House Amendments to Senate Bill No. 2063

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE 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:

13 SECTION 1. Section 67-1-5, Mississippi Code of 1972, is 14 amended as follows:

15 67-1-5. For the purposes of this chapter and unless 16 otherwise required by the context:

17 "Alcoholic beverage" means any alcoholic liquid, (a) 18 including wines of more than five percent (5%) of alcohol by 19 weight, capable of being consumed as a beverage by a human being, 20 but shall not include light wine, light spirit product and beer, as defined in Section 67-3-3, Mississippi Code of 1972, but shall 21 22 include native wines and native spirits. The words "alcoholic 23 beverage" shall not include ethyl alcohol manufactured or 24 distilled solely for fuel purposes or beer of an alcoholic content 25 of more than eight percent (8%) by weight if the beer is legally manufactured in this state for sale in another state. 26

(b) "Alcohol" means the product of distillation of anyfermented liquid, whatever the origin thereof, and includes

29 synthetic ethyl alcohol, but does not include denatured alcohol or 30 wood alcohol.

31 (c) "Distilled spirits" means any beverage containing 32 more than six percent (6%) of alcohol by weight produced by 33 distillation of fermented grain, starch, molasses or sugar, 34 including dilutions and mixtures of these beverages.

35 (d) "Wine" or "vinous liquor" means any product
36 obtained from the alcoholic fermentation of the juice of sound,
37 ripe grapes, fruits, honey or berries and made in accordance with
38 the revenue laws of the United States.

(e) "Person" means and includes any individual,
partnership, corporation, association or other legal entity
whatsoever.

42 (f) "Manufacturer" means any person engaged in
43 manufacturing, distilling, rectifying, blending or bottling any
44 alcoholic beverage.

(g) "Wholesaler" means any person, other than a
manufacturer, engaged in distributing or selling any alcoholic
beverage at wholesale for delivery within or without this state
when such sale is for the purpose of resale by the purchaser.

(h) "Retailer" means any person who sells, distributes,
or offers for sale or distribution, any alcoholic beverage for use
or consumption by the purchaser and not for resale.

52 (i) "State Tax Commission," "commission" or 53 "department" means the Department of Revenue of the State of 54 Mississippi, which shall create a division in its organization to 5. B. 2063 PAGE 2 55 be known as the Alcoholic Beverage Control Division. Any 56 reference to the commission or the department hereafter means the 57 powers and duties of the Department of Revenue with reference to 58 supervision of the Alcoholic Beverage Control Division.

59 (j) "Division" means the Alcoholic Beverage Control60 Division of the Department of Revenue.

61 (k) "Municipality" means any incorporated city or town62 of this state.

63 (1)"Hotel" means an establishment within a 64 municipality, or within a qualified resort area approved as such 65 by the department, where, in consideration of payment, food and lodging are habitually furnished to travelers and wherein are 66 67 located at least twenty (20) adequately furnished and completely separate sleeping rooms with adequate facilities that persons 68 69 usually apply for and receive as overnight accommodations. Hotels 70 in towns or cities of more than twenty-five thousand (25,000) 71 population are similarly defined except that they must have fifty 72 (50) or more sleeping rooms. Any such establishment described in 73 this paragraph with less than fifty (50) beds shall operate one or 74 more regular dining rooms designed to be constantly frequented by 75 customers each day. When used in this chapter, the word "hotel" 76 shall also be construed to include any establishment that meets 77 the definition of "bed and breakfast inn" as provided in this 78 section.

(m) "Restaurant" means:

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80 (i) A place which is regularly and in a bona fide 81 manner used and kept open for the serving of meals to guests for 82 compensation, which has suitable seating facilities for guests, 83 and which has suitable kitchen facilities connected therewith for 84 cooking an assortment of foods and meals commonly ordered at 85 various hours of the day; the service of such food as sandwiches 86 and salads only shall not be deemed in compliance with this 87 requirement. Except as otherwise provided in this paragraph, no 88 place shall qualify as a restaurant under this chapter unless twenty-five percent (25%) or more of the revenue derived from such 89 place shall be from the preparation, cooking and serving of meals 90 91 and not from the sale of beverages, or unless the value of food 92 given to and consumed by customers is equal to twenty-five percent 93 (25%) or more of total revenue; or

94 (ii) Any privately owned business located in a building in a historic district where the district is listed in 95 96 the National Register of Historic Places, where the building has a 97 total occupancy rating of not less than one thousand (1,000) and 98 where the business regularly utilizes ten thousand (10,000) square 99 feet or more in the building for live entertainment, including not 100 only the stage, lobby or area where the audience sits and/or 101 stands, but also any other portion of the building necessary for 102 the operation of the business, including any kitchen area, bar area, storage area and office space, but excluding any area for 103 104 parking. In addition to the other requirements of this 105 subparagraph, the business must also serve food to guests for S. B. 2063

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106 compensation within the building and derive the majority of its 107 revenue from event-related fees, including, but not limited to, 108 admission fees or ticket sales to live entertainment in the 109 building, and from the rental of all or part of the facilities of 110 the business in the building to another party for a specific event 111 or function.

