## Senate Amendments to House Bill No. 1091

## 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:

- 44 **SECTION 1.** Section 27-71-301, Mississippi Code of 1972, is
- 45 amended as follows:
- 46 27-71-301. When used in this article the words and terms
- 47 hereafter mentioned shall have the following definitions:
- 48 (a) "State Auditor" means the State Auditor of Public
- 49 Accounts of the State of Mississippi or any legally appointed
- 50 deputy, clerk or agent.
- 51 (b) "Person" includes all natural persons or
- 52 corporations, a partnership, an association, a joint venture, an
- 53 estate, a trust, or any other group or combination acting as a
- 54 unit and shall include the plural as well as the singular unless
- 55 an intention to give another meaning thereto is disclosed in the
- 56 context.
- 57 (c) "Consumer" means a person who comes into the
- 58 possession of beer, light spirit product or light wine, the sale
- 59 of which is authorized by Chapter 3 of Title 67, Mississippi Code
- 60 of 1972, for the purpose of consuming it, giving it away or

- 61 otherwise disposing of it in any manner except by sale, barter or
- 62 exchange.
- (d) "Retailer" means any person who comes into the
- 64 possession of such light wines, light spirit products or beer for
- 65 the purpose of selling it to the consumer, or giving it away, or
- 66 exposing it where it may be taken or purchased or acquired in any
- other manner by the consumer. The term "retailer" shall include
- 68 small craft breweries and microbreweries; however, the term
- 69 "retailer" shall not include a person who offers and provides beer
- 70 on the premises of a brewery for the purpose of tasting or
- 71 sampling as authorized in Section 67-3-47.
- 72 (e) "Wholesaler" means any person who comes into
- 73 possession of such light wine, light spirit product or beer for
- 74 the purpose of selling, distributing, or giving it away to
- 75 retailers or other wholesalers or dealers inside or outside of
- 76 this state.
- 77 (f) "Commissioner" means the Commissioner of Revenue of
- 78 the Department of Revenue or his duly appointed agents or
- 79 employees.
- 80 (g) "Sale" includes the exchange of such light wines,
- 81 light spirit products or beer for money, or giving away or
- 82 distributing any such light wines, light spirit products or beer
- 83 for anything of value; however, the term "sale" shall not include
- 84 beer offered and provided on the premises of a brewery for the
- 85 purpose of tasting or sampling as authorized in Section 67-3-47.

- 86 (h) "Light wines, light spirit products or beer" means
- 87 beer, light spirit products and light wines legalized for sale by
- 88 the provisions of Chapter 3 of Title 67, Mississippi Code of 1972.
- (i) "Distributor" includes every person who receives
- 90 either from within or from without this state, from a brewery, a
- 91 winery or any other source, light wines, light spirit products or
- 92 beer as defined in Chapter 3 of Title 67, Mississippi Code of
- 93 1972, for the purpose of distributing or otherwise disposing of
- 94 such light wines, light spirit products or beer to a wholesaler or
- 95 retailer of such light wines, light spirit products or beer.
- 96 (j) "Brewpub" means the premises of any location in
- 97 which light wine, light spirit product or beer is manufactured or
- 98 brewed, for retail sale if the total amount of light wine, light
- 99 spirit product or beer produced on the premises does not exceed
- 100 the production limitation imposed in Section 67-3-22, and the
- 101 light wine, light spirit product or beer is produced for
- 102 consumption on the premises, although without prohibition on sales
- 103 for off-premises consumption.
- 104 (k) "Hospitality cart" means a mobile cart from which
- 105 alcoholic beverages and light wine, light spirit product and beer
- 106 are sold on a golf course and for which a hospitality cart permit
- 107 has been issued under Section 67-1-51.
- 108 (1) "Small craft brewery" shall have the meaning
- 109 ascribed to such term in Section 67-3-3.
- 110 (m) "Manufacturer" means a person who brews beer at a
- 111 brewery; however, the term does not include "brewpubs."

112	(n) "Microbrewery" shall have the meaning ascribed to
113	such term in Section 67-3-3.
114	SECTION 2. Section 27-71-303, Mississippi Code of 1972, is
115	amended as follows:
116	27-71-303. Upon each person approved for a permit to engage
117	in the business of selling light wines, light spirit products or
118	beer there is hereby imposed, levied and assessed, to be collected
119	and paid as herein provided, annual privilege taxes in the
120	following amounts:
121	(a) Retailersfor each place of
122	business\$ 30.00
123	(b) Wholesalers or distributorsfor each
124	county\$ 100.00
125	(c) Manufacturersfor each place of
126	business\$1,000.00
127	(d) Brewpubsfor each place of
128	business\$1,000.00
129	(e) Microbreweryfor each place of
130	business\$1,000.00
131	(f) Small craft breweryfor each
132	place of business\$1,000.00
133	Upon each person operating an airline, bus, boat or railroad
134	car upon which light wines, light spirit products or beer may be
135	sold there is hereby imposed, levied and assessed, to be collected
136	and paid, annual privilege taxes of Thirty Dollars (\$30.00) for

- 137 each airplane, bus, boat or railroad car so operated in this 138 state.
- 139 Provided, however, the amount of the privilege tax to be paid
- for a permit issued for a period of less than twelve (12) months 140
- 141 shall be that proportionate amount of the annual privilege tax
- 142 that the number of months, or part of a month, remaining until its
- expiration date bears to twelve (12) months, but in no case shall 143
- the privilege tax be less than Ten Dollars (\$10.00). 144
- 145 SECTION 3. Section 27-71-307, Mississippi Code of 1972, is
- 146 amended as follows:
- 27-71-307. (1) 147 (a) In addition to the specific tax imposed
- in Section 27-71-303, there is hereby imposed, levied, assessed 148
- 149 and shall be collected, as hereinafter provided, an excise or
- 150 privilege tax upon each person engaged or continuing in the
- 151 business of wholesaler or distributor of light wines, light spirit
- 152 products or beer equivalent to Forty-two and Sixty-eight
- 153 One-hundredths Cents (42.68¢) per gallon upon all light wines,
- light spirit products and beer acquired for sale or distribution 154
- 155 in this state. The excise or privilege tax is also imposed at the
- 156 same rate upon each gallon of light wine, light spirit product or
- 157 beer manufactured by brewpubs, each of which shall accurately and
- 158 reliably measure the quantity of light wine, light spirit product
- 159 and beer produced by using a measuring device such as a meter or
- 160 gauge glass or any other suitable method approved by the
- 161 commissioner. The excise or privilege tax is also imposed at the
- 162 same rate upon each gallon of light wine, light spirit product or

163 beer provided by a small craft brewery or microbrewery for sale as

164 authorized under Section 67-3-48 and upon each gallon of light

165 wine, light spirit product or beer provided for tasting or

166 sampling under Section 67-3-47. The tax is hereby imposed as an

167 additional tax for the privilege of engaging or continuing in

168 business.

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169 The excise tax imposed in this section shall be (b)

170 paid to the Department of Revenue monthly on or before the

171 fifteenth day of the month following the month in which the beer,

light spirit product or light wine was manufactured or received in 172

173 this state. Monthly report forms shall be furnished by the

174 commissioner to the wholesalers, distributors, brewpubs,

microbreweries and small craft breweries. 175

176 Provided that persons operating a railroad dining

car, club car or other car in interstate commerce upon which light

wines, light spirit products or beer may be sold and who are

179 licensed under the provisions of Section 67-3-27 and any other law

relating to the sale of such beverages shall keep such records of

181 the sales of such light wines, light spirit products and beer in

182 this state as the commissioner shall prescribe and shall submit

183 monthly reports of such sales to the commissioner within fifteen

184 (15) days after the end of each month on a form prescribed

185 therefor by the commissioner, and shall pay the tax due under the

186 provisions of this section at the time such reports are filed.

187 No official crowns, lids, labels or stamps with the word

188 "MISSISSIPPI" or "MS" imprinted thereon or any other evidence of

- 189 tax payment is required by this section, or may be required under 190 rule or regulation promulgated by the commissioner, to be affixed 191 on or to any part of a beer, light wine, light spirit product or 192 malt cooler bottle, can or other light wine, light spirit product or malt cooler container. For purposes of this section, malt 193 194 cooler products shall be defined as a flavored malt beverage made 195 from a base of malt beverage and flavored with fruit juices, 196 aromatics and essences of other flavoring in quantities and 197 proportions such that the resulting product possesses a character 198 and flavor distinctive from the base malt beverage and 199 distinguishable from other malt beverages.
- 200 A licensed wholesaler or distributor of beer, light (2)201 spirit product or light wine may not import beer, light spirit 202 product or light wine from any source other than a brewer or 203 importer authorized by the commissioner to sell such beer, light 204 spirit product or light wine in Mississippi. Any person who 205 violates the provisions of this subsection, upon conviction 206 thereof, shall be punished by a fine of not more than One Thousand 207 Dollars (\$1,000.00) or by imprisonment in the county jail for not 208 more than six (6) months, or by both such fine and imprisonment, 209 in the discretion of the court and shall be subject to license 210 forfeiture following an appropriate hearing before the Department 211 of Revenue.
- 212 (3) The wholesaler, distributor, microbrewery or small craft 213 brewery shall be allowed credit for tax paid on beer, light spirit 214 product or light wine which is no longer marketable and which is H. B. 1091

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- 215 destroyed by same when such destruction is witnessed by an agent
- 216 of the commissioner and when the amount of the excise tax exceeds
- 217 One Hundred Dollars (\$100.00). No other loss will be allowed.
- 218 A brewpub shall be allowed credit for light wine, light
- 219 spirit product or beer which has passed through the meter, gauge
- 220 glass or other approved measuring device and which has been soured
- 221 or damaged. The brewpub shall record the removal of sour or
- 222 damaged light wine, light spirit product or beer and may take
- 223 credit after the destruction is witnessed by an agent of the
- 224 commissioner and when the amount of excise tax exceeds Twenty-five
- 225 Dollars (\$25.00). No other loss shall be allowed.
- 226 (4) All manufacturers, brewers and importers of beer, light
- 227 spirit product or light wine shall file monthly reports as
- 228 prescribed by the commissioner listing sales to each wholesaler or
- 229 distributor by date, invoice number, quantity and container size,
- 230 and any other information deemed necessary.
- 231 (5) All small craft breweries and microbreweries shall file
- 232 monthly reports as prescribed by the commissioner regarding the
- 233 sale of light wine, light spirit product or beer authorized under
- 234 Section 67-3-48.
- 235 (6) Manufacturers who offer and provide limited amounts of
- 236 beer for tasting or sampling under Section 67-3-47 shall file
- 237 monthly reports as prescribed by the commissioner regarding the
- 238 beer provided for such tasting or sampling.
- 239 (7) All administrative provisions of the Mississippi Sales
- 240 Tax Law, including those which fix damages, penalties and interest

