MISSISSIPPI LEGISLATURE

REGULAR SESSION 2023

By: Senator(s) Michel

To: Finance

SENATE BILL NO. 2687

1 AN ACT TO AMEND SECTION 67-1-5, MISSISSIPPI CODE OF 1972, TO 2 DEFINE THE TERM "GROCERY STORE"; TO AMEND SECTION 67-1-51, 3 MISSISSIPPI CODE OF 1972, TO AUTHORIZE THE DEPARTMENT OF REVENUE 4 TO ISSUE GROCERY STORE WINE-ONLY RETAILER'S PERMITS THAT AUTHORIZE 5 THE HOLDER THEREOF TO SELL WINE AT RETAIL AT A GROCERY STORE IN 6 ORIGINAL SEALED AND UNOPENED PACKAGES NOT TO BE CONSUMED ON THE 7 PREMISES WHERE SOLD; TO PROVIDE THAT THE HOLDER OF A PACKAGE RETAILER'S PERMIT MAY SELL OTHER PRODUCTS AND MERCHANDISE, EXCEPT 8 9 BEER, BUT MUST DERIVE AT LEAST 50% OF THE REVENUE OF THE LICENSED PREMISES FROM THE RETAIL SALE OF ALCOHOLIC BEVERAGES IN ORIGINAL 10 SEALED AND UNOPENED PACKAGES NOT TO BE CONSUMED ON THE LICENSED 11 12 PREMISES; TO AUTHORIZE A PERSON TO OWN OR CONTROL ANY INTEREST IN 13 MORE THAN SIX PACKAGE RETAILER'S PERMITS; TO AMEND SECTION 27-71-5, MISSISSIPPI CODE OF 1972, TO PROVIDE THE LICENSE TAX 14 15 REQUIRED FOR GROCERY STORE WINE-ONLY RETAILER'S PERMITS; TO AMEND 16 SECTIONS 67-1-41, 67-1-75, 67-1-83 AND 67-1-85, MISSISSIPPI CODE 17 OF 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES.

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

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

20 amended as follows:

21 67-1-5. For the purposes of this article and unless

22 otherwise required by the context:

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

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

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

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but shall not include light wine, light spirit product and beer, as defined in Section 67-3-3, Mississippi Code of 1972, but shall include native wines and native spirits. The words "alcoholic beverage" shall not include ethyl alcohol manufactured or distilled solely for fuel purposes or beer of an alcoholic content of more than eight percent (8%) by weight if the beer is legally manufactured in this state for sale in another state.

33 (b) "Alcohol" means the product of distillation of any 34 fermented liquid, whatever the origin thereof, and includes 35 synthetic ethyl alcohol, but does not include denatured alcohol or 36 wood alcohol.

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

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

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

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

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 2 (icj\kr) (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.

55 (h) "Retailer" means any person who sells, distributes, 56 or offers for sale or distribution, any alcoholic beverage for use 57 or consumption by the purchaser and not for resale.

(i) "State Tax Commission," "commission" or
"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.

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

67 (k) "Municipality" means any incorporated city or town68 of this state.

(1) "Hotel" means an establishment within a municipality, or within a qualified resort area approved as such by the department, where, in consideration of payment, food and lodging are habitually furnished to travelers and wherein are located at least twenty (20) adequately furnished and completely separate sleeping rooms with adequate facilities that persons usually apply for and receive as overnight accommodations. Hotels

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 3 (icj\kr) 76 in towns or cities of more than twenty-five thousand (25,000) 77 population are similarly defined except that they must have fifty 78 (50) or more sleeping rooms. Any such establishment described in 79 this paragraph with less than fifty (50) beds shall operate one or 80 more regular dining rooms designed to be constantly frequented by 81 customers each day. When used in this article, the word "hotel" 82 shall also be construed to include any establishment that meets 83 the definition of "bed and breakfast inn" as provided in this 84 section.