(n) "Club" means an association or a corporation:
(i) Organized or created under the laws of this
state for a period of five (5) years prior to July 1, 1966;

(ii) Organized not primarily for pecuniary profit but for the promotion of some common object other than the sale or consumption of alcoholic beverages;

118 (iii) Maintained by its members through the 119 payment of annual dues;

(iv) Owning, hiring or leasing a building or space in a building of such extent and character as may be suitable and adequate for the reasonable and comfortable use and accommodation of its members and their guests;

(v) The affairs and management of which are conducted by a board of directors, board of governors, executive committee, or similar governing body chosen by the members at a regular meeting held at some periodic interval; and

(vi) No member, officer, agent or employee of which is paid, or directly or indirectly receives, in the form of a salary or other compensation any profit from the distribution or sale of alcoholic beverages to the club or to members or guests of S. B. 2063 PAGE 5 132 the club beyond such salary or compensation as may be fixed and 133 voted at a proper meeting by the board of directors or other 134 governing body out of the general revenues of the club.

135 The department may, in its discretion, waive the five-year 136 provision of this paragraph. In order to qualify under this 137 paragraph, a club must file with the department, at the time of 138 its application for a license under this chapter, two (2) copies of a list of the names and residences of its members and similarly 139 140 file, within ten (10) days after the election of any additional member, his name and address. Each club applying for a license 141 142 shall also file with the department at the time of the application 143 a copy of its articles of association, charter of incorporation, 144 bylaws or other instruments governing the business and affairs 145 thereof.

"Qualified resort area" means any area or locality 146 (0)147 outside of the limits of incorporated municipalities in this state 148 commonly known and accepted as a place which regularly and customarily attracts tourists, vacationists and other transients 149 150 because of its historical, scenic or recreational facilities or 151 attractions, or because of other attributes which regularly and 152 customarily appeal to and attract tourists, vacationists and other 153 transients in substantial numbers; however, no area or locality 154 shall so qualify as a resort area until it has been duly and 155 properly approved as such by the department. The department may 156 not approve an area as a qualified resort area after July 1, 2018, 157 if any portion of such proposed area is located within two (2)

158 miles of a convent or monastery that is located in a county 159 traversed by Interstate 55 and U.S. Highway 98. A convent or 160 monastery may waive such distance restrictions in favor of allowing approval by the department of an area as a qualified 161 resort area. Such waiver shall be in written form from the owner, 162 163 the governing body, or the appropriate officer of the convent or 164 monastery having the authority to execute such a waiver, and the 165 waiver shall be filed with and verified by the department before 166 becoming effective.

(i) The department may approve an area or locality outside of the limits of an incorporated municipality that is in the process of being developed as a qualified resort area if such area or locality, when developed, can reasonably be expected to meet the requisites of the definition of the term "qualified resort area." In such a case, the status of qualified resort area shall not take effect until completion of the development.

174 The term includes any state park which is (ii) declared a resort area by the department; however, such 175 176 declaration may only be initiated in a written request for resort 177 area status made to the department by the Executive Director of 178 the Department of Wildlife, Fisheries and Parks, and no permit for 179 the sale of any alcoholic beverage, as defined in this chapter, 180 except an on-premises retailer's permit, shall be issued for a 181 hotel, restaurant or bed and breakfast inn in such park.

182 (iii) The term includes:

183 1. The clubhouses associated with the state 184 park golf courses at the Lefleur's Bluff State Park, the John Kyle 185 State Park, the Percy Quin State Park and the Hugh White State 186 Park;

187 2. The clubhouse and associated golf course, 188 tennis courts and related facilities and swimming pool and related 189 facilities where the golf course, tennis courts and related 190 facilities and swimming pool and related facilities are adjacent 191 to one or more planned residential developments and the golf course and all such developments collectively include at least 192 193 seven hundred fifty (750) acres and at least four hundred (400) 194 residential units;

3. Any facility located on property that is a game reserve with restricted access that consists of at least three thousand (3,000) contiguous acres with no public roads and that offers as a service hunts for a fee to overnight guests of the facility;

4. Any facility located on federal property surrounding a lake and designated as a recreational area by the United States Army Corps of Engineers that consists of at least one thousand five hundred (1,500) acres;

204 5. Any facility that is located in a
205 municipality that is bordered by the Pearl River, traversed by
206 Mississippi Highway 25, adjacent to the boundaries of the Jackson
207 International Airport and is located in a county which has voted
208 against coming out from under the dry law; however, any such
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209 facility may only be located in areas designated by the governing
210 authorities of such municipality;

211 Any municipality with a population in 6. 212 excess of ten thousand (10,000) according to the latest federal 213 decennial census that is located in a county that is bordered by 214 the Pearl River and is not traversed by Interstate Highway 20, with a population in excess of forty-five thousand (45,000) 215 according to the latest federal decennial census; however, the 216 217 governing authorities of such a municipality may by ordinance: 218 a. Specify the hours of operation of facilities that offer alcoholic beverages for sale; 219 220 Specify the percentage of revenue b. 221 that facilities that offer alcoholic beverages for sale must 222 derive from the preparation, cooking and serving of meals and not 223 from the sale of beverages; 224 с. Designate the areas in which 225 facilities that offer alcoholic beverages for sale may be located; 226 7. The West Pearl Restaurant Tax District as 227 defined in Chapter 912, Local and Private Laws of 2007; 228 8. a. Land that is located in any county in 229 which Mississippi Highway 43 and Mississippi Highway 25 intersect 230 and: 231 Owned by the Pearl River Valley Α. 232 Water Supply District, and/or 233 Located within the Reservoir Β. 234 Community District, zoned commercial, east of Old Fannin Road, S. B. 2063 PAGE 9

