcoholic Beverage Control Law and 867 amendments thereto, there is levied and imposed for each location 868 for the privilege of engaging and continuing in this state in the 869 business authorized by such permit, an annual privilege license 870 tax in the amount provided in the following schedule:

H. B. No. 1135 # deleted text version # 21/HR12/R1314SG PAGE 35 (BS\AM) 871 Except as otherwise provided in this subsection (a) 872 (1), manufacturer's permit, Class 1, distiller's and/or rectifier's\$4,500.00 873 874 Manufacturer's permit, Class 2, wine (b) 875 manufacturer\$1,800.00 876 (c) Manufacturer's permit, Class 3, native wine 877 manufacturer per ten thousand (10,000) gallons or part thereof 878 produced\$ 10.00 Manufacturer's permit, Class 4, native spirit 879 (d) 880 manufacturer per one thousand (1,000) gallons or part thereof 881 produced\$ 300.00 882 (* * *de) Native wine retailer's permit.....\$ 50.00 883 (* * *ef) Package retailer's permit, each....\$ 900.00 884 (*** * ***<u>+</u>q) On-premises retailer's permit, except for 885 clubs and common carriers, each\$ 450.00 886 (* * *gh) On-premises retailer's permit for wine of 887 more than five percent (5%) alcohol by weight, but not more than twenty-one percent (21%) alcohol by weight, each.....\$ 225.00 888 889 (* * *hi) On-premises retailer's permit for 890 clubs.....\$ 225.00 (* * *±j) On-premises retailer's permit for common 891 892 carriers, per car, plane, or other vehicle\$ 120.00 (* * * + + + + k) Solicitor's permit, regardless of any other 893 provision of law, solicitor's permits shall be issued only in the 894 895 discretion of the department\$ 100.00

896	(* * *$\frac{k}{l}$) Filing fee for each application except for
897	an employee identification card\$ 25.00
898	(* * * ± <u>m</u>) Temporary permit, Class 1, each\$ 10.00
899	(* * * m <u>n</u>) Temporary permit, Class 2, each\$ 50.00
900	(* * * <u>no</u>) (i) Caterer's permit\$ 600.00
901	(ii) Caterer's permit for holders of on-premises
902	retailer's permit\$ 150.00
903	(* * * ⊖ <u>p</u>) Research permit\$ 100.00
904	(* * * p <u>q</u>) Temporary permit, Class 3
905	(wine only)\$ 10.00
906	(* * * q <u>r</u>) Special service permit\$ 225.00
907	(* * * <u>r</u> <u>s</u>) Merchant permit\$ 225.00
908	(* * * s t) Temporary alcoholic beverages charitable
909	auction permit\$ 10.00
910	(* * * t <u>u</u>) Event venue retailer's permit\$ 225.00
911	(* * *uv) Temporary theatre permit, each\$ 10.00
912	(* * * $\frac{1}{2}$) Charter ship operator's permit\$ 100.00
913	$(* * *_{WX})$ Distillery retailer's permit\$ 450.00
914	(* * * <u>*</u> <u>y</u>) Festival wine permit\$ 10.00
915	(z) Charter vessel operator's permit\$ 100.00
916	(aa) Native spirit retailer's permit\$ 50.00
917	(bb) Delivery service permit \$ 500.00
918	If a person approved for a manufacturer's permit, Class 1,
919	distiller's permit produces a product with at least fifty-one
920	percent (51%) of the finished product by volume being obtained

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921 from alcoholic fermentation of grapes, fruits, berries, honey 922 and/or vegetables grown and produced in Mississippi, and produces 923 all of the product by using not more than one (1) still having a 924 maximum capacity of one hundred fifty (150) liters, the annual 925 privilege license tax for such a permit shall be Ten Dollars 926 (\$10.00) per ten thousand (10,000) gallons or part thereof 927 produced. Bulk, concentrated or fortified ingredients used for 928 blending may be produced outside this state and used in producing 929 such a product.

In addition to the filing fee imposed by paragraph ($\star \star \star$ 930 931 of this subsection, a fee to be determined by the Department of 932 Revenue may be charged to defray costs incurred to process 933 applications. The additional fees shall be paid into the State 934 Treasury to the credit of a special fund account, which is hereby 935 created, and expenditures therefrom shall be made only to defray 936 the costs incurred by the Department of Revenue in processing 937 alcoholic beverage applications. Any unencumbered balance remaining in the special fund account on June 30 of any fiscal 938 939 year shall lapse into the State General Fund.

All privilege taxes imposed by this section shall be paid in advance of doing business. The additional privilege tax imposed for an on-premises retailer's permit based upon purchases shall be due and payable on demand.