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## (m) "Restaurant" means:

86 (i) A place which is regularly and in a bona fide manner used and kept open for the serving of meals to quests for 87 88 compensation, which has suitable seating facilities for quests, 89 and which has suitable kitchen facilities connected therewith for cooking an assortment of foods and meals commonly ordered at 90 91 various hours of the day; the service of such food as sandwiches 92 and salads only shall not be deemed in compliance with this requirement. Except as otherwise provided in this paragraph, no 93 94 place shall qualify as a restaurant under this article unless 95 twenty-five percent (25%) or more of the revenue derived from such 96 place shall be from the preparation, cooking and serving of meals 97 and not from the sale of beverages, or unless the value of food given to and consumed by customers is equal to twenty-five percent 98 99 (25%) or more of total revenue; or

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100 (ii) Any privately owned business located in a building in a historic district where the district is listed in 101 102 the National Register of Historic Places, where the building has a total occupancy rating of not less than one thousand (1,000) and 103 104 where the business regularly utilizes ten thousand (10,000) square 105 feet or more in the building for live entertainment, including not 106 only the stage, lobby or area where the audience sits and/or 107 stands, but also any other portion of the building necessary for 108 the operation of the business, including any kitchen area, bar 109 area, storage area and office space, but excluding any area for 110 parking. In addition to the other requirements of this subparagraph, the business must also serve food to quests for 111 112 compensation within the building and derive the majority of its revenue from event-related fees, including, but not limited to, 113 admission fees or ticket sales to live entertainment in the 114 115 building, and from the rental of all or part of the facilities of 116 the business in the building to another party for a specific event 117 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;

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

The department may, in its discretion, waive the five-year 141 142 provision of this paragraph. In order to qualify under this 143 paragraph, a club must file with the department, at the time of 144 its application for a license under this article, two (2) copies 145 of a list of the names and residences of its members and similarly file, within ten (10) days after the election of any additional 146 member, his name and address. Each club applying for a license 147 shall also file with the department at the time of the application 148

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149 a copy of its articles of association, charter of incorporation, 150 bylaws or other instruments governing the business and affairs 151 thereof.

152 "Qualified resort area" means any area or locality  $(\circ)$ 153 outside of the limits of incorporated municipalities in this state 154 commonly known and accepted as a place which regularly and 155 customarily attracts tourists, vacationists and other transients 156 because of its historical, scenic or recreational facilities or 157 attractions, or because of other attributes which regularly and 158 customarily appeal to and attract tourists, vacationists and other 159 transients in substantial numbers; however, no area or locality 160 shall so qualify as a resort area until it has been duly and 161 properly approved as such by the department. The department may 162 not approve an area as a qualified resort area after July 1, 2018, 163 if any portion of such proposed area is located within two (2) 164 miles of a convent or monastery that is located in a county 165 traversed by Interstate 55 and U.S. Highway 98. A convent or 166 monastery may waive such distance restrictions in favor of 167 allowing approval by the department of an area as a qualified 168 resort area. Such waiver shall be in written form from the owner, 169 the governing body, or the appropriate officer of the convent or 170 monastery having the authority to execute such a waiver, and the 171 waiver shall be filed with and verified by the department before 172 becoming effective.

S. B. No. 2687 23/SS36/R294 PAGE 7 (icj\kr) (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.

180 The term includes any state park which is (ii) 181 declared a resort area by the department; however, such declaration may only be initiated in a written request for resort 182 183 area status made to the department by the Executive Director of 184 the Department of Wildlife, Fisheries and Parks, and no permit for 185 the sale of any alcoholic beverage, as defined in this article, 186 except an on-premises retailer's permit, shall be issued for a 187 hotel, restaurant or bed and breakfast inn in such park.

188 (iii) The term includes:
189 1. The clubhouses associated with the state
190 park golf courses at the Lefleur's Bluff State Park, the John Kyle
191 State Park, the Percy Quin State Park and the Hugh White State

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Park;

2. The clubhouse and associated golf course, tennis courts and related facilities and swimming pool and related facilities where the golf course, tennis courts and related facilities and swimming pool and related facilities are adjacent to one or more planned residential developments and the golf

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198 course and all such developments collectively include at least 199 seven hundred fifty (750) acres and at least four hundred (400) 200 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;

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

6. Any municipality with a population in excess of ten thousand (10,000) according to the latest federal decennial census that is located in a county that is bordered by the Pearl River and is not traversed by Interstate Highway 20, with a population in excess of forty-five thousand (45,000) according to the latest federal decennial census;