235 north of Regatta Drive, south of Spillway Road, west of Hugh Ward Boulevard and accessible by Old Fannin Road, Spillway Road, Spann 236 237 Drive and/or Lake Vista Place, and/or 238 С. Located within the Reservoir 239 Community District, zoned commercial, west of Old Fannin Road, 240 south of Spillway Road and extending to the boundary of the 241 corporate limits of the City of Flowood, Mississippi; 242 The board of supervisors of such b. 243 county, with respect to B and C of item 8.a., may by resolution or 244 other order: 245 Α. Specify the hours of operation 246 of facilities that offer alcoholic beverages for sale, 247 в. Specify the percentage of revenue that facilities that offer alcoholic beverages for sale 248 must derive from the preparation, cooking and serving of meals and 249 250 not from the sale of beverages, and 251 С. Designate the areas in which 252 facilities that offer alcoholic beverages for sale may be located; 253 Any facility located on property that is a 9. 254 game reserve with restricted access that consists of at least 255 eight hundred (800) contiguous acres with no public roads, that 256 offers as a service hunts for a fee to overnight quests of the 257 facility, and has accommodations for at least fifty (50) overnight 258 quests; 259 Any facility that: 10.

260 a. Consists of at least six thousand 261 (6,000) square feet being heated and cooled along with an 262 additional adjacent area that consists of at least two thousand 263 two hundred (2,200) square feet regardless of whether heated and 264 cooled, 265 b. For a fee is used to host events such 266 as weddings, reunions and conventions, 267 Provides lodging accommodations с. 268 regardless of whether part of the facility and/or located adjacent to or in close proximity to the facility, and 269 270 d. Is located on property that consists of at least thirty (30) contiguous acres; 271 272 Any facility and related property: 11. 273 Located on property that consists of a. 274 at least one hundred twenty-five (125) contiguous acres and 275 consisting of an eighteen (18) hole golf course, and/or located in 276 a facility that consists of at least eight thousand (8,000) square 277 feet being heated and cooled, 278 b. Used for the purpose of providing 279 meals and hosting events, and 280 c. Used for the purpose of teaching 281 culinary arts courses and/or turf management and grounds keeping 282 courses, and/or outdoor recreation and leadership courses; 283 12. Any facility and related property that: 284 Consist of at least eight thousand a. 285 (8,000) square feet being heated and cooled, S. B. 2063 PAGE 11

286 b. For a fee is used to host events, 287 с. Is used for the purpose of culinary arts courses, and/or live entertainment courses and art 288 289 performances, and/or outdoor recreation and leadership courses; 290 13. The clubhouse and associated golf course 291 where the golf course is adjacent to one or more residential 292 developments and the golf course and all such developments collectively include at least two hundred (200) acres and at least 293 294 one hundred fifty (150) residential units and are located a. in a 295 county that has voted against coming out from under the dry law; 296 and b. outside of but in close proximity to a municipality in such 297 county which has voted under Section 67-1-14, after January 1, 298 2013, to come out from under the dry law; 299 14. The clubhouse and associated eighteen 300 (18) hole golf course located in a municipality traversed by Interstate Highway 55 and U.S. Highway 51 that has voted to come 301 302 out from under the dry law; 303 a. Land that is planned for mixed use 15. 304 development and consists of at least two hundred (200) contiguous 305 acres with one or more planned residential developments 306 collectively planned to include at least two hundred (200) 307 residential units when completed, and also including a facility 308 that consists of at least four thousand (4,000) square feet that is not part of such land but is located adjacent to or in close 309 proximity thereto, and which land is located: 310

311 In a county that has voted to Α. 312 come out from under the dry law, 313 Outside the corporate limits of Β. any municipality in such county and adjacent to or in close 314 315 proximity to a golf course located in a municipality in such 316 county, and 317 С. Within one (1) mile of a state institution of higher learning; 318 319 The board of supervisors of such b. 320 county may by resolution or other order: 321 Α. Specify the hours of operation 322 of facilities that offer alcoholic beverages for sale, 323 Β. Specify the percentage of 324 revenue that facilities that offer alcoholic beverages for sale 325 must derive from the preparation, cooking and serving of meals and 326 not from the sale of beverages, and 327 С. Designate the areas in which facilities that offer alcoholic beverages for sale may be located; 328 329 16. Any facility with a capacity of five 330 hundred (500) people or more, to be used as a venue for private 331 events, on a tract of land in the Southwest Quarter of Section 33, Township 2 South, Range 7 East, of a county where U.S. Highway 45 332 333 and U.S. Highway 72 intersect and that has not voted to come out 334 from under the dry law; 335 17. One hundred five (105) contiguous acres, 336 more or less, located in Hinds County, Mississippi, and in the S. B. 2063 PAGE 13