944 Paragraph ($\star \star \star \underline{\chi}$) of this subsection shall stand repealed 945 from and after July 1, 2023.

946 (2)There is imposed and shall be collected from each (a) permittee, except a common carrier, solicitor * * * - or, a 947 948 temporary permittee or a delivery service permittee, by the 949 department, an additional license tax equal to the amounts imposed under subsection (1) of this section for the privilege of doing 950 951 business within any municipality or county in which the licensee 952 is located.

953 (b) (i) In addition to the tax imposed in paragraph 954 (a) of this subsection, there is imposed and shall be collected by the department from each permittee described in subsection (1)(f), 955 956 (q), (h), (m) and (t) of this section, an additional license tax 957 for the privilege of doing business within any municipality or 958 county in which the licensee is located in the amount of Two 959 Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars 960 (\$225.00) for each additional purchase of Five Thousand Dollars 961 962 (\$5,000.00), or fraction thereof.

963 (ii) In addition to the tax imposed in paragraph 964 (a) of this subsection, there is imposed and shall be collected by 965 the department from each permittee described in subsection (1)(n) 966 and (r) of this section, an additional license tax for the 967 privilege of doing business within any municipality or county in which the licensee is located in the amount of Two Hundred Fifty 968 969 Dollars (\$250.00) on purchases exceeding Five Thousand Dollars 970 (\$5,000.00) and Two Hundred Twenty-five Dollars (\$225.00) for each

H. B. No. 1135 21/HR12/R1314SG PAGE 39 (BS\AM) # deleted text version # 971 additional purchase of Five Thousand Dollars (\$5,000.00), or 972 fraction thereof.

973 Any person who has paid the additional (iii) 974 privilege license tax imposed by this paragraph, and whose permit 975 is renewed, may add any unused fraction of Five Thousand Dollars 976 (\$5,000.00) purchases to the first Five Thousand Dollars 977 (\$5,000.00) purchases authorized by the renewal permit, and no 978 additional license tax will be required until purchases exceed the 979 sum of the two (2) figures.

980 (C) If the licensee is located within a municipality, 981 the department shall pay the amount of additional license tax collected under this section to the municipality, and if outside a 982 983 municipality the department shall pay the additional license tax 984 to the county in which the licensee is located. Payments by the 985 department to the respective local government subdivisions shall 986 be made once each month for any collections during the preceding 987 month.

988 (3) When an application for any permit, other than for 989 renewal of a permit, has been rejected by the department, such 990 decision shall be final. Appeal may be made in the manner 991 provided by Section 67-1-39. Another application from an 992 applicant who has been denied a permit shall not be reconsidered 993 within a twelve-month period.

The number of permits issued by the department shall not 994 (4) be restricted or limited on a population basis; however, the 995

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996 foregoing limitation shall not be construed to preclude the right 997 of the department to refuse to issue a permit because of the 998 undesirability of the proposed location.

999 (5) If any person shall engage or continue in any business 1000 which is taxable under this section without having paid the tax as 1001 provided in this section, the person shall be liable for the full 1002 amount of the tax plus a penalty thereon equal to the amount 1003 thereof, and, in addition, shall be punished by a fine of not more 1004 than One Thousand Dollars (\$1,000.00), or by imprisonment in the 1005 county jail for a term of not more than six (6) months, or by both 1006 such fine and imprisonment, in the discretion of the court.

It shall be unlawful for any person to consume alcoholic 1007 (6) 1008 beverages on the premises of any hotel restaurant, restaurant, club or the interior of any public place defined in Chapter 1, 1009 Title 67, Mississippi Code of 1972, when the owner or manager 1010 1011 thereof displays in several conspicuous places inside the 1012 establishment and at the entrances of establishment a sign 1013 containing the following language: NO ALCOHOLIC BEVERAGES 1014 ALLOWED.

1015 SECTION 8. If any section, paragraph, sentence, clause, 1016 phrase or any part of this act is declared by a court of competent 1017 jurisdiction to be invalid or of no effect, the remaining 1018 sections, paragraphs, sentences, clauses, phrases or parts thereof 1019 shall be in no manner affected thereby but shall remain in full 1020 force and effect.

H. B. No. 1135 21/HR12/R1314SG PAGE 41 (BS\AM) 1021 SECTION 9. Section 1 of this act shall be codified as a new 1022 section in Chapter 1, Title 67, Mississippi Code of 1972.

1023 SECTION 10. This act shall take effect and be in force from 1024 and after July 1, 2021.

H. B. No. 1135 21/HR12/R1314SG PAGE 42 (BS\AM) # deleted text version # ST: Alcoholic beverages; create delivery service permit.