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 9 (icj\kr) 223 7. The West Pearl Restaurant Tax District as 224 defined in Chapter 912, Local and Private Laws of 2007; 225 8. a. Land that is located in any county in 226 which Mississippi Highway 43 and Mississippi Highway 25 intersect 227 and: 228 Α. Owned by the Pearl River Valley 229 Water Supply District, and/or 230 Located within the Reservoir Β. 231 Community District, zoned commercial, east of Old Fannin Road, 232 north of Regatta Drive, south of Spillway Road, west of Hugh Ward 233 Boulevard and accessible by Old Fannin Road, Spillway Road, Spann 234 Drive and/or Lake Vista Place, and/or 235 C. Located within the Reservoir 236 Community District, zoned commercial, west of Old Fannin Road, 237 south of Spillway Road and extending to the boundary of the 238 corporate limits of the City of Flowood, Mississippi; 239 b. The board of supervisors of such 240 county, with respect to B and C of item 8.a., may by resolution or 241 other order: 242 Specify the hours of operation Α. 243 of facilities that offer alcoholic beverages for sale, 244 Specify the percentage of Β. revenue that facilities that offer alcoholic beverages for sale 245 246 must derive from the preparation, cooking and serving of meals and 247 not from the sale of beverages, and

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 10 (icj\kr) 248 C. Designate the areas in which 249 facilities that offer alcoholic beverages for sale may be located; 250 9. Any facility located on property that is a 251 game reserve with restricted access that consists of at least 252 eight hundred (800) contiguous acres with no public roads, that 253 offers as a service hunts for a fee to overnight quests of the 254 facility, and has accommodations for at least fifty (50) overnight 255 guests; 256 10. Any facility that: Consists of at least six thousand 257 a. 258 (6,000) square feet being heated and cooled along with an 259 additional adjacent area that consists of at least two thousand 260 two hundred (2,200) square feet regardless of whether heated and 261 cooled, 262 b. For a fee is used to host events such 263 as weddings, reunions and conventions, 264 c. Provides lodging accommodations regardless of whether part of the facility and/or located adjacent 265 266 to or in close proximity to the facility, and 267 Is located on property that consists d. 268 of at least thirty (30) contiguous acres; 269 Any facility and related property: 11. Located on property that consists of 270 a. 271 at least one hundred twenty-five (125) contiguous acres and 272 consisting of an eighteen-hole golf course, and/or located in a

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facility that consists of at least eight thousand (8,000) square 273 274 feet being heated and cooled, 275 b. Used for the purpose of providing 276 meals and hosting events, and 277 с. Used for the purpose of teaching 278 culinary arts courses and/or turf management and grounds keeping 279 courses, and/or outdoor recreation and leadership courses; 280 12. Any facility and related property that: 281 Consist of at least eight thousand a. (8,000) square feet being heated and cooled, 282 283 b. For a fee is used to host events, 284 Is used for the purpose of culinary с. 285 arts courses, and/or live entertainment courses and art 286 performances, and/or outdoor recreation and leadership courses; 287 13. The clubhouse and associated golf course 288 where the golf course is adjacent to one or more residential 289 developments and the golf course and all such developments 290 collectively include at least two hundred (200) acres and at least 291 one hundred fifty (150) residential units and are located a. in a 292 county that has voted against coming out from under the dry law; and b. outside of but in close proximity to a municipality in such 293 294 county which has voted under Section 67-1-14, after January 1, 295 2013, to come out from under the dry law; 296 14. The clubhouse and associated eighteen-hole golf course located in a municipality traversed by 297

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298 Interstate Highway 55 and U.S. Highway 51 that has voted to come 299 out from under the dry law;

300 15. a. Land that is planned for mixed-use 301 development and consists of at least two hundred (200) contiguous 302 acres with one or more planned residential developments 303 collectively planned to include at least two hundred (200) 304 residential units when completed, and also including a facility 305 that consists of at least four thousand (4,000) square feet that 306 is not part of such land but is located adjacent to or in close 307 proximity thereto, and which land is located: 308 Α. In a county that has voted to 309 come out from under the dry law, 310 в. Outside the corporate limits of any municipality in such county and adjacent to or in close 311 proximity to a golf course located in a municipality in such 312 313 county, and 314 C. Within one (1) mile of a state institution of higher learning; 315 316 The board of supervisors of such b. 317 county may by resolution or other order: Specify the hours of operation 318 Α. 319 of facilities that offer alcoholic beverages for sale, 320 Specify the percentage of в. 321 revenue that facilities that offer alcoholic beverages for sale

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322 must derive from the preparation, cooking and serving of meals and 323 not from the sale of beverages, and