337 City of Jackson, Mississippi, whereon are constructed a variety of buildings, improvements, grounds or objects for the purpose of 338 339 holding events thereon to promote agricultural and industrial 340 development in Mississippi; 341 18. Land that is owned by a state institution 342 of higher learning and: 343 a. Located entirely within a county that 344 has elected by majority vote not to permit the transportation, 345 storage, sale, distribution, receipt and/or manufacture of light wine and beer pursuant to Section 67-3-7, and 346 347 b. Adjacent to but outside the incorporated limits of a municipality that has elected by majority 348 349 vote to permit the sale, receipt, storage and transportation of 350 light wine and beer pursuant to Section 67-3-9. 351 If any portion of the land described in this item 18 has been 352 declared a qualified resort area by the department before July 1, 353 2020, then that qualified resort area shall be incorporated into 354 the qualified resort area created by this item 18; 355 19. Any facility and related property: 356 Used as a flea market or similar a. 357 venue during a weekend (Saturday and Sunday) immediately preceding 358 the first Monday of a month and having an annual average of at 359 least one thousand (1,000) visitors for each such weekend and five 360 hundred (500) vendors for Saturday of each such weekend, and 361 Located in a county that has not b. voted to come out from under the dry law and outside of but in 362 S. B. 2063 PAGE 14

363 close proximity to a municipality located in such county and which 364 municipality has voted to come out from under the dry law; 365 20. Blocks 1, 2 and 3 of the original town 366 square in any municipality with a population in excess of one 367 thousand five hundred (1,500) according to the latest federal 368 decennial census and which is located in: 369 a. A county traversed by Interstate 55 370 and Interstate 20, and 371 b. A judicial district that has not 372 voted to come out from under the dry law; 373 21. Any municipality with a population in 374 excess of two thousand (2,000) according to the latest federal decennial census and in which is located a part of White's Creek 375 376 Lake and in which U.S. Highway 82 intersects with Mississippi 377 Highway 9 and located in a county that is partially bordered on 378 one (1) side by the Big Black River; however, the governing 379 authorities of such a municipality may by ordinance: 380 Specify the hours of operation of a. 381 facilities that offer alcoholic beverages for sale; 382 Specify the percentage of revenue b. 383 that facilities that offer alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not 384 385 from the sale of beverages; and 386 Designate the areas in which с. 387 facilities that offer alcoholic beverages for sale may be located;

388 22. A restaurant located on a two-acre tract 389 adjacent to a five-hundred-fifty-acre lake in the northeast corner 390 of a county traversed by U.S. Interstate 55 and U.S. Highway 84; 391 23. Any tracts of land in Oktibbeha County, 392 situated north of Bailey Howell Drive, Lee Boulevard and Old 393 Mayhew Road, east of George Perry Street and south of Mississippi 394 Highway 182, and not located on the property of a state institution of higher learning; however, the board of supervisors 395 396 of such county may by resolution or other order: 397 a. Specify the hours of operation of facilities that offer alcoholic beverages for sale; 398 399 Specify the percentage of revenue b. 400 that facilities that offer alcoholic beverages for sale must 401 derive from the preparation, cooking and serving of meals and not 402 from the sale of beverages; and 403 с. Designate the areas in which 404 facilities that offer alcoholic beverages for sale may be located; 405 A municipality in which Mississippi 24. 406 Highway 27 and Mississippi Highway 28 intersect; however, the 407 governing authorities of such a municipality may by ordinance: 408 a. Specify the hours of operation of 409 facilities offering alcoholic beverages for sale; 410 b. Specify the percentage of revenue 411 that facilities offering alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not from 412 413 the sale of beverages; and S. B. 2063

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414 с. Designate the areas in which 415 facilities offering alcoholic beverages for sale may be located; 416 25. A municipality through which run Mississippi Highway 35 and Interstate 20; however, the governing 417 418 authorities of such a municipality may by ordinance: 419 a. Specify the hours of operation of 420 facilities that offer alcoholic beverages for sale; 421 b. Specify the percentage of revenue 422 that facilities that offer alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not 423 424 from the sale of beverages; and 425 Designate the areas in which с. 426 facilities that offer alcoholic beverages for sale may be located; 427 A municipality in which Mississippi 26. 428 Highway 16 and Mississippi Highway 35 intersect; however, the 429 governing authorities of such a municipality may by ordinance: 430 Specify the hours of operation of a. facilities that offer alcoholic beverages for sale; 431 432 Specify the percentage of revenue b. 433 that facilities that offer alcoholic beverages for sale must 434 derive from the preparation, cooking and serving of meals and not 435 from the sale of beverages; and 436 Designate the areas in which с. 437 facilities that offer alcoholic beverages for sale may be located; 438 27. A municipality in which U.S. Highway 82 439 and Old Highway 61 intersect; however, the governing authorities of such a municipality may by ordinance: 440 441 a. Specify the hours of operation of 442 facilities that offer alcoholic beverages for sale; 443 b. Specify the percentage of revenue 444 that facilities that offer alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not 445 446 from the sale of beverages; and 447 с. Designate the areas in which 448 facilities that offer alcoholic beverages for sale may be located; 449 A municipality in which Mississippi 28. 450 Highway 8 meets Mississippi Highway 1; however, the governing 451 authorities of such a municipality may by ordinance: 452 a. Specify the hours of operation of 453 facilities that offer alcoholic beverages for sale; 454 Specify the percentage of revenue b. that facilities that offer alcoholic beverages for sale must 455 456 derive from the preparation, cooking and serving of meals and not 457 from the sale of beverages; and 458 с. Designate the areas in which 459 facilities that offer alcoholic beverages for sale may be located; 460 A municipality in which U.S. Highway 82 29. 461 and Mississippi Highway 1 intersect; however, the governing 462 authorities of such a municipality may by ordinance:

463 Specify the hours of operation of a. 464 facilities that offer alcoholic beverages for sale; 465 Specify the percentage of revenue b. 466 that facilities that offer alcoholic beverages for sale must 467 derive from the preparation, cooking and serving of meals and not 468 from the sale of beverages; and 469 c. Designate the areas in which 470 facilities that offer alcoholic beverages for sale may be located; 471 30. A municipality in which Mississippi 472 Highway 50 meets Mississippi Highway 9; however, the governing 473 authorities of such a municipality may by ordinance: 474 Specify the hours of operation of a. 475 facilities that offer alcoholic beverages for sale; 476 Specify the percentage of revenue b. 477 that facilities that offer alcoholic beverages for sale must 478 derive from the preparation, cooking and serving of meals and not 479 from the sale of beverages; and 480 Designate the areas in which с. 481 facilities that offer alcoholic beverages for sale may be located; 482 An area bounded on the north by Pearl 31. 483 Street, on the east by West Street, on the south by Court Street 484 and on the west by Farish Street, within a municipality bordered 485 on the east by the Pearl River and through which run Interstate 20 486 and Interstate 55; however, the governing authorities of the 487 municipality in which such area is located may by ordinance:

488 Specify the hours of operation of a. 489 facilities that offer alcoholic beverages for sale; 490 Specify the percentage of revenue b. 491 that facilities that offer alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not 492 493 from the sale of beverages; and 494 c. Designate the areas in which 495 facilities that offer alcoholic beverages for sale may be located; 496 32. Any facility and related property that: 497 Is contracted for mixed-use a. 498 development improvements consisting of office and residential 499 space and a restaurant and lounge, partially occupying the 500 renovated space of a four-story commercial building which 501 previously served as a financial institution; and adjacent 502 property to the west consisting of a single-story office building 503 that was originally occupied by the Brotherhood of Carpenters and Joiners of American Local Number 569; and 504 505 Is situated on a tract of land b. 506 consisting of approximately one and one-tenth (1.10) acres, and 507 the adjacent property to the west consisting of approximately 0.5 508 acres, located in a municipality which is the seat of county 509 government, situated south of Interstate 10, traversed by U.S. 510 Highway 90, partially bordered on one (1) side by the Pascagoula 511 River and having its most southern boundary bordered by the Gulf of Mexico, with a population greater than twenty-two thousand 512

513 (22,000) according to the 2010 federal decennial census; however, 514 the governing authorities of such a municipality may by ordinance: 515 Specify the hours of operation Α. 516 of facilities that offer alcoholic beverages for sale; 517 в. Specify the percentage of 518 revenue that facilities that offer alcoholic beverages for sale 519 must derive from the preparation, cooking and serving of meals and 520 not from the sale of beverages; and 521 С. Designate the areas within the 522 facilities in which alcoholic beverages may be offered for sale; 523 33. Any facility with a maximum capacity of 524 one hundred twenty (120) people that consists of at least three 525 thousand (3,000) square feet being heated and cooled, has a 526 commercial kitchen, has a pavilion that consists of at least nine 527 thousand (9,000) square feet and is located on land more 528 particularly described as follows: 529 All that part of the East Half of the Northwest Quarter 530 of Section 21, Township 7 South, Range 4 East, Union 531 County, Mississippi, that lies South of Mississippi 532 State Highway 348 right-of-way and containing 19.48 533 acres, more or less. 534 ALSO, The Northeast 38 acres of the Southwest Quarter of 535 536 Section 21, Township 7 South, Range 4 East, Union County, Mississippi. 537 538 ALSO,

539 The South 81 1/2 acres of the Southwest Quarter of Section 21, Township 7 South, Range 4 East, Union 540 County, Mississippi; 541 * * * 542 34. A municipality in which U.S. Highway 51 543 and Mississippi Highway 16 intersect; however, the governing 544 authorities of such a municipality may by ordinance: 545 Specify the hours of operation of a. 546 facilities that offer alcoholic beverages for sale; 547 Specify the percentage of revenue b. that facilities that offer alcoholic beverages for sale must 548 549 derive from the preparation, cooking and serving of meals and not 550 from the sale of beverages; and 551 с. Designate the areas in which 552 facilities that offer alcoholic beverages for sale may be located; 553 and 554 35. Any municipality that is bordered in its 555 northwestern boundary by the Pearl River, traversed by U.S. 556 Highway 49 and Interstate 20, and is located in a county which has 557 voted against coming out from under the dry law; however, the 558 governing authorities of such a municipality may by ordinance: 559 Specify the hours of operation of a. 560 facilities that offer alcoholic beverages for sale; 561 b. Specify the percentage of revenue 562 that facilities that offer alcoholic beverages for sale must derive from the preparation, cooking and serving of meals and not 563 564 from the sale of beverages; and S. B. 2063

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c. Designate the areas in which

566 facilities that offer alcoholic beverages for sale may be

567 located.