241 for nonpayment of taxes and for noncompliance with the provisions

242 of such chapter, and all other requirements and duties imposed

upon taxpayers, shall apply to all persons liable for taxes under 243

the provisions of this chapter, and the commissioner shall 244

245 exercise all the power and authority and perform all the duties

246 with respect to taxpayers under this chapter as are provided in

247 the sales tax law except where there is conflict, then the

provisions of this chapter shall control. 248

249 SECTION 4. Section 27-71-509, Mississippi Code of 1972, is

250 amended as follows:

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251 27-71-509. It shall be unlawful for any brewer,

252 manufacturer, distributor or retailer of light wines, light spirit

products or beer to whom a permit has been issued under the

254 provisions of Sections 67-3-15 and 67-3-23, Mississippi Code of

1972, to write or print on any label or container of either of the 255

256 above-named commodities any matter relating to the alcoholic

257 content of such beverage or beverages, except a statement, to the

258 effect that the contents of the vessel or container in which light

259 wine shall be sold does not contain alcohol in excess of five

260 percent (5%) of the contents thereof, by weight, that the contents

261 of the vessel or container in which light spirit product shall be

262 sold does not contain alcohol in excess of \* \* \* six and one-half

percent (6-1/2%) of the contents thereof, by weight, and that the 263

264 contents of the vessel or container in which beer shall be sold

does not contain alcohol in excess of eight percent (8%) of the

266 contents thereof, by weight. It shall be unlawful for any such

- 267 brewer, wholesaler, distributor or retailer to sell any such
- 268 commodity with any statement in conflict with the provisions of
- 269 this section, with reference to the alcoholic content of such
- 270 beverage or beverages, except that a statement of alcoholic
- 271 content may be expressed on any light wine, light spirit product
- 272 or beer label in terms of volume or weight, at the manufacturer's
- 273 option; and such statement, if by volume, shall be subject to the
- 274 same permitted tolerance allowed for wine containing fourteen
- 275 percent (14%) alcohol by volume or less by Section 4.36(b)(1) of
- 276 the Federal Labeling Requirements for Wine, 27 CFR Part 4, subpart
- 277 D, and Section 7.71(c) 27 CFR Part 7, subpart G, and, if by
- 278 weight, shall be subject to an equivalent permitted tolerance,
- 279 determined in terms of alcohol by weight.
- 280 **SECTION 5.** Section 67-3-3, Mississippi Code of 1972, is
- 281 amended as follows:
- 282 67-3-3. When used in this chapter, unless the context
- 283 indicates otherwise:
- 284 (a) "Commissioner" means the Commissioner of Revenue of
- 285 the Department of Revenue of the State of Mississippi, and his
- 286 authorized agents and employees.
- 287 (b) "Person" means one or more persons, a company, a
- 288 corporation, a partnership, a syndicate or an association.
- 289 (c) "Brewpub" shall have the meaning ascribed to such
- 290 term in Section 27-71-301.
- 291 (d) "Beer" means a malt beverage as defined in the
- 292 Federal Alcohol Administration Act and any rules and regulations

- adopted pursuant to such act of an alcoholic content of not more than eight percent (8%) by weight.
- 295 (e) "Light wine" means wine of an alcoholic content of 296 not more than five percent (5%) by weight.
- 297 (f) "Small craft brewery" means a person having a 298 permit under this chapter to manufacture or brew light wine, light 299 spirit product or beer in this state and who manufactures or brews 300 not more than sixty thousand (60,000) barrels of light wine, light 301 spirit product or beer at all breweries that such person or its 302 affiliates, subsidiary or parent company owns or controls or with whom such person contracts with for the manufacture of light wine, 303 304 light spirit product or beer. For purposes of this paragraph, 305 contract-brewed beer manufactured by a person having a permit 306 under this chapter to manufacture or brew light wine, light spirit 307 product or beer shall be included in the sixty-thousand-barrel 308 limitation.
- 309 (g) "Growler" means a sealed container that holds not
  310 more than one hundred twenty-eight (128) ounces of light wine,
  311 light spirit product or beer. A growler must have a label on it
  312 stating what it contains.
- 313 (h) "Manufacturer" shall have the meaning ascribed to 314 such term in Section 27-71-301.
- 315 (i) "Contract-brewed beer" means beer brewed by a 316 manufacturer who:

- 317 (i) Makes the beer pursuant to a written contract
- 318 with another beer manufacturer, and neither entity has a
- 319 controlling interest in the other entity;
- 320 (ii) Makes the beer in accordance with a recipe
- 321 that is a trade secret of the beer manufacturer having its beer
- 322 made under contract; and
- 323 (iii) Has no right to sell the beer to any other
- 324 beer manufacturer, importer or wholesaler other than the beer
- 325 manufacturer who contracted for the beer.
- 326 (j) "Light spirit product" means a beverage of an
- 327 alcoholic content of not more than four percent (4%) by weight and
- 328 containing one or more distilled spirits, as defined in Section
- 329 67-1-5. It shall also mean a beverage of an alcoholic content in
- 330 excess of four percent (4%) by weight but shall not exceed six and
- 331 one-half percent (6-1/2%) alcohol by weight and is limited to
- 332 containers of five hundred (500) milliliters or less for those
- 333 products over four percent (4%) by weight but not exceeding six
- and one-half percent (6-1/2%) by weight.
- 335 (k) "Microbrewery" means a person having a permit under
- 336 this chapter to manufacture or brew light wine, light spirit
- 337 product or beer in this state and who manufactures or brews not
- 338 more than three thousand (3,000) barrels of light wine, light
- 339 spirit product or beer at its permitted location.
- 340 **SECTION 6.** Section 67-3-48, Mississippi Code of 1972, is
- 341 amended as follows:

- 342 67-3-48. (1) A small craft brewery may sell at retail light
  343 wine, light spirit product or beer produced at its brewery for
  344 consumption on the premises of the brewery and consumption off the
  345 premises of the brewery if the sales are made on the premises of
  346 the brewery and the light wine, light spirit product or beer
  347 products offered for sale are also made available for sale to
- 349 A small craft brewery shall not sell at retail more (2) (a) 350 than \* \* \* twenty-five percent (25%) of the light wine, light 351 spirit product or beer produced annually at its brewery or more 352 than \* \* \* two thousand five hundred (2,500) barrels of light 353 wine, light spirit product or beer produced at the brewery 354 annually, whichever is the lesser amount. For purposes of this 355 subsection, contract-brewed beer shall not be included in the 356 amount of beer produced annually at the brewery. The light wine, 357 light spirit product or beer must be sold at a price approximating 358 retail prices generally charged for identical beverages in the
- 360 (b) A small craft brewery shall not make retail sales
  361 of more than \* \* \* six hundred seventy (670) ounces, in the
  362 aggregate, of light wine, light spirit product or beer to any one
  363 (1) individual for consumption off the premises of the brewery
  364 within a twenty-four-hour period.

county where the brewery is located.

365 (c) The limits on sales provided for in this subsection 366 shall not apply to beer provided pursuant to Section 67-3-47.

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wholesalers.

367	(d) A microbrewery shall not sell at retail more than
368	eighty percent (80%) of light wine, light spirit product or beer
369	produced annually at its brewery. The light wine, light spirit
370	product or beer must be sold at a price approximating prices
371	generally charged for identical beverages in the county where the

- 372 microbrewery is located.
- 373 (3) A small craft brewery or microbrewery shall take
  374 commercially reasonable steps to ensure that light wine, light
  375 spirit product or beer products sold for consumption off the
  376 premises of the brewery are being sold for personal use and not
  377 for resale and are not being sold to anyone holding a retail
  378 permit for the purpose of resale in their establishment.
- 379 (4) A small craft brewery <u>or microbrewery</u> shall not make 380 retail sales of contract-brewed beer.
- 381 (5) A small craft brewery <u>or microbrewery</u> shall not mail or 382 ship light wine, light spirit product or beer to a consumer.
- 383 **SECTION 7.** Section 67-3-49, Mississippi Code of 1972, is amended as follows:
- 385 67-3-49. (1)Except as otherwise provided in this section, 386 it shall be unlawful for any brewer or manufacturer or distributor 387 or wholesale dealer of or in light wines, light spirit products 388 and/or beer to manufacture or knowingly bring upon his premises or 389 keep thereon any wine of an alcoholic content of more than five 390 percent (5%) by weight, any light spirit product of an alcoholic 391 content of more than \* \* \* six and one-half percent (6-1/2%) by 392 weight, any beer of an alcoholic content of more than eight

- 393 percent (8%) by weight, or any distilled spirits of any alcoholic
- 394 content whatsoever. Any person that shall add to or mix with any
- 395 beer, light spirit product or light wine any alcoholic or other
- 396 liquid, or any alcohol cube or cubes, or any other ingredient or
- 397 ingredients that will increase or tend to increase the alcoholic
- 398 content of such liquor, or any person that shall knowingly offer
- 399 for sale any liquor so treated, shall be guilty of a misdemeanor
- 400 and punished as hereinafter provided in this chapter. The
- 401 commissioner shall take any action he considers necessary to
- 402 ensure that light wine, light spirit product and/or beer
- 403 manufactured at a brewpub complies with the provisions of this
- 404 section.
- 405 (2) A brewer or manufacturer of light wine, light spirit
- 406 product or beer may manufacture and keep upon his premises beer of
- 407 an alcoholic content of more than eight percent (8%) by weight if
- 408 the beer is manufactured for legal sale in another state.
- 409 **SECTION 8.** Section 67-3-55, Mississippi Code of 1972, is
- 410 amended as follows:
- 411 67-3-55. (1) Except as otherwise provided in Section
- 412 67-1-41, it shall be unlawful for any retailer to possess for
- 413 purpose of sale, to sell, or to offer to sell any light wine,
- 414 light spirit product or beer which was not purchased from a
- 415 wholesaler in this state who has a permit to sell such light wine,
- 416 light spirit product or beer, except for beer, light spirit
- 417 product or light wine that was brewed on the premises of the