324 Designate the areas in which С. 325 facilities that offer alcoholic beverages for sale may be located; 326 16. Any facility with a capacity of five 327 hundred (500) people or more, to be used as a venue for private 328 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 45 329 330 and U.S. Highway 72 intersect and that has not voted to come out 331 from under the dry law;

332 17. One hundred five (105) contiguous acres, 333 more or less, located in Hinds County, Mississippi, and in the 334 City of Jackson, Mississippi, whereon are constructed a variety of 335 buildings, improvements, grounds or objects for the purpose of 336 holding events thereon to promote agricultural and industrial 337 development in Mississippi;

338 18. Land that is owned by a state institution339 of higher learning, and:

a. Located entirely within a county that has elected by majority vote not to permit the transportation, storage, sale, distribution, receipt and/or manufacture of light wine and beer pursuant to Section 67-3-7, and

344 b. Adjacent to but outside the345 incorporated limits of a municipality that has elected by majority

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 14 (icj\kr) 346 vote to permit the sale, receipt, storage and transportation of 347 light wine and beer pursuant to Section 67-3-9.

348 If any portion of the land described in this item 18 has been declared a qualified resort area by the department before July 1, 349 350 2020, then that qualified resort area shall be incorporated into 351 the qualified resort area created by this item 18; 352 19. Any facility and related property: 353 Used as a flea market or similar a. 354 venue during a weekend (Saturday and Sunday) immediately preceding the first Monday of a month and having an annual average of at 355 356 least one thousand (1,000) visitors for each such weekend and five 357 hundred (500) vendors for Saturday of each such weekend, and 358 b. Located in a county that has not 359 voted to come out from under the dry law and outside of but in 360 close proximity to a municipality located in such county and which 361 municipality has voted to come out from under the dry law; 362 20. Blocks 1, 2 and 3 of the original town square in any municipality with a population in excess of one 363 364 thousand five hundred (1,500) according to the latest federal decennial census and which is located in: 365 366 a. A county traversed by Interstate 55 367 and Interstate 20, and 368 A judicial district that has not b. 369 voted to come out from under the dry law;

S. B. No. 2687 **\* OFFICIAL \*** 23/SS36/R294 PAGE 15 (icj\kr) 370 21. Any municipality with a population in 371 excess of two thousand (2,000) according to the latest federal 372 decennial census and in which is located a part of White's Creek 373 Lake and in which U.S. Highway 82 intersects with Mississippi 374 Highway 9 and located in a county that is partially bordered on 375 one (1) side by the Big Black River; 376 22. A restaurant located on a two-acre tract 377 adjacent to a five-hundred-fifty-acre lake in the northeast corner 378 of a county traversed by U.S. Interstate 55 and U.S. Highway 84; 379 Any tracts of land in Oktibbeha County, 23. 380 situated north of Bailey Howell Drive, Lee Boulevard and Old 381 Mayhew Road, east of George Perry Street and south of Mississippi 382 Highway 182, and not located on the property of a state 383 institution of higher learning; however, the board of supervisors 384 of such county may by resolution or other order: 385 a. Specify the hours of operation of 386 facilities that offer alcoholic beverages for sale; 387 Specify the percentage of revenue b. 388 that facilities that offer alcoholic beverages for sale must 389 derive from the preparation, cooking and serving of meals and not 390 from the sale of beverages; and 391 Designate the areas in which с. 392 facilities that offer alcoholic beverages for sale may be located; 393 24. A municipality in which Mississippi Highway 27 and Mississippi Highway 28 intersect; 394

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395 25. A municipality through which run Mississippi Highway 35 and Interstate 20; 396 397 26. A municipality in which Mississippi 398 Highway 16 and Mississippi Highway 35 intersect; 399 27. A municipality in which U.S. Highway 82 400 and Old Highway 61 intersect; 401 A municipality in which Mississippi 28. 402 Highway 8 meets Mississippi Highway 1; 403 29. A municipality in which U.S. Highway 82 and Mississippi Highway 1 intersect; 404 405 30. A municipality in which Mississippi 406 Highway 50 meets Mississippi Highway 9; 407 31. An area bounded on the north by Pearl 408 Street, on the east by West Street, on the south by Court Street 409 and on the west by Farish Street, within a municipality bordered 410 on the east by the Pearl River and through which run Interstate 20 411 and Interstate 55; 412 32. Any facility and related property that: 413 Is contracted for mixed-use a. 414 development improvements consisting of office and residential space and a restaurant and lounge, partially occupying the 415 416 renovated space of a four-story commercial building which previously served as a financial institution; and adjacent 417 418 property to the west consisting of a single-story office building