568 The status of these municipalities, districts, clubhouses, 569 facilities, golf courses and areas described in subparagraph (iii) 570 of this paragraph (o) as qualified resort areas does not require 571 any declaration of same by the department.

572 "Native wine" means any product, produced in (q) 573 Mississippi for sale, having an alcohol content not to exceed twenty-one percent (21%) by weight and made in accordance with 574 revenue laws of the United States, which shall be obtained 575 576 primarily from the alcoholic fermentation of the juice of ripe 577 grapes, fruits, berries, honey or vegetables grown and produced in 578 Mississippi; provided that bulk, concentrated or fortified wines used for blending may be produced without this state and used in 579 580 producing native wines. The department shall adopt and promulgate 581 rules and regulations to permit a producer to import such bulk 582 and/or fortified wines into this state for use in blending with 583 native wines without payment of any excise tax that would otherwise accrue thereon. 584

585 (q) "Native winery" means any place or establishment 586 within the State of Mississippi where native wine is produced, in 587 whole or in part, for sale.

(r) "Bed and breakfast inn" means an establishment within a municipality where in consideration of payment, breakfast and lodging are habitually furnished to travelers and wherein are S. B. 2063 PAGE 23 591 located not less than eight (8) and not more than nineteen (19) 592 adequately furnished and completely separate sleeping rooms with 593 adequate facilities, that persons usually apply for and receive as 594 overnight accommodations; however, such restriction on the minimum 595 number of sleeping rooms shall not apply to establishments on the 596 National Register of Historic Places. No place shall qualify as a 597 bed and breakfast inn under this chapter unless on the date of the 598 initial application for a license under this chapter more than 599 fifty percent (50%) of the sleeping rooms are located in a 600 structure formerly used as a residence.

601 (s) "Board" shall refer to the Board of Tax Appeals of 602 the State of Mississippi.

(t) "Spa facility" means an establishment within a municipality or qualified resort area and owned by a hotel where, in consideration of payment, patrons receive from licensed professionals a variety of private personal care treatments such as massages, facials, waxes, exfoliation and hairstyling.

(u) "Art studio or gallery" means an establishment
within a municipality or qualified resort area that is in the sole
business of allowing patrons to view and/or purchase paintings and
other creative artwork.

(v) "Cooking school" means an establishment within a municipality or qualified resort area and owned by a nationally recognized company that offers an established culinary education curriculum and program where, in consideration of payment, patrons are given scheduled professional group instruction on culinary S. B. 2063

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617 techniques. For purposes of this paragraph, the definition of 618 cooking school shall not include schools or classes offered by 619 grocery stores, convenience stores or drugstores.

620 "Campus" means property owned by a public school (w) 621 district, community or junior college, college or university in 622 this state where educational courses are taught, school functions 623 are held, tests and examinations are administered or academic 624 course credits are awarded; however, the term shall not include 625 any "restaurant" or "hotel" that is located on property owned by a 626 community or junior college, college or university in this state, 627 and is operated by a third party who receives all revenue 628 generated from food and alcoholic beverage sales.

"Native spirit" shall mean any beverage, produced 629 (X) 630 in Mississippi for sale, manufactured primarily by the 631 distillation of fermented grain, starch, molasses or sugar 632 produced in Mississippi, including dilutions and mixtures of these 633 beverages. In order to be classified as "native spirit" under the 634 provisions of this chapter, at least fifty-one percent (51%) of 635 the finished product by volume shall have been obtained from 636 distillation of fermented grain, starch, molasses or sugar grown 637 and produced in Mississippi.

(y) "Native distillery" shall mean any place or
establishment within this state where native spirit is produced in
whole or in part for sale.

641 SECTION 2. Section 67-1-16, Mississippi Code of 1972, is 642 amended as follows:

643 67 - 1 - 16. (1) (a) Before an area may be designated by the 644 governing authorities of a municipality as an area in which 645 facilities which are defined as qualified resort areas in Section 646 67-1-5(0) (iii) 5 may be located, an election shall be held, under 647 the election laws applicable to the municipality, on the question 648 of whether qualified resort areas shall be allowed in the 649 municipality. An election to determine whether qualified resort 650 areas shall be allowed in the municipality shall be ordered by the 651 municipal governing authorities, upon presentation to the governing authorities of a petition containing the names of at 652 653 least twenty percent (20%) of the duly qualified voters of the 654 municipality asking for the election. An election on the question 655 may not be held by the municipality more often than once each 656 vear.