- 418 retailer who holds a permit as a brewpub pursuant to Article 3,
- 419 Chapter 71, Title 27, Mississippi Code of 1972.
- 420 It shall be unlawful for any wholesaler to possess for
- 421 purpose of sale, to sell, or to offer to sell any light wine,
- 422 light spirit product or beer which was not purchased from a
- 423 manufacturer or importer of a foreign manufacturer authorized to
- 424 sell such light wine, light spirit product or beer in this state.
- 425 (3) This section shall not apply to:
- 426 Beer offered and provided on the premises of a
- 427 brewery for the purpose of tasting or sampling as authorized in
- 428 Section 67-3-47; or
- 429 Light wine, light spirit product or beer sold on
- 430 the premises of a small craft brewery or microbrewery as
- 431 authorized in Section 67-3-48.
- 432 SECTION 9. Section 67-1-51, Mississippi Code of 1972, is
- 433 amended as follows:
- 434 67-1-51. (1) Permits which may be issued by the department
- shall be as follows: 435
- 436 Manufacturer's permit. A manufacturer's permit (a)
- 437 shall permit the manufacture, importation in bulk, bottling and
- storage of alcoholic liquor and its distribution and sale to 438
- 439 manufacturers holding permits under this chapter in this state and
- 440 to persons outside the state who are authorized by law to purchase
- the same, and to sell as provided by this chapter. 441
- Manufacturer's permits shall be of the following classes: 442

Class 1. Distiller's and/or rectifier's permit, which shall

444 authorize the holder thereof to operate a distillery for the

445 production of distilled spirits by distillation or redistillation

446 and/or to operate a rectifying plant for the purifying, refining,

447 mixing, blending, flavoring or reducing in proof of distilled

448 spirits and alcohol.

Class 2. Wine manufacturer's permit, which shall authorize

450 the holder thereof to manufacture, import in bulk, bottle and

451 store wine or vinous liquor.

Class 3. Native wine producer's permit, which shall

453 authorize the holder thereof to produce, bottle, store and sell

454 native wines.

455 (b) Package retailer's permit. Except as otherwise

456 provided in this paragraph and Section 67-1-52, a package

457 retailer's permit shall authorize the holder thereof to operate a

458 store exclusively for the sale at retail in original sealed and

459 unopened packages of alcoholic beverages, including native wines

460 and light spirit products, not to be consumed on the premises

461 where sold. Alcoholic beverages shall not be sold by any retailer

in any package or container containing less than fifty (50)

463 milliliters by liquid measure. A package retailer's permit, with

464 prior approval from the department, shall authorize the holder

465 thereof to sample new product furnished by a manufacturer's

466 representative or his employees at the permitted place of business

467 so long as the sampling otherwise complies with this chapter and

468 applicable department regulations. Such samples may not be

provided to customers at the permitted place of business. In
addition to the sale at retail of packages of alcoholic beverages,
the holder of a package retailer's permit is authorized to sell at
retail corkscrews, wine glasses, soft drinks, ice, juices, mixers
and 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.

On-premises retailer's permit. Except as otherwise provided in subsection (5) of this section, an on-premises retailer's permit shall authorize the sale of alcoholic beverages, including native wines, for consumption on the licensed premises only; however, a patron of the permit holder may remove one (1) bottle of wine from the licensed premises if: (i) the patron consumed a portion of the bottle of wine in the course of consuming a meal purchased on the licensed premises; (ii) the 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 visibly apparent if the bag is opened; and (iv) a dated receipt for the wine and the meal is available. Additionally, as part of a carryout order, a permit holder may sell one (1) bottle of wine to be removed from the licensed premises for every two (2) entrees Such a permit shall be issued only to qualified hotels, restaurants and clubs, small craft breweries, microbreweries, and to common carriers with adequate facilities for serving passengers. In resort areas, whether inside or outside of a municipality, the department, in its discretion, may issue

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495 on-premises retailer's permits to such establishments as it deems 496 An on-premises retailer's permit when issued to a common 497 carrier shall authorize the sale and serving of alcoholic 498 beverages aboard any licensed vehicle while moving through any 499 county of the state; however, the sale of such alcoholic beverages 500 shall not be permitted while such vehicle is stopped in a county 501 that has not legalized such sales. If an on-premises retailer's 502 permit is applied for by a common carrier operating solely in the 503 water, such common carrier must, along with all other 504 qualifications for a permit, (i) be certified to carry at least 505 one hundred fifty (150) passengers and/or provide overnight 506 accommodations for at least fifty (50) passengers and (ii) operate 507 primarily in the waters within the State of Mississippi which lie 508 adjacent to the State of Mississippi south of the three (3) most 509 southern counties in the State of Mississippi and/or on the 510 Mississippi River or navigable waters within any county bordering 511 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) 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

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- alcoholic beverages for his own account, and no such beverage shall be brought into this state in pursuance of the exercise of such permit otherwise than through a permit issued to a wholesaler or manufacturer in the state.
- 525 Native wine retailer's permit. Except as otherwise 526 provided in subsection (5) of this section, a native wine 527 retailer's permit shall be issued only to a holder of a Class 3 528 manufacturer's permit, and shall authorize the holder thereof to 529 make retail sales of native wines to consumers for on-premises 530 consumption or to consumers in originally sealed and unopened 531 containers at an establishment located on the premises of or in 532 the immediate vicinity of a native winery. When selling to consumers for on-premises consumption, a holder of a native wine 533 534 retailer's permit may add to the native wine alcoholic beverages not produced on the premises, so long as the total volume of 535 536 foreign beverage components does not exceed twenty percent (20%) 537 of the mixed beverage. Hours of sale shall be the same as those 538 authorized for on-premises permittees in the city or county in 539 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 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:

547 Class 1. A temporary one-day permit may be issued to bona 548 fide nonprofit civic or charitable organizations authorizing the sale of alcoholic beverages, including native wine, for 549 550 consumption on the premises described in the temporary permit only. Class 1 permits may be issued only to applicants 551 552 demonstrating to the department, by a statement signed under 553 penalty of perjury submitted ten (10) days prior to the proposed 554 date or such other time as the department may determine, that they meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)555 556 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 557 Class 1 permittees shall obtain all alcoholic beverages from 558 package retailers located in the county in which the temporary 559 permit is issued. Alcoholic beverages remaining in stock upon 560 expiration of the temporary permit may be returned by the 561 permittee to the package retailer for a refund of the purchase 562 price upon consent of the package retailer or may be kept by the 563 permittee exclusively for personal use and consumption, subject to 564 all laws pertaining to the illegal sale and possession of 565 alcoholic beverages. The department, following review of the 566 statement provided by the applicant and the requirements of the 567 applicable statutes and regulations, may issue the permit. 568 Class 2. A temporary permit, not to exceed seventy (70) 569 days, may be issued to prospective permittees seeking to transfer 570 a permit authorized in paragraph (c) of this subsection. A Class 571 2 permit may be issued only to applicants demonstrating to the 572 department, by a statement signed under the penalty of perjury, H. B. 1091

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573 that they meet the qualifications of Sections 67-1-5(1), (m), (n),
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- 574 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and
- 575 67-1-59. The department, following a preliminary review of the
- 576 statement provided by the applicant and the requirements of the
- 577 applicable statutes and regulations, may issue the permit.
- 578 Class 2 temporary permittees must purchase their alcoholic
- 579 beverages directly from the department or, with approval of the
- 580 department, purchase the remaining stock of the previous
- 581 permittee. If the proposed applicant of a Class 1 or Class 2
- 582 temporary permit falsifies information contained in the
- 583 application or statement, the applicant shall never again be
- 584 eligible for a retail alcohol beverage permit and shall be subject
- 585 to prosecution for perjury.
- 586 Class 3. A temporary one-day permit may be issued to a
- 587 retail establishment authorizing the complimentary distribution of
- 588 wine, including native wine, to patrons of the retail
- 589 establishment at an open house or promotional event, for
- 590 consumption only on the premises described in the temporary
- 591 permit. A Class 3 permit may be issued only to an applicant
- 592 demonstrating to the department, by a statement signed under
- 593 penalty of perjury submitted ten (10) days before the proposed
- 594 date or such other time as the department may determine, that it
- 595 meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
- 596 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
- 597 A Class 3 permit holder shall obtain all alcoholic beverages from
- 598 the holder(s) of a package retailer's permit located in the county

599 in which the temporary permit is issued. Wine remaining in stock 600 upon expiration of the temporary permit may be returned by the 601 Class 3 temporary permit holder to the package retailer for a 602 refund of the purchase price, with consent of the package 603 retailer, or may be kept by the Class 3 temporary permit holder 604 exclusively for personal use and consumption, subject to all laws 605 pertaining to the illegal sale and possession of alcoholic 606 beverages. The department, following review of the statement 607 provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. No retailer may 608 609 receive more than twelve (12) Class 3 temporary permits in a 610 calendar year. A Class 3 temporary permit shall not be issued to 611 a retail establishment that either holds a merchant permit issued 612 under paragraph (1) of this subsection, or holds a permit issued 613 under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 614 the holder to engage in the business of a retailer of light wine 615 or beer.

the purchase of alcoholic beverages by a person engaging in business as a caterer and the resale of alcoholic beverages by such person in conjunction with such catering business. No person shall qualify as a caterer unless forty percent (40%) or more of the revenue derived from such catering business shall be from the serving of prepared food and not from the sale of alcoholic beverages and unless such person has obtained a permit for such business from the Department of Health. A caterer's permit shall

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625 not authorize the sale of alcoholic beverages on the premises of 626 the person engaging in business as a caterer; however, the holder 627 of an on-premises retailer's permit may hold a caterer's permit. 628 When the holder of an on-premises retailer's permit or an 629 affiliated entity of the holder also holds a caterer's permit, the 630 caterer's permit shall not authorize the service of alcoholic 631 beverages on a consistent, recurring basis at a separate, fixed 632 location owned or operated by the caterer, on-premises retailer or 633 affiliated entity and an on-premises retailer's permit shall be required for the separate location. All sales of alcoholic 634 635 beverages by holders of a caterer's permit shall be made at the 636 location being catered by the caterer, and, except as otherwise provided in subsection (5) of this section, such sales may be made 637 638 only for consumption at the catered location. The location being 639 catered may be anywhere within a county or judicial district that 640 has voted to come out from under the dry laws or in which the sale 641 and distribution of alcoholic beverages is otherwise authorized by 642 law. Such sales shall be made pursuant to any other conditions 643 and restrictions which apply to sales made by on-premises retail 644 permittees. The holder of a caterer's permit or his employees 645 shall remain at the catered location as long as alcoholic 646 beverages are being sold pursuant to the permit issued under this 647 paragraph (q), and the permittee shall have at the location the 648 identification card issued by the Alcoholic Beverage Control 649 Division of the department. No unsold alcoholic beverages may be 650 left at the catered location by the permittee upon the conclusion

of his business at that location. Appropriate law enforcement

officers and Alcoholic Beverage Control Division personnel may

653 enter a catered location on private property in order to enforce

654 laws governing the sale or serving of alcoholic beverages.