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 17 (icj\kr) 419 that was originally occupied by the Brotherhood of Carpenters and 420 Joiners of American Local Number 569; and

421 b. Is situated on a tract of land 422 consisting of approximately one and one-tenth (1.10) acres, and 423 the adjacent property to the west consisting of approximately 0.5 424 acres, located in a municipality which is the seat of county 425 government, situated south of Interstate 10, traversed by U.S. 426 Highway 90, partially bordered on one (1) side by the Pascagoula 427 River and having its most southern boundary bordered by the Gulf of Mexico, with a population greater than twenty-two thousand 428 (22,000) according to the 2010 federal decennial census; however, 429 430 the governing authorities of such a municipality may by ordinance: 431 Specify the hours of operation Α. 432 of facilities that offer alcoholic beverages for sale; 433 Β. Specify the percentage of 434 revenue that facilities that offer alcoholic beverages for sale 435 must derive from the preparation, cooking and serving of meals and 436 not from the sale of beverages; and 437 С. Designate the areas within the 438 facilities in which alcoholic beverages may be offered for sale; 439 33. Any facility with a maximum capacity of 440 one hundred twenty (120) people that consists of at least three thousand (3,000) square feet being heated and cooled, has a 441

442 commercial kitchen, has a pavilion that consists of at least nine

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 18 (icj\kr) 443 thousand (9,000) square feet and is located on land more 444 particularly described as follows:

All that part of the East Half of the Northwest Quarter of Section 21, Township 7 South, Range 4 East, Union County, Mississippi, that lies South of Mississippi State Highway 348 right-of-way and containing 19.48 acres, more or less.

449 ALSO,

The Northeast 38 acres of the Southwest Quarter of Section 451 21, Township 7 South, Range 4 East, Union County, Mississippi. 452 ALSO,

The South 81 1/2 acres of the Southwest Quarter of Section 454 21, Township 7 South, Range 4 East, Union County, Mississippi; 455 34. A municipality in which U.S. Highway 51 456 and Mississippi Highway 16 intersect;

457 35. A municipality in which Interstate 20458 passes over Mississippi Highway 15;

459 36. Any municipality that is bordered in its 460 northwestern boundary by the Pearl River, traversed by U.S. 461 Highway 49 and Interstate 20, and is located in a county which has 462 voted against coming out from under the dry law; 463 37. A municipality in which Mississippi 464 Highway 28 and Mississippi Highway 29 North intersect; 465 38. An area bounded as follows within a

466 municipality through which run Interstate 22 and Mississippi 467 Highway 15: Beginning at a point at the intersection of Bankhead

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468 Street and Tallahatchie Trails; then running to a point at the 469 intersection of Tallahatchie Trails and Interstate 22; then 470 running to a point at the intersection of Interstate 22 and Carter 471 Avenue; then running to a point at the intersection of Carter 472 Avenue and Camp Avenue; then running to a point at the 473 intersection of Camp Avenue and King Street; then running to a 474 point at the intersection of King Street and E. Main Street; then 475 running to a point at the intersection of E. Main Street and Camp 476 Avenue; then running to a point at the intersection of Camp Avenue 477 and Highland Street; then running to a point at the intersection 478 of Highland Street and Adams Street; then running to a point at 479 the intersection of Adams Street and Cleveland Street; then 480 running to a point at the intersection of Cleveland Street and N. 481 Railroad Avenue; then running to a point at the intersection of N. 482 Railroad Avenue and McGill Street; then running to a point at the 483 intersection of McGill Street and Snyder Street; then running to a 484 point at the intersection of Snyder Street and Bankhead Street; 485 then running to a point at the intersection of Bankhead Street and 486 Tallahatchie Trails and the point of the beginning; 487 39. A municipality through which run 488 Mississippi Highway 43 and U.S. Highway 80; 489 40. The coliseum in a municipality in which 490 U.S. Highway 72 passes over U.S. Highway 45;

S. B. No. 2687 23/SS36/R294 PAGE 20 (icj\kr) 491 41. A piece of property on the northeast
492 corner of the T-intersection where Builders Square Drive meets
493 Mississippi Highway 471;

494 42. The clubhouse and associated golf course, 495 tennis courts and related facilities and swimming pool and related 496 facilities located on Oaks Country Club Road less than one-half 497 (1/2) mile to the east of Mississippi Highway 15;