657 Thirty (30) days' notice shall be given to the (b) 658 qualified electors of the municipality, in the manner prescribed 659 by law, on the question of allowing qualified resort areas to be 660 established. The notice shall contain a statement of the question 661 to be voted on at the election. The ballots used in the election 662 shall have the following words printed thereon: "FOR THE 663 ESTABLISHMENT OF QUALIFIED RESORT AREAS," and next below, "AGAINST 664 THE ESTABLISHMENT OF QUALIFIED RESORT AREAS." In marking his ballot, the voter shall make a cross (X) opposite the words of his 665 666 choice.

667 (c) Qualified resort areas may be established if a 668 majority of the qualified electors voting in the election vote for S. B. 2063 PAGE 26 669 such establishment. A qualified resort area may not be 670 established if a majority of the qualified electors voting in the 671 election vote against such establishment.

672 (2)Before a municipality may be designated as a (a) 673 qualified resort area as defined in Section 67-1-5(o)(iii)6, an 674 election shall be held, under the election laws applicable to the 675 municipality, on the question of whether the municipality shall be 676 a qualified resort area. An election to determine whether the 677 municipality shall be a qualified resort area shall be ordered by 678 the municipal governing authorities, upon presentation to the governing authorities of a petition containing the names of at 679 680 least twenty percent (20%) of the duly qualified voters of the municipality asking for the election. An election on the question 681 682 may not be held by the municipality more often than once each 683 year.

684 (b) Thirty (30) days' notice shall be given to the 685 qualified electors of the municipality, in the manner prescribed 686 by law, on the question of allowing qualified resort areas to be 687 established. The notice shall contain a statement of the question 688 to be voted on at the election. The ballots used in the election 689 shall have the following words printed thereon: "FOR THE 690 ESTABLISHMENT OF A QUALIFIED RESORT AREA," and next below, 691 "AGAINST THE ESTABLISHMENT OF A QUALIFIED RESORT AREA." In 692 marking his ballot, the voter shall make a cross (X) opposite the 693 words of his choice.

(c) The municipality may be established as a qualified resort area if a majority of the qualified electors voting in the election vote for such establishment. A qualified resort area may not be established if a majority of the qualified electors voting in the election vote against such establishment.

(3) 699 (a) Before an area may be designated a qualified resort 700 area as defined in Section 67-1-5(0) (iii) 7, an election shall be 701 held in the municipality in which the area is located under the 702 election laws applicable to the municipality, on the question of 703 whether the area shall be a qualified resort area. An election to 704 determine whether the area shall be a qualified resort area shall 705 be ordered by the municipal governing authorities, upon 706 presentation to the governing authorities of a petition containing 707 the names of at least twenty percent (20%) of the duly qualified 708 voters of the municipality asking for the election. An election 709 on the question may not be held by the municipality more often 710 than once each year.

711 Thirty (30) days' notice shall be given to the (b) 712 qualified electors of the municipality, in the manner prescribed 713 by law, on the question of allowing qualified resort areas to be 714 established. The notice shall contain a statement of the question 715 to be voted on at the election. The ballots used in the election 716 shall have the following words printed thereon: "FOR THE 717 ESTABLISHMENT OF A QUALIFIED RESORT AREA," and next below, 718 "AGAINST THE ESTABLISHMENT OF A OUALIFIED RESORT AREA." In

719 marking his ballot, the voter shall make a cross (X) opposite the 720 words of his choice.

(c) The area may be established as a qualified resort area if a majority of the qualified electors voting in the election vote for such establishment. A qualified resort area may not be established if a majority of the qualified electors voting in the election vote against such establishment.

726 (4) Before a municipality may be designated as a (a) 727 qualified resort area as defined in Section 67-1-5(o)(iii)21, an election shall be held, under the election laws applicable to the 728 729 municipality, on the question of whether the municipality shall be 730 a qualified resort area. An election to determine whether the 731 municipality shall be a qualified resort area shall be ordered by 732 the municipal governing authorities. An election on the question may not be held by the municipality more often than once each 733 734 year.

735 Thirty (30) days' notice shall be given to the (b) 736 qualified electors of the municipality, in the manner prescribed 737 by law, on the question of allowing qualified resort areas to be established. The notice shall contain a statement of the question 738 739 to be voted on at the election. The ballots used in the election 740 shall have the following words printed thereon: "FOR THE 741 ESTABLISHMENT OF A QUALIFIED RESORT AREA," and next below, 742 "AGAINST THE ESTABLISHMENT OF A QUALIFIED RESORT AREA." IN 743 marking his ballot, the voter shall make a cross (X) opposite the 744 words of his choice.

(c) The municipality may be established as a qualified resort area if a majority of the qualified electors voting in the election vote for such establishment. A qualified resort area may not be established if a majority of the qualified electors voting in the election vote against such establishment.

750 (4) (a) Before a municipality may be designated as a 751 qualified resort area as defined in Section 67-1-5(0)(iii)35, an 752 election shall be held, under the election laws applicable to the 753 municipality, on the question of whether the municipality shall be 754 a qualified resort area. An election to determine whether the 755 municipality shall be a qualified resort area shall be ordered by 756 the municipal governing authorities. An election on the question 757 may not be held by the municipality more often than once each 758 year.