- (h) Research permit. A research permit shall authorize
- 656 the holder thereof to operate a research facility for the
- 657 professional research of alcoholic beverages. Such permit shall
- 658 authorize the holder of the permit to import and purchase limited
- 659 amounts of alcoholic beverages from the department or from
- 660 importers, wineries and distillers of alcoholic beverages for
- 661 professional research.
- (i) Alcohol processing permit. An alcohol processing
- 663 permit shall authorize the holder thereof to purchase, transport
- and possess alcoholic beverages for the exclusive use in cooking,
- 665 processing or manufacturing products which contain alcoholic
- 666 beverages as an integral ingredient. An alcohol processing permit
- 667 shall not authorize the sale of alcoholic beverages on the
- 668 premises of the person engaging in the business of cooking,
- 669 processing or manufacturing products which contain alcoholic
- 670 beverages. The amounts of alcoholic beverages allowed under an
- 671 alcohol processing permit shall be set by the department.
- (j) Hospitality cart permit. A hospitality cart permit
- 673 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
- 675 permit. The alcoholic beverages sold from the cart must be
- 676 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.
- 684 (1)Merchant permit. Except as otherwise provided in 685 subsection (5) of this section, a merchant permit shall be issued only to the owner of a spa facility, an art studio or gallery, or 686 687 a cooking school, and shall authorize the holder to serve 688 complimentary by the glass wine only, including native wine, at the holder's spa facility, art studio or gallery, or cooking 689 690 school. A merchant permit holder shall obtain all wine from the 691 holder of a package retailer's permit.
- 692 (m) Temporary alcoholic beverages charitable auction 693 A temporary permit, not to exceed five (5) days, may be permit. 694 issued to a qualifying charitable nonprofit organization that is 695 exempt from taxation under Section 501(c)(3) or (4) of the Internal Revenue Code of 1986. The permit shall authorize the 696 697 holder to sell alcoholic beverages for the limited purpose of 698 raising funds for the organization during a live or silent auction 699 that is conducted by the organization and that meets the following 700 requirements: (i) the auction is conducted in an area of the 701 state where the sale of alcoholic beverages is authorized; (ii) if 702 the auction is conducted on the premises of an on-premises

703 retailer's permit holder, then the alcoholic beverages to be 704 auctioned must be stored separately from the alcoholic beverages 705 sold, stored or served on the premises, must be removed from the 706 premises immediately following the auction, and may not be 707 consumed on the premises; (iii) the permit holder may not conduct 708 more than two (2) auctions during a calendar year; (iv) the permit 709 holder may not pay a commission or promotional fee to any person 710 to arrange or conduct the auction.

711 Event venue retailer's permit. An event venue (n) 712 retailer's permit shall authorize the holder thereof to purchase 713 and resell alcoholic beverages, including native wines, for 714 consumption on the premises during legal hours during events held 715 on the licensed premises if food is being served at the event by a 716 caterer who is not affiliated with or related to the permittee. 717 The caterer must serve at least three (3) entrees. The permit may 718 only be issued for venues that can accommodate two hundred (200) 719 persons or more. The number of persons a venue may accommodate 720 shall be determined by the local fire department and such 721 determination shall be provided in writing and submitted along 722 with all other documents required to be provided for an 723 on-premises retailer's permit. The permittee must derive the 724 majority of its revenue from event-related fees, including, but 725 not limited to, admission fees or ticket sales for live 726 entertainment in the building. "Event-related fees" do not 727 include alcohol, beer or light wine sales or any fee which may be 728 construed to cover the cost of alcohol, beer or light wine. This

- 729 determination shall be made on a per event basis. An event may 730 not last longer than two (2) consecutive days per week.
- 731 Temporary theatre permit. A temporary theatre  $(\circ)$ 732 permit, not to exceed five (5) days, may be issued to a charitable 733 nonprofit organization that is exempt from taxation under Section 734 501(c)(3) or (4) of the Internal Revenue Code and owns or operates 735 a theatre facility that features plays and other theatrical 736 performances and productions. Except as otherwise provided in 737 subsection (5) of this section, the permit shall authorize the 738 holder to sell alcoholic beverages, including native wines, to 739 patrons of the theatre during performances and productions at the 740 theatre facility for consumption during such performances and 741 productions on the premises of the facility described in the 742 permit. A temporary theatre permit holder shall obtain all 743 alcoholic beverages from package retailers located in the county 744 in which the permit is issued. Alcoholic beverages remaining in 745 stock upon expiration of the temporary theatre permit may be 746 returned by the permittee to the package retailer for a refund of 747 the purchase price upon consent of the package retailer or may be 748 kept by the permittee exclusively for personal use and 749 consumption, subject to all laws pertaining to the illegal sale 750 and possession of alcoholic beverages.
- 751 (p) Charter ship operator's permit. Subject to the 752 provisions of this paragraph (p), a charter ship operator's permit 753 shall authorize the holder thereof and its employees to serve, 754 monitor, store and otherwise control the serving and availability

756 private charters under contract provided by the permit holder. A 757 charter ship operator's permit shall authorize such action by the 758 permit holder and its employees only as to alcoholic beverages 759 brought onto the permit holder's ship by customers of the permit 760 holder as part of such a private charter. All such alcoholic 761 beverages must be removed from the charter ship at the conclusion 762 of each private charter. A charter ship operator's permit shall 763 not authorize the permit holder to sell, charge for or otherwise 764 supply alcoholic beverages to customers, except as authorized in 765 this paragraph (p). For the purposes of this paragraph (p), 766 "charter ship operator" means a common carrier that (i) is 767 certified to carry at least one hundred fifty (150) passengers 768 and/or provide overnight accommodations for at least fifty (50) passengers, (ii) operates only in the waters within the State of 769 770 Mississippi, which lie adjacent to the State of Mississippi south 771 of the three (3) most southern counties in the State of 772 Mississippi, and (iii) provides charters under contract for tours 773 and trips in such waters.

of alcoholic beverages to customers of the permit holder during

(q) Distillery retailer's permit. The holder of a

775 Class 1 manufacturer's permit may obtain a distillery retailer's

776 permit. A distillery retailer's permit shall authorize the holder

777 thereof to sell at retail alcoholic beverages by the sealed and

778 unopened bottle from a retail location at the distillery for

779 off-premises consumption. The holder may only sell product

780 manufactured by the manufacturer at the distillery described in

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782 percent (10%) of the alcoholic beverages produced annually at its 783 distillery. The holder shall not make retail sales of more than 784 two and twenty-five one-hundredths (2.25) liters, in the 785 aggregate, of the alcoholic beverages produced at its distillery 786 to any one (1) individual for consumption off the premises of the 787 distillery within a twenty-four-hour period. The hours of sale 788 shall be the same as those hours for package retailers under this 789 The holder of a distillery retailer's permit is not chapter. 790 required to purchase the alcoholic beverages authorized to be sold 791 by this paragraph from the department's liquor distribution 792 warehouse; however, if the holder does not purchase the alcoholic 793 beverages from the department's liquor distribution warehouse, the 794 holder shall pay to the department all taxes, fees and surcharges 795 on the alcoholic beverages that are imposed upon the sale of 796 alcoholic beverages shipped by the Alcoholic Beverage Control 797 Division of the Department of Revenue. In addition to alcoholic 798 beverages, the holder of a distillery retailer's permit may sell 799 at retail promotional products from the same retail location, 800 including shirts, hats, glasses, and other promotional products 801 customarily sold by alcoholic beverage manufacturers.

the permit. The holder shall not sell at retail more than ten

(r) **Festival Wine Permit**. Any wine manufacturer or native wine producer permitted by Mississippi or any other state is eligible to obtain a Festival Wine Permit. This permit authorizes the entity to transport product manufactured by it to festivals held within the State of Mississippi and sell sealed,

807 unopened bottles to festival participants. The holder of this

- 808 permit may provide samples at no charge to participants.
- 809 "Festival" means any event at which three (3) or more vendors are
- 810 present at a location for the sale or distribution of goods. The
- 811 holder of a Festival Wine Permit is not required to purchase the
- 812 alcoholic beverages authorized to be sold by this paragraph from
- 813 the department's liquor distribution warehouse. However, if the
- 814 holder does not purchase the alcoholic beverages from the
- 815 department's liquor distribution warehouse, the holder of this
- 816 permit shall pay to the department all taxes, fees and surcharges
- 817 on the alcoholic beverages sold at such festivals that are imposed
- 818 upon the sale of alcoholic beverages shipped by the Alcoholic
- 819 Beverage Control Division of the Department of Revenue.
- 820 Additionally, the entity shall file all applicable reports and
- 821 returns as prescribed by the department. This permit is issued
- 822 per festival and provides authority to sell for two (2)
- 823 consecutive days during the hours authorized for on-premises
- 824 permittees' sales in that county or city. The holder of the
- 825 permit shall be required to maintain all requirements set by Local
- 826 Option Law for the service and sale of alcoholic beverages. This
- 827 permit may be issued to entities participating in festivals at
- 828 which a Class 1 temporary permit is in effect.
- This paragraph (r) shall stand repealed from and after July
- 830 1, 2023.