498 43. Any facility located on land more 499 particularly described as follows:

500 The East Half (E 1/2) of the Southwest Quarter (SW 1/4) of Section 15, Township 3 North, Range 2 East; a 4 acre parcel in the 501 502 Southwest Corner of the Southwest Ouarter (SW 1/4) of the 503 Southeast Quarter (SE 1/4), Section 15, Township 3 North, Range 2 504 East, running 210 feet east and west and 840 feet running north 505 and south; the Northeast Quarter (NE 1/4) of the Northwest Quarter (NW 1/4) of Section 22, Township 3 North, Range 2 East, all in 506 507 Rankin County, Mississippi;

508 44. Any facility located on land more 509 particularly described as follows:

510 Beginning at a point 1915 feet west and 2171 feet north of 511 southeast corner, Section 11, Township 24 North, Range 2 West, 512 Second Judicial District, Tallahatchie County, Mississippi, which 513 point is the southwest corner of J.C. Section Lot mentioned in 514 deed recorded in Book 50, page 34, in the records of the Chancery 515 Clerk's Office at Sumner, in said District of said County; thence

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South 80° West, 19 feet to the east boundary of United States 516 517 Highway 49-E, thence East along the east boundary of said Highway 270 feet to point of beginning of Lot to be conveyed; thence 518 519 southeast along the east boundary of said Highway 204 feet to a 520 concrete post at the intersection of the east boundary of said 521 Highway with the west boundary of gravel road from Sumner to Webb, 522 known as Oil Mill Road, thence Northwest along west boundary of said Oil Mill Road 194 feet to center of driveway running 523 524 southwest from said Oil Mill Road to U.S. Highway 49-E; thence 525 South 66° West along center of said driveway 128 feet to point of 526 beginning, being situated in Northwest Quarter of Southeast 527 Quarter of Section 11, together with all improvements situated 528 thereon; 529 45. Any facility that: 530 Consists of at least five thousand a. 531 six hundred (5,600) square feet being heated and cooled along with 532 a lakeside patio that consists of at least two thousand two 533 hundred (2,200) square feet, regardless of whether such patio is 534 part of the facility and/or located adjacent to or in close

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proximity to the facility;

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536 b. Includes a caterer's kitchen and
537 green room for entertainment preparation;
538 c. For a fee is used to host events; and

539 d. Is located adjacent to or in close 540 proximity to an approximately nine (9) acre lake on property that

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 22 (icj\kr) 541 consists of at least one hundred twenty (120) acres in a county 542 traversed by Mississippi Highway 15 and U.S. Highway 278; 543 Any municipality with a population in 46. excess of one thousand (1,000) according to the 2010 federal 544 545 decennial census and which is located in a county that is 546 traversed by U.S. Highways 84 and 98 and has not voted to come out 547 from under the dry law; The clubhouse and associated nine-hole 548 47. 549 golf course, tennis courts and related facilities and swimming pool and related facilities located on or near U.S. Highway 82 550 551 between Mississippi Highway 15 and Mississippi Highway 9; 552 The downtown square area bound by East 48. 553 Service Drive, Commerce Street, Second Street and Court Street and 554 adjacent properties in a municipality through which run Interstate 555 55, U.S. Highway 51 and Mississippi Highway 306; 556 49. All parcels zoned for mixed-use 557 development located west of Mississippi Highway 589, more than 558 four hundred (400) feet north of Old Highway 24, east of 559 Parkers Creek and Black Creek, and south of J M Burge Road; 560 and 561 50. Any facility used by a soccer club and 562 located on Old Highway 11 between one-tenth (0.1) and two-tenths 563 (0.2) of a mile from its intersection with Oak Grove Road, in a 564 county in which U.S. Highway 98 and Mississippi Highway 589 565 intersect.

S. B. No. 2687 **\* OFFICIAL ~** 23/SS36/R294 PAGE 23 (icj\kr) The status of these municipalities, districts, clubhouses, facilities, golf courses and areas described in this paragraph (o)(iii) as qualified resort areas does not require any declaration of same by the department.