759 (b) Thirty (30) days' notice shall be given to the 760 qualified electors of the municipality, in the manner prescribed 761 by law, on the question of allowing qualified resort areas to be 762 established. The notice shall contain a statement of the question 763 to be voted on at the election. The ballots used in the election 764 shall have the following words printed thereon: "FOR THE 765 ESTABLISHMENT OF A QUALIFIED RESORT AREA," and next below, 766 "AGAINST THE ESTABLISHMENT OF A QUALIFIED RESORT AREA." IN marking his ballot, the voter shall make a cross (X) opposite the 767 768 words of his choice. 769 The municipality may be established as a qualified (C)

770 resort area if a majority of the qualified electors voting in the
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771 <u>election vote for such establishment. A qualified resort area may</u> 772 <u>not be established if a majority of the qualified electors voting</u> 773 <u>in the election vote against such establishment.</u>

774 <u>SECTION 3.</u> Section 67-3-9, Mississippi Code of 1972, is 775 amended as follows:

776 67-3-9. Any * * * municipality in this state, * * * at an 777 election held for the purpose, under the election laws applicable to such *** * *** municipality, may either prohibit or permit, except 778 779 as otherwise provided under Section 67-9-1, the sale and the 780 receipt, storage and transportation for the purpose of sale of beer, light spirit product and light wine. An election to 781 782 determine whether such sale shall be permitted in * * * 783 municipalities wherein its sale is prohibited by law shall be 784 ordered by the * * * municipal council or mayor and board of 785 aldermen or other governing body of such * * * municipality for 786 such * * * municipality only, upon the presentation of a petition 787 for such *** * *** municipality to such governing board containing the 788 names of twenty percent (20%) or fifteen hundred (1,500), 789 whichever number is the lesser, of the duly qualified voters of 790 such * * * municipality asking for such election. In like manner, 791 an election to determine whether such sale shall be prohibited 792 in *** * *** municipalities wherein its sale is permitted by law shall 793 be ordered by the * * * municipal council or mayor and board of 794 aldermen or other governing board of such * * * municipality for 795 such * * * municipality only, upon the presentation of a petition to such governing board containing the names of twenty percent 796 S. B. 2063

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797 (20%) of the duly qualified voters of such * * * municipality 798 asking for such election. No election on either question shall be 799 held by any one (1) city more often than once in five (5) years. 800 Thirty (30) days' notice shall be given to the qualified 801 electors of such *** * *** municipality in the manner prescribed by 802 law upon the question of either permitting or prohibiting such 803 sale, and the notice shall contain a statement of the question to 804 be voted on at the election. The tickets to be used in the 805 election shall have the following words printed thereon: "For the legal sale of light wine of an alcoholic content of not more than 806 807 five percent (5%) by weight, light spirit product of an alcoholic 808 content of not more than six percent (6%) by weight, and beer of an alcoholic content of not more than eight percent (8%) by 809 810 weight"; and the words "Against the legal sale of light wine of an 811 alcoholic content of not more than five percent (5%) by weight, 812 light spirit product of an alcoholic content of not more than six 813 percent (6%) by weight, and beer of an alcoholic content of not 814 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 815 816 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 percent (6%) by weight, and beer of an alcoholic content of not more than eight percent (8%) by weight," then the *** * ***

823 municipal council or mayor and board of aldermen or other 824 governing body shall pass the necessary order permitting the legal sale of such light wine, light spirit product and beer in 825 such * * * municipality. If in the election a majority of the 826 827 qualified electors voting in the election shall vote "Against the 828 legal sale of light wine of an alcoholic content of not more than five percent (5%) by weight, light spirit product of an alcoholic 829 830 content of not more than six percent (6%) by weight, and beer of 831 an alcoholic content of not more than eight percent (8%) by weight," then the * * * municipal council or mayor and board of 832 833 aldermen or other governing body shall pass the necessary order prohibiting the sale of such light wine, light spirit product and 834 835 beer in such * * * municipality.

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.

839 **SECTION <u>4</u>**. This act shall take effect and be in force from 840 and after July 1, 2022, and shall stand repealed on June 30, 2022.

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

AN ACT TO AMEND SECTION 67-1-5, MISSISSIPPI CODE OF 1972, TO 1 2 REVISE THE DEFINITION OF THE TERM "QUALIFIED RESORT AREA" UNDER 3 THE LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW; TO AMEND SECTION 67-1-16, MISSISSIPPI CODE OF 1972, TO REQUIRE AN ELECTION TO BE 4 5 HELD BEFORE CERTAIN MUNICIPALITIES MAY BE DESIGNATED A QUALIFIED 6 RESORT AREA UNDER THE LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW; TO AMEND SECTION 67-3-9, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT ANY MUNICIPALITY MAY, AT AN ELECTION HELD FOR THAT PURPOSE, EITHER 7 8 9 PROHIBIT OR PERMIT THE SALE AND THE RECEIPT, STORAGE AND

10 <u>TRANSPORTATION FOR THE PURPOSE OF SALE, OF BEER AND LIGHT WINE;</u> 11 AND FOR RELATED PURPOSES.

HR12\SB2063PH.J

Andrew Ketchings Clerk of the House of Representatives