- 831 (2) Except as otherwise provided in subsection (4) of this 832 section, retail permittees may hold more than one (1) retail 833 permit, at the discretion of the department.
- (3) Except as otherwise provided in this subsection, no
  authority shall be granted to any person to manufacture, sell or
  store for sale any intoxicating liquor as specified in this
  chapter within four hundred (400) feet of any church, school,
  kindergarten or funeral home. However, within an area zoned
  commercial or business, such minimum distance shall be not less
  than one hundred (100) feet.

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

The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a bed and breakfast inn listed in the National Register of Historic Places or to the sale or storage of alcoholic beverages in a historic district that is listed in the National Register of Historic Places, is a qualified resort area and is located in a

- municipality having a population greater than one hundred thousand (100,000) according to the latest federal decennial census.
- 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.

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- this section, the holder of a permit issued under subsection (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may sell or otherwise provide alcoholic beverages and/or wine to a patron of the permit holder in the manner authorized in the permit and the patron may remove an open glass, cup or other container of the alcoholic beverage and/or wine from the licensed premises and may possess and consume the alcoholic beverage or wine outside of the licensed premises if: (i) the licensed premises is located within a leisure and recreation district created under Section 67-1-101 and (ii) the patron remains within the boundaries of the leisure and recreation district while in possession of the alcoholic beverage or wine.
- (b) Nothing in this subsection shall be construed to allow a person to bring any alcoholic beverages into a permitted H. B. 1091

premises except to the extent otherwise authorized by this chapter.

885 **SECTION 10.** Section 67-3-9, Mississippi Code of 1972, is 886 amended as follows:

887 67-3-9. Any city in this state, having a population of not 888 less than two thousand five hundred (2,500) according to the 889 latest federal decennial census; or any city in this state having 890 a population of not less than one thousand five hundred (1,500) 891 according to the latest federal decennial census and located within three (3) miles of a city or county that permits the sale, 892 893 receipt, storage and transportation for the purpose of sale of 894 beer, light spirit product or light wine; or any city or town in 895 this state having a population of not less than one thousand 896 (1,000) according to the latest federal decennial census and 897 located in a county that has no city or town with a population of 898 more than two thousand five hundred (2,500); or any city, town or 899 village that is a county seat and has voted to come out from under 900 the dry law under Section 67-1-14; at an election held for the 901 purpose, under the election laws applicable to such city, may 902 either prohibit or permit, except as otherwise provided under 903 Section 67-9-1, the sale and the receipt, storage and 904 transportation for the purpose of sale of beer, light spirit 905 product and light wine. An election to determine whether such 906 sale shall be permitted in cities wherein its sale is prohibited 907 by law shall be ordered by the city or town council or mayor and 908 board of aldermen or other governing body of such city or town for such city or town only, upon the presentation of a petition for such city or town to such governing board containing the names of twenty percent (20%) of the duly qualified voters of such city or town asking for such election. In like manner, an election to determine whether such sale shall be prohibited in cities wherein its sale is permitted by law shall be ordered by the city council or mayor and board of aldermen or other governing board of such city for such city only, upon the presentation of a petition to such governing board containing the names of twenty percent (20%) of the duly qualified voters of such city asking for such election. No election on either question shall be held by any one (1) city more often than once in five (5) years. 

Thirty (30) days' notice shall be given to the qualified electors of such city or town in the manner prescribed by law upon the question of either permitting or prohibiting such sale, and the notice shall contain a statement of the question to be voted on at the election. The tickets to be used in the election shall have the following words printed thereon: "For the legal sale of light wine of an alcoholic content of not more than five percent (5%) by weight, light spirit product of an alcoholic content of not more than \* \* \* six and one-half percent (6-1/2%) by weight, and beer of an alcoholic content of not more than eight percent (8%) by weight"; and the words "Against the legal sale of light wine of an alcoholic content of not more than five percent (5%) by weight, light spirit product of an alcoholic content of not more than \* \* \* six and one-half percent (6-1/2%) by weight, and beer

of an alcoholic content of not more than eight percent (8%) by weight," next below. In making up his or her ticket 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 light wine of an alcoholic content of not more than five percent (5%) by weight, light spirit product of an alcoholic content of not more than \* \* \* six and one-half percent (6-1/2%) by weight, and beer of an alcoholic content of not more than eight percent (8%) by weight," then the city or town council or mayor and board of aldermen or other governing body shall pass the necessary order permitting the legal sale of such light wine, light spirit product and beer in such city or town. If in the election a majority of the qualified electors voting in the election shall vote "Against the legal sale of light wine of an alcoholic content of not more than five percent (5%) by weight, light spirit product of an alcoholic content of not more than \* \* \* six and one-half percent (6-1/2%) by weight, and beer of an alcoholic content of not more than eight percent (8%) by weight," then the city council or mayor and board of aldermen or other governing body shall pass the necessary order prohibiting the sale of such light wine, light spirit product and beer in such city.

All laws or parts of laws in conflict with this section are hereby repealed to the extent of such conflict only, this section being cumulative and supplementary.

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960 **SECTION 11.** Section 67-3-17, Mississippi Code of 1972, is 961 amended as follows:

962 67-3-17. (1) Any person desiring to engage in any business 963 taxable under Sections 27-71-303 through 27-71-317, Mississippi Code of 1972, either as a retailer, or as a wholesaler or 964 965 distributor, or as a manufacturer, of light wines, light spirit 966 products or beer, shall file with the commissioner an application 967 for a permit allowing him to engage in such business. 968 application for a permit shall contain a statement showing the 969 name of the business, and if a partnership, firm, association or 970 limited liability company, the name of each partner or member, and 971 if a corporation the names of two (2) principal officers, the post 972 office address, and the nature of business in which engaged. 973 case any business is conducted at two (2) or more separate places, 974 a separate permit for each place of business shall be required. 975 The commissioner shall prescribe the form of the application and 976 designate who is required to sign the application. 977 application shall be signed under penalty of perjury.

(2) The application shall include a statement that the applicant will not, except as otherwise authorized in this chapter, allow any alcoholic beverages as defined in Section 67-1-5, any beer having an alcoholic content of more than eight percent (8%) by weight, any spirit product having an alcoholic content of more than \* \* \* six and one-half percent (6-1/2%) by weight, or any wine having an alcoholic content of more than five percent (5%) by weight, to be kept, stored or secreted in or on

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- the premises described in such permit or license, and that the applicant will not otherwise violate any law of this state, or knowingly allow any other person to violate any such law, while in
- 990 (3) Each application or filing made under this section shall 991 include the social security number(s) of the applicant in 992 accordance with Section 93-11-64, Mississippi Code of 1972.
- 993 **SECTION 12.** Section 67-3-28, Mississippi Code of 1972, is 994 amended as follows:
- 995 67-3-28. (1) Any person desiring to engage in business as a brewpub shall file with the commissioner, along with the 996 997 application required by Section 67-3-17, Mississippi Code of 1972, 998 a certificate issued by a licensed testing laboratory indicating 999 that such laboratory has tested a sample of the applicant's beer, 1000 light spirit product or light wine, or a combination thereof, and 1001 that the alcohol content of such sample of beer does not exceed 1002 eight percent (8%) by weight, and the alcohol content of such 1003 sample of light spirit product does not exceed \* \* \* six and 1004 one-half percent (6-1/2%) by weight, and the alcoholic content of 1005 such sample of light wine does not exceed five percent (5%) by 1006 weight.
- (2) Every brewpub shall be required to submit to random
  testing by the commissioner to determine whether any beer being
  manufactured, sold, kept, stored or secreted by the license holder
  contains an alcohol content greater than eight percent (8%) by
  weight, and light spirit product being manufactured, sold, kept,

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or on such premises.

1012 stored or secreted by the license holder contains an alcoholic

1013 content greater than \* \* \* six and one-half percent (6-1/2%) by

1014 weight, and any light wine being manufactured, sold, kept, stored

1015 or secreted by the license holder contains an alcoholic content

1016 greater than five percent (5%) by weight. The commissioner shall

1017 establish and administer testing standards and procedures to be

1018 used in such random testing. The brewpub licensee shall be

1019 responsible for all costs incurred by the commissioner in

1020 conducting random testing under this section.

SECTION 13. Section 67-1-5, Mississippi Code of 1972, is

1022 amended as follows:

1023 67-1-5. For the purposes of this chapter and unless

1024 otherwise required by the context:

1025 (a) "Alcoholic beverage" means any alcoholic liquid,

1026 including wines of more than five percent (5%) of alcohol by

1027 weight, capable of being consumed as a beverage by a human being,

1028 but shall not include light wine \* \* \* and beer, as defined in

1029 Section 67-3-3, Mississippi Code of 1972, but shall include native

1030 wines and light spirit products. The words "alcoholic beverage"

1031 shall not include ethyl alcohol manufactured or distilled solely

1032 for fuel purposes or beer of an alcoholic content of more than

1033 eight percent (8%) by weight if the beer is legally manufactured

1034 in this state for sale in another state.

1035 (b) "Alcohol" means the product of distillation of any

1036 fermented liquid, whatever the origin thereof, and includes

- 1037 synthetic ethyl alcohol, but does not include denatured alcohol or 1038 wood alcohol.
- 1039 (c) "Distilled spirits" means any beverage containing
- 1040 more than four percent (4%) of alcohol by weight produced by
- 1041 distillation of fermented grain, starch, molasses or sugar,
- 1042 including dilutions and mixtures of these beverages. "Distilled
- 1043 spirits" does not include certain light spirit products in excess
- 1044 of four percent (4%) alcohol by weight as defined in Section
- 1045 67-3-3.
- 1046 (d) "Wine" or "vinous liquor" means any product
- 1047 obtained from the alcoholic fermentation of the juice of sound,
- 1048 ripe grapes, fruits, honey or berries and made in accordance with
- 1049 the revenue laws of the United States.
- 1050 (e) "Person" means and includes any individual,
- 1051 partnership, corporation, association or other legal entity
- 1052 whatsoever.
- 1053 (f) "Manufacturer" means any person engaged in
- 1054 manufacturing, distilling, rectifying, blending or bottling any
- 1055 alcoholic beverage.
- 1056 (g) "Wholesaler" means any person, other than a
- 1057 manufacturer, engaged in distributing or selling any alcoholic
- 1058 beverage at wholesale for delivery within or without this state
- 1059 when such sale is for the purpose of resale by the purchaser.
- 1060 (h) "Retailer" means any person who sells, distributes,
- 1061 or offers for sale or distribution, any alcoholic beverage for use
- 1062 or consumption by the purchaser and not for resale.