570 The governing authorities of a municipality described, in 571 whole or in part, in item 6, 21, 24, 25, 26, 27, 28, 29, 30, 31, 572 34, 35, 36, 37, 38, 39, 46 or 48 of this paragraph (o)(iii) may by 573 ordinance: specify the hours of operation of facilities offering 574 alcoholic beverages for sale; specify the percentage of revenue that facilities offering alcoholic beverages for sale must derive 575 576 from the preparation, cooking and serving of meals and not from 577 the sale of beverages; and designate the areas in which facilities 578 offering alcoholic beverages for sale may be located.

579 "Native wine" means any product, produced in (q) 580 Mississippi for sale, having an alcohol content not to exceed 581 twenty-one percent (21%) by weight and made in accordance with 582 revenue laws of the United States, which shall be obtained primarily from the alcoholic fermentation of the juice of ripe 583 584 grapes, fruits, berries, honey or vegetables grown and produced in 585 Mississippi; provided that bulk, concentrated or fortified wines 586 used for blending may be produced without this state and used in 587 producing native wines. The department shall adopt and promulgate 588 rules and regulations to permit a producer to import such bulk 589 and/or fortified wines into this state for use in blending with

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590 native wines without payment of any excise tax that would 591 otherwise accrue thereon.

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

"Bed and breakfast inn" means an establishment 595 (r) 596 within a municipality where in consideration of payment, breakfast 597 and lodging are habitually furnished to travelers and wherein are 598 located not less than eight (8) and not more than nineteen (19) 599 adequately furnished and completely separate sleeping rooms with 600 adequate facilities, that persons usually apply for and receive as 601 overnight accommodations; however, such restriction on the minimum 602 number of sleeping rooms shall not apply to establishments on the 603 National Register of Historic Places. No place shall qualify as a 604 bed and breakfast inn under this article unless on the date of the 605 initial application for a license under this article more than 606 fifty percent (50%) of the sleeping rooms are located in a 607 structure formerly used as a residence.

608 (s) "Board" shall refer to the Board of Tax Appeals of 609 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.

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 25 (icj\kr) (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.

"Cooking school" means an establishment within a 619 (V) 620 municipality or qualified resort area and owned by a nationally 621 recognized company that offers an established culinary education 622 curriculum and program where, in consideration of payment, patrons 623 are given scheduled professional group instruction on culinary techniques. For purposes of this paragraph, the definition of 624 625 cooking school shall not include schools or classes offered by 626 grocery stores, convenience stores or drugstores.

627 "Campus" means property owned by a public school (w) 628 district, community or junior college, college or university in 629 this state where educational courses are taught, school functions 630 are held, tests and examinations are administered or academic 631 course credits are awarded; however, the term shall not include 632 any "restaurant" or "hotel" that is located on property owned by a 633 community or junior college, college or university in this state, 634 and is operated by a third party who receives all revenue 635 generated from food and alcoholic beverage sales.

(x) "Native spirit" shall mean any beverage, produced
in Mississippi for sale, manufactured primarily by the
distillation of fermented grain, starch, molasses or sugar
produced in Mississippi, including dilutions and mixtures of these

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 26 (icj\kr) 640 beverages. In order to be classified as "native spirit" under the 641 provisions of this article, at least fifty-one percent (51%) of 642 the finished product by volume shall have been obtained from 643 distillation of fermented grain, starch, molasses or sugar grown 644 and produced in Mississippi.

645 (y) "Native distillery" shall mean any place or 646 establishment within this state where native spirit is produced in 647 whole or in part for sale.

648 (z) "Warehouse operator" shall have the meaning649 ascribed in Section 67-1-201.

(aa) "Grocery store" means a physical establishment
that has an inventory of human-consumable items and is located in
a wet county, municipality, judicial district or area.

653 SECTION 2. Section 67-1-51, Mississippi Code of 1972, is 654 amended as follows:

655 67-1-51. (1) Permits which may be issued by the department 656 shall be as follows:

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

663 Manufacturer's permits shall be of the following classes:

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 27 (icj\kr) 664 Class 1. Distiller's and/or rectifier's permit, which shall 665 authorize the holder thereof to operate a distillery for the 666 production of distilled spirits by distillation or redistillation 667 and/or to operate a rectifying plant for the purifying, refining, 668 mixing, blending, flavoring or reducing in proof of distilled 669 spirits and alcohol.

670 Class 2. Wine manufacturer's permit, which shall authorize 671 the holder thereof to manufacture, import in bulk, bottle and 672 store wine or vinous liquor.

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

676 Class 4. Native spirit producer's permit, which shall 677 authorize the holder thereof to produce, bottle, store and sell 678 native spirits.