"department" means the Department of Revenue of the State of
Mississippi, which shall create a division in its organization to
be known as the Alcoholic Beverage Control Division. Any
reference to the commission or the department hereafter means the
powers and duties of the Department of Revenue with reference to
supervision of the Alcoholic Beverage Control Division.

- 1070 (j) "Division" means the Alcoholic Beverage Control
  1071 Division of the Department of Revenue.
- 1072 (k) "Municipality" means any incorporated city or town 1073 of this state.
- "Hotel" means an establishment within a 1074 (1)1075 municipality, or within a qualified resort area approved as such 1076 by the department, where, in consideration of payment, food and 1077 lodging are habitually furnished to travelers and wherein are 1078 located at least twenty (20) adequately furnished and completely 1079 separate sleeping rooms with adequate facilities that persons 1080 usually apply for and receive as overnight accommodations. Hotels 1081 in towns or cities of more than twenty-five thousand (25,000) 1082 population are similarly defined except that they must have fifty 1083 (50) or more sleeping rooms. Any such establishment described in 1084 this paragraph with less than fifty (50) beds shall operate one or 1085 more regular dining rooms designed to be constantly frequented by 1086 customers each day. When used in this chapter, the word "hotel" shall also be construed to include any establishment that meets 1087

1088 the definition of "bed and breakfast inn" as provided in this section.

1090 (m) "Restaurant" means:

- 1091 A place which is regularly and in a bona fide 1092 manner used and kept open for the serving of meals to guests for 1093 compensation, which has suitable seating facilities for quests, 1094 and which has suitable kitchen facilities connected therewith for 1095 cooking an assortment of foods and meals commonly ordered at 1096 various hours of the day; the service of such food as sandwiches 1097 and salads only shall not be deemed in compliance with this 1098 requirement. Except as otherwise provided in this paragraph, no 1099 place shall qualify as a restaurant under this chapter unless 1100 twenty-five percent (25%) or more of the revenue derived from such place shall be from the preparation, cooking and serving of meals 1101 and not from the sale of beverages, or unless the value of food 1102 1103 given to and consumed by customers is equal to twenty-five percent 1104 (25%) or more of total revenue; or
- 1105 (ii) Any privately owned business located in a 1106 building in a historic district where the district is listed in 1107 the National Register of Historic Places, where the building has a 1108 total occupancy rating of not less than one thousand (1,000) and 1109 where the business regularly utilizes ten thousand (10,000) square 1110 feet or more in the building for live entertainment, including not only the stage, lobby or area where the audience sits and/or 1111 stands, but also any other portion of the building necessary for 1112 1113 the operation of the business, including any kitchen area, bar

- 1114 area, storage area and office space, but excluding any area for
- 1115 parking. In addition to the other requirements of this
- 1116 subparagraph, the business must also serve food to guests for
- 1117 compensation within the building and derive the majority of its
- 1118 revenue from event-related fees, including, but not limited to,
- 1119 admission fees or ticket sales to live entertainment in the
- 1120 building, and from the rental of all or part of the facilities of
- 1121 the business in the building to another party for a specific event
- 1122 or function.
- 1123 (n) "Club" means an association or a corporation:
- (i) Organized or created under the laws of this
- 1125 state for a period of five (5) years prior to July 1, 1966;
- 1126 (ii) Organized not primarily for pecuniary profit
- 1127 but for the promotion of some common object other than the sale or
- 1128 consumption of alcoholic beverages;
- 1129 (iii) Maintained by its members through the
- 1130 payment of annual dues;
- 1131 (iv) Owning, hiring or leasing a building or space
- in a building of such extent and character as may be suitable and
- 1133 adequate for the reasonable and comfortable use and accommodation
- 1134 of its members and their quests;
- 1135 (v) The affairs and management of which are
- 1136 conducted by a board of directors, board of governors, executive
- 1137 committee, or similar governing body chosen by the members at a
- 1138 regular meeting held at some periodic interval; and

1139 (vi) No member, officer, agent or employee of which is paid, or directly or indirectly receives, in the form of 1140 a salary or other compensation any profit from the distribution or 1141 sale of alcoholic beverages to the club or to members or quests of 1142 1143 the club beyond such salary or compensation as may be fixed and 1144 voted at a proper meeting by the board of directors or other governing body out of the general revenues of the club. 1145

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.

"Qualified resort area" means any area or locality  $(\circ)$ 1158 outside of the limits of incorporated municipalities in this state 1159 commonly known and accepted as a place which regularly and customarily attracts tourists, vacationists and other transients 1160 because of its historical, scenic or recreational facilities or 1161 1162 attractions, or because of other attributes which regularly and customarily appeal to and attract tourists, vacationists and other 1163 transients in substantial numbers; however, no area or locality

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1165 shall so qualify as a resort area until it has been duly and 1166 properly approved as such by the department. The department may 1167 not approve an area as a qualified resort area after July 1, 2018, 1168 if any portion of such proposed area is located within two (2) 1169 miles of a convent or monastery that is located in a county 1170 traversed by Interstate 55 and U.S. Highway 98. A convent or monastery may waive such distance restrictions in favor of 1171 1172 allowing approval by the department of an area as a qualified 1173 resort area. Such waiver shall be in written form from the owner, 1174 the governing body, or the appropriate officer of the convent or 1175 monastery having the authority to execute such a waiver, and the 1176 waiver shall be filed with and verified by the department before 1177 becoming effective.

1178 (i) The department may approve an area or locality
1179 outside of the limits of an incorporated municipality that is in
1180 the process of being developed as a qualified resort area if such
1181 area or locality, when developed, can reasonably be expected to
1182 meet the requisites of the definition of the term "qualified
1183 resort area." In such a case, the status of qualified resort area
1184 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,

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- 1191 except an on-premises retailer's permit, shall be issued for a
- 1192 hotel, restaurant or bed and breakfast inn in such park.
- 1193 (iii) The term includes:
- 1. The clubhouses associated with the state
- 1195 park golf courses at the Lefleur's Bluff State Park, the John Kyle
- 1196 State Park, the Percy Quin State Park and the Hugh White State
- 1197 Park;
- 1198 2. The clubhouse and associated golf course,
- 1199 tennis courts and related facilities and swimming pool and related
- 1200 facilities where the golf course, tennis courts and related
- 1201 facilities and swimming pool and related facilities are adjacent
- 1202 to one or more planned residential developments and the golf
- 1203 course and all such developments collectively include at least
- 1204 seven hundred fifty (750) acres and at least four hundred (400)
- 1205 residential units:
- 1206 3. Any facility located on property that is a
- 1207 game reserve with restricted access that consists of at least
- 1208 three thousand (3,000) contiguous acres with no public roads and
- 1209 that offers as a service hunts for a fee to overnight guests of
- 1210 the facility;
- 1211 4. Any facility located on federal property
- 1212 surrounding a lake and designated as a recreational area by the
- 1213 United States Army Corps of Engineers that consists of at least
- 1214 one thousand five hundred (1,500) acres;
- 1215 5. Any facility that is located in a
- 1216 municipality that is bordered by the Pearl River, traversed by

- 1217 Mississippi Highway 25, adjacent to the boundaries of the Jackson
- 1218 International Airport and is located in a county which has voted
- 1219 against coming out from under the dry law; however, any such
- 1220 facility may only be located in areas designated by the governing
- 1221 authorities of such municipality;
- 1222 6. Any municipality with a population in
- 1223 excess of ten thousand (10,000) according to the latest federal
- 1224 decennial census that is located in a county that is bordered by
- 1225 the Pearl River and is not traversed by Interstate Highway 20,
- 1226 with a population in excess of forty-five thousand (45,000)
- 1227 according to the latest federal decennial census; however, the
- 1228 governing authorities of such a municipality may by ordinance:
- 1229 a. Specify the hours of operation of
- 1230 facilities that offer alcoholic beverages for sale;
- b. Specify the percentage of revenue
- 1232 that facilities that offer alcoholic beverages for sale must
- 1233 derive from the preparation, cooking and serving of meals and not
- 1234 from the sale of beverages;
- 1235 c. Designate the areas in which
- 1236 facilities that offer alcoholic beverages for sale may be located;
- 1237 7. The West Pearl Restaurant Tax District as
- 1238 defined in Chapter 912, Local and Private Laws of 2007;
- 1239 8. a. Land that is located in any county in
- 1240 which Mississippi Highway 43 and Mississippi Highway 25 intersect
- 1241 and:

1242	A. Owned by the Pearl River Valley
1243	Water Supply District, and/or
1244	B. Located within the Reservoir
1245	Community District, zoned commercial, east of Old Fannin Road,
1246	north of Regatta Drive, south of Spillway Road, west of Hugh Ward
1247	Boulevard and accessible by Old Fannin Road, Spillway Road, Spann
1248	Drive and/or Lake Vista Place, and/or
1249	C. Located within the Reservoir
1250	Community District, zoned commercial, west of Old Fannin Road,
1251	south of Spillway Road and extending to the boundary of the
1252	corporate limits of the City of Flowood, Mississippi;
1253	b. The board of supervisors of such
1254	county, with respect to B and C of item 8.a., may by resolution or
1255	other order:
1256	A. Specify the hours of operation
1257	of facilities that offer alcoholic beverages for sale,
1258	B. Specify the percentage of
1259	revenue that facilities that offer alcoholic beverages for sale
1260	must derive from the preparation, cooking and serving of meals and
1261	not from the sale of beverages, and
1262	C. Designate the areas in which
1263	facilities that offer alcoholic beverages for sale may be located;
1264	9. Any facility located on property that is a
1265	game reserve with restricted access that consists of at least
1266	eight hundred (800) contiguous acres with no public roads, that

1267 offers as a service hunts for a fee to overnight guests of the

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1268 facility, and has accommodations for at least fifty (50) overnight
1269 quests;
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- 1270 10. Any facility that:
- 1271 a. Consists of at least six thousand
- 1272 (6,000) square feet being heated and cooled along with an
- 1273 additional adjacent area that consists of at least two thousand
- 1274 two hundred (2,200) square feet regardless of whether heated and
- 1275 cooled,
- b. For a fee is used to host events such
- 1277 as weddings, reunions and conventions,
- 1278 c. Provides lodging accommodations
- 1279 regardless of whether part of the facility and/or located adjacent
- 1280 to or in close proximity to the facility, and
- 1281 d. Is located on property that consists
- 1282 of at least thirty (30) contiguous acres;
- 1283 11. Any facility and related property:
- 1284 a. Located on property that consists of
- 1285 at least one hundred twenty-five (125) contiguous acres and
- 1286 consisting of an eighteen (18) hole golf course, and/or located in
- 1287 a facility that consists of at least eight thousand (8,000) square
- 1288 feet being heated and cooled,
- b. Used for the purpose of providing
- 1290 meals and hosting events, and
- 1291 c. Used for the purpose of teaching
- 1292 culinary arts courses and/or turf management and grounds keeping
- 1293 courses, and/or outdoor recreation and leadership courses;

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                           12.
                                Any facility and related property that:
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                                    Consist of at least eight thousand
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       (8,000) square feet being heated and cooled,
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                                    For a fee is used to host events,
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                                    Is used for the purpose of culinary
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      arts courses, and/or outdoor recreation and leadership courses;
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                                The clubhouse and associated golf course
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      where the golf course is adjacent to one or more residential
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      developments and the golf course and all such developments
      collectively include at least two hundred (200) acres and at least
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      one hundred fifty (150) residential units and are located a. in a
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      county that has voted against coming out from under the dry law;
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      and b. outside of but in close proximity to a municipality in such
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      county which has voted under Section 67-1-14, after January 1,
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      2013, to come out from under the dry law;
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                           14.
                                The clubhouse and associated eighteen
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      (18) hole golf course located in a municipality traversed by
      Interstate Highway 55 and U.S. Highway 51 that has voted to come
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      out from under the dry law;
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                           15.
                                Land that is planned for mixed use
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      development and consists of at least two hundred (200) contiguous
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      acres with one or more planned residential developments
      collectively planned to include at least two hundred (200)
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      residential units when completed and which land is located:
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                                    In a county that has voted to come
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      out from under the dry law,
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b. Outside the corporate limits of any
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- 1321 municipality in such county and adjacent to or in close proximity
- 1322 to a golf course located in a municipality in such county, and
- 1323 c. Within one (1) mile of a state
- 1324 institution of higher learning;
- 1325 16. Any facility with a capacity of five
- 1326 hundred (500) people or more, to be used as a venue for private
- 1327 events, on a tract of land in the Southwest Quarter of Section 33,
- 1328 Township 2 South, Range 7 East, of a county where U.S. Highway 45
- 1329 and U.S. Highway 72 intersect and that has not voted to come out
- 1330 from under the dry law;
- 1331 17. One hundred five (105) contiguous acres,
- 1332 more or less, located in Hinds County, Mississippi, and in the
- 1333 City of Jackson, Mississippi, whereon are constructed a variety of
- 1334 buildings, improvements, grounds or objects for the purpose of
- 1335 holding events thereon to promote agricultural and industrial
- 1336 development in Mississippi;
- 1337 18. Land that is owned by a state institution
- 1338 of higher learning and:
- a. Located entirely within a county that
- 1340 has elected by majority vote not to permit the transportation,
- 1341 storage, sale, distribution, receipt and/or manufacture of light
- 1342 wine and beer pursuant to Section 67-3-7, and
- 1343 b. Adjacent to but outside the
- 1344 incorporated limits of a municipality that has elected by majority

- 1345 vote to permit the sale, receipt, storage and transportation of
- 1346 light wine and beer pursuant to Section 67-3-9.
- 1347 If any portion of the land described in this item 18 has been
- 1348 declared a qualified resort area by the department before July 1,
- 1349 2020, then that qualified resort area shall be incorporated into
- 1350 the qualified resort area created by this item 18;
- 1351 19. Any facility and related property:
- 1352 a. Used as a flea market or similar
- 1353 venue during a weekend (Saturday and Sunday) immediately preceding
- 1354 the first Monday of a month and having an annual average of at
- 1355 least one thousand (1,000) visitors for each such weekend and five
- 1356 hundred (500) vendors for Saturday of each such weekend, and
- 1357 b. Located in a county that has not
- 1358 voted to come out from under the dry law and outside of but in
- 1359 close proximity to a municipality located in such county and which
- 1360 municipality has voted to come out from under the dry law;
- 1361 20. Blocks 1, 2 and 3 of the original town
- 1362 square in any municipality with a population in excess of one
- 1363 thousand five hundred (1,500) according to the latest federal
- 1364 decennial census and which is located in:
- a. A county traversed by Interstate 55
- 1366 and Interstate 20, and
- b. A judicial district that has not
- 1368 voted to come out from under the dry law;
- 1369 21. Any municipality with a population in
- 1370 excess of two thousand (2,000) according to the latest federal

- 1371 decennial census and in which is located a part of White's Creek
- 1372 Lake and in which U.S. Highway 82 intersects with Mississippi
- 1373 Highway 9 and located in a county that is partially bordered on
- 1374 one (1) side by the Big Black River; however, the governing
- 1375 authorities of such a municipality may by ordinance:
- a. Specify the hours of operation of
- 1377 facilities that offer alcoholic beverages for sale;
- b. Specify the percentage of revenue
- 1379 that facilities that offer alcoholic beverages for sale must
- 1380 derive from the preparation, cooking and serving of meals and not
- 1381 from the sale of beverages; and
- 1382 c. Designate the areas in which
- 1383 facilities that offer alcoholic beverages for sale may be located.
- 1384 22. A restaurant located on a two-acre tract
- 1385 adjacent to a five-hundred-fifty-acre lake in the northeast corner
- 1386 of a county traversed by U.S. Interstate 55 and U.S. Highway 84.
- 1387 23. Any tracts of land in Oktibbeha County,
- 1388 situated east of Mississippi Boulevard, north of Coliseum
- 1389 Boulevard and east of Montgomery Hill Road, and not located on the
- 1390 property of a state institution of higher learning.
- The status of these municipalities, districts, clubhouses,
- 1392 facilities, golf courses and areas described in subparagraph (iii)
- 1393 of this paragraph (o) as qualified resort areas does not require
- 1394 any declaration of same by the department.
- 1395 (p) "Native wine" means any product, produced in
- 1396 Mississippi for sale, having an alcohol content not to exceed

1397 twenty-one percent (21%) by weight and made in accordance with 1398 revenue laws of the United States, which shall be obtained primarily from the alcoholic fermentation of the juice of ripe 1399 1400 grapes, fruits, berries, honey or vegetables grown and produced in Mississippi; provided that bulk, concentrated or fortified wines 1401 1402 used for blending may be produced without this state and used in producing native wines. The department shall adopt and promulgate 1403 1404 rules and regulations to permit a producer to import such bulk 1405 and/or fortified wines into this state for use in blending with 1406 native wines without payment of any excise tax that would otherwise accrue thereon. 1407

- 1408 (q) "Native winery" means any place or establishment
  1409 within the State of Mississippi where native wine is produced, in
  1410 whole or in part, for sale.
- "Bed and breakfast inn" means an establishment 1411 1412 within a municipality where in consideration of payment, breakfast 1413 and lodging are habitually furnished to travelers and wherein are located not less than eight (8) and not more than nineteen (19) 1414 1415 adequately furnished and completely separate sleeping rooms with 1416 adequate facilities, that persons usually apply for and receive as 1417 overnight accommodations; however, such restriction on the minimum 1418 number of sleeping rooms shall not apply to establishments on the 1419 National Register of Historic Places. No place shall qualify as a 1420 bed and breakfast inn under this chapter unless on the date of the 1421 initial application for a license under this chapter more than

- 1422 fifty percent (50%) of the sleeping rooms are located in a
- 1423 structure formerly used as a residence.
- 1424 "Board" shall refer to the Board of Tax Appeals of
- 1425 the State of Mississippi.
- 1426 "Spa facility" means an establishment within a
- 1427 municipality or qualified resort area and owned by a hotel where,
- 1428 in consideration of payment, patrons receive from licensed
- 1429 professionals a variety of private personal care treatments such
- 1430 as massages, facials, waxes, exfoliation and hairstyling.
- "Art studio or gallery" means an establishment 1431 (u)
- 1432 within a municipality or qualified resort area that is in the sole
- 1433 business of allowing patrons to view and/or purchase paintings and
- 1434 other creative artwork.
- 1435 "Cooking school" means an establishment within a
- 1436 municipality or qualified resort area and owned by a nationally
- 1437 recognized company that offers an established culinary education
- 1438 curriculum and program where, in consideration of payment, patrons
- are given scheduled professional group instruction on culinary 1439
- 1440 techniques. For purposes of this paragraph, the definition of
- 1441 cooking school shall not include schools or classes offered by
- 1442 grocery stores, convenience stores or drugstores.
- 1443 "Campus" means property owned by a public school
- 1444 district, community or junior college, college or university in
- 1445 this state where educational courses are taught, school functions
- are held, tests and examinations are administered or academic 1446
- 1447 course credits are awarded; however, the term shall not include

- 1448 any "restaurant" or "hotel" that is located on property owned by a
- 1449 community or junior college, college or university in this state,
- 1450 and is operated by a third party who receives all revenue
- 1451 generated from food and alcoholic beverage sales.
- 1452 **SECTION 14.** Section 67-3-47, Mississippi Code of 1972, is
- 1453 brought forward as follows:
- 1454 67-3-47. (1) A person having a permit to manufacture or
- 1455 brew beer under this chapter and who operates a brewery may offer
- 1456 and provide limited amounts of beer on the premises of the brewery
- 1457 for the purpose of tasting or sampling, subject to the following
- 1458 conditions:
- 1459 (a) The beer provided for tasting or sampling must be
- 1460 manufactured in the State of Mississippi by the holder of the
- 1461 permit;
- 1462 (b) The beer may be provided only to persons on the
- 1463 premises of the brewery at no cost and for consumption on the
- 1464 premises of the brewery;
- 1465 (c) The beer may be provided for tasting or sampling
- 1466 between the hours of 8:00 a.m. and 10:00 p.m. on the same day and
- 1467 only in conjunction with a structured tour of the brewery and
- 1468 related facilities which must include the entire manufacturing and
- 1469 brewing processes and methods used at the brewery;
- 1470 (d) No one under twenty-one (21) years of age may
- 1471 participate in the tasting or sampling, and a sign indicating that
- 1472 prohibition shall be placed in a visible location at the entrance
- 1473 to the area where the tasting or sampling will be conducted;

- 1474 (e) An individual size sample of beer shall not exceed
- 1475 six (6) ounces, and no more than six (6) samples of beer may be
- 1476 provided to an individual within a twenty-four-hour period; and
- 1477 (f) The holder of the license operating the brewery
- 1478 shall keep an accurate accounting of the various beers provided
- 1479 and consumed as samples.
- 1480 (2) For the purposes of this section, the term 'brewery'
- 1481 means and has the same definition as that term has in 26 USCS
- 1482 5402.
- 1483 **SECTION 15.** Section 67-3-48.1, Mississippi Code of 1972, is
- 1484 brought forward as follows:
- 1485 67-3-48.1. (1) In the event a small craft brewery is
- 1486 acquired by an entity that manufactures light wine, light spirit
- 1487 product or beer that does not fall within the definition of the
- 1488 term "small craft brewery," the entity that acquired the small
- 1489 craft brewery may continue to operate the brewery as a small craft
- 1490 brewery for as long as the acquired facility meets the definition
- 1491 of the term "small craft brewery"; however, the limit in Section
- 1492 67-3-3 on the amount of barrels of light wine, light spirit
- 1493 product or beer that a small craft brewery may produce shall not
- 1494 apply to light wine, light spirit product or beer that is not
- 1495 produced by the acquired small craft brewery.
- 1496 (2) In the event a small craft brewery acquires an entity
- 1497 that manufactures light wine, light spirit product or beer that
- 1498 does not fall within the definition of the term "small craft
- 1499 brewery," the small craft brewery that acquired the entity may

1500 continue to operate as a small craft brewery for as long as the

1501 brewery meets the definition of the term "small craft brewery."

1502 The light wine, light spirit product or beer produced by the

1503 entity that is acquired by a small craft brewery shall not apply

1504 to the limit in Section 67-3-3 on the amount of light wine, light

1505 spirit product or beer that the small craft brewery may produce.

1506 (3) A small craft brewery described in subsections (1) and

1507 (2) of this section may continue to sell at retail brands the

1508 small craft brewery produces on its premises at all locations at

1509 which it was selling the brands at retail at the time of the

1510 acquisition; however, the small craft brewery may not sell at

1511 retail brands produced by the entity that acquired it or by the

1512 entity it acquires, as the case may be.

1513 **SECTION 16.** Section 67-3-53, Mississippi Code of 1972, is

1514 brought forward as follows:

1515 67-3-53. In addition to any act declared to be unlawful by

this chapter, or by Sections 27-71-301 through 27-71-347, and

1517 Sections 67-3-17, 67-3-27, 67-3-29 and 67-3-57, it shall be

1518 unlawful for the holder of a permit authorizing the sale of beer,

1519 light spirit product or light wine at retail or a small craft

1520 brewery selling light wine, light spirit product or beer at retail

1521 pursuant to Section 67-3-48 or for the employee of the holder of

1522 such a permit or the employee of such a brewery:

1523 (a) To sell or give to be consumed in or upon any

licensed premises or in or upon the premises of a small craft

1525 brewery any beer, light spirit product or light wine between the

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during any time the licensed premises may be required to be closed by municipal ordinance or order of the board of supervisors; however, in areas where the sale of alcoholic beverages is legal under the provisions of the Local Option Alcoholic Beverage Control Law and the hours for selling those alcoholic beverages have been extended beyond midnight for on-premises permittees

hours of midnight and seven o'clock the following morning or

1533 under Section 67-1-37, the hours for selling beer, light spirit

1534 products or light wines are likewise extended in areas where the

1535 sale of beer, light spirit products and light wines is legal in

1536 accordance with the provisions of this chapter.

- 1537 (b) To sell, give or furnish any beer, light spirit
  1538 product or light wine to any person visibly or noticeably
  1539 intoxicated, or to any habitual drunkard, or to any person under
  1540 the age of twenty-one (21) years.
- 1541 (c) To permit in the premises any lewd, immoral or 1542 improper entertainment, conduct or practices.
- 1543 (d) To permit loud, boisterous or disorderly conduct of
  1544 any kind upon the premises or to permit the use of loud musical
  1545 instruments if either or any of the same may disturb the peace and
  1546 quietude of the community in which the business is located.
- 1547 (e) To permit persons of ill repute, known criminals,
  1548 prostitutes or minors to frequent the licensed premises or the
  1549 premises of the small craft brewery, except minors accompanied by
  1550 parents or quardians, or under proper supervision.

- (f) To permit or suffer illegal gambling or the operation of illegal games of chance upon the licensed premises or the premises of the small craft brewery.
- 1554 To receive, possess or sell on the licensed 1555 premises or, except as otherwise authorized by this chapter, on 1556 the premises of the small craft brewery any beverage of any kind 1557 or character containing more than five percent (5%) of alcohol by 1558 weight except any beer containing not more than eight percent (8%) of alcohol by weight, unless the licensee also possesses an 1559 1560 on-premises or manufacturer's permit under the Local Option 1561 Alcoholic Beverage Control Law.
- (h) To accept as full or partial payment for any product any coupons that are redeemed directly or indirectly from a manufacturer, wholesaler or distributor of light wine, light spirit product or beer.
- 1566 **SECTION 17.** This act shall take effect and be in force from 1567 and after July 1, 2021, and shall stand repealed on June 30, 2021.

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

AN ACT TO AMEND SECTION 27-71-301, MISSISSIPPI CODE OF 1972, TO REVISE THE DEFINITION OF THE TERM "RETAILER" AND TO DEFINE THE TERM "MICROBREWERY" FOR PURPOSES OF THE LAWS THAT RELATE TO LICENSE AND EXCISE TAXES ON LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER; TO AMEND SECTION 27-71-303, MISSISSIPPI CODE OF 1972, TO IMPOSE A PRIVILEGE TAX ON HOLDERS OF MICROBREWERY AND SMALL CRAFT BREWERY PERMITS; TO AMEND SECTION 27-71-307, MISSISSIPPI CODE OF 1972, TO IMPOSE AN EXCISE TAX ON LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER PROVIDED BY MICROBREWERIES; TO AMEND SECTION 27-71-509, MISSISSIPPI CODE OF 1972, TO INCREASE THE ALCOHOL CONTENT FOR LIGHT SPIRIT PRODUCTS THAT MAY BE MANUFACTURED, DISTRIBUTED AND

11 LIGHT SPIRIT PRODUCTS THAT MAY BE MANUFACTURED, DISTRIBUTED 12 SOLD; TO AMEND SECTION 67-3-3, MISSISSIPPI CODE OF 1972, TO

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1.3 INCREASE THE ALCOHOL CONTENT PERTAINING TO THE DEFINITION OF THE TERM "LIGHT SPIRIT PRODUCT," AND TO DEFINE THE TERM "MICROBREWERY" 14 FOR PURPOSES OF THE LAWS REGULATING THE SALE OF LIGHT WINE, LIGHT 15 16 SPIRIT PRODUCT AND BEER; TO AMEND SECTION 67-3-48, MISSISSIPPI CODE OF 1972, TO REVISE THE AMOUNT OF LIGHT WINE, LIGHT SPIRIT 17 18 PRODUCT AND BEER PRODUCED AT A SMALL CRAFT BREWERY THAT THE 19 BREWERY MAY SELL AT RETAIL; TO LIMIT THE AMOUNT OF LIGHT WINE, 20 LIGHT SPIRIT PRODUCT AND BEER PRODUCED AT A MICROBREWERY THAT THE 21 MICROBREWERY MAY SELL AT RETAIL; TO AMEND SECTION 67-3-49, 22 MISSISSIPPI CODE OF 1972, TO INCREASE THE ALCOHOL CONTENT FOR 23 LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER THAT MAY BE LAWFULLY 24 MANUFACTURED AND DISTRIBUTED; TO AMEND SECTION 67-3-55, 25 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT CERTAIN PROHIBITIONS 26 RELATING TO THE SALE OF LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER 27 SHALL NOT APPLY TO LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER SOLD 28 ON THE PREMISES OF A MICROBREWERY; TO AMEND SECTION 67-1-51, 29 MISSISSIPPI CODE OF 1972, TO AUTHORIZE SMALL CRAFT BREWERIES AND 30 MICROBREWERIES TO OBTAIN ON-PREMISES RETAILER'S PERMITS UNDER THE 31 LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW, AND TO ALLOW HOLDERS 32 OF PACKAGE RETAILER'S PERMITS TO SELL LIGHT SPIRIT PRODUCTS; TO 33 AMEND SECTIONS 67-3-9, 67-3-17 AND 67-3-28, MISSISSIPPI CODE OF 34 1972, TO CONFORM TO THE INCREASED ALCOHOL CONTENT FOR LIGHT SPIRIT 35 PRODUCTS; TO AMEND SECTION 67-1-5, MISSISSIPPI CODE OF 1972, TO AMEND THE DEFINITION OF "ALCOHOLIC BEVERAGE" TO INCLUDE LIGHT 36 SPIRIT PRODUCTS, AND TO AMEND THE DEFINITION OF "DISTILLED 37 38 SPIRITS" TO EXCLUDE CERTAIN LIGHT SPIRIT PRODUCTS IN EXCESS OF 4% 39 ALCOHOL BY WEIGHT; TO BRING FORWARD SECTIONS 67-3-47, 67-3-48.1 40 AND 67-3-53, MISSISSIPPI CODE OF 1972, WHICH ARE SECTIONS OF LAW 41 REGULATING THE SALE OF LIGHT WINE, LIGHT SPIRIT PRODUCT AND BEER, 42 FOR THE PURPOSES OF POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.

SS26\HB1091A.J

Eugene S. Clarke Secretary of the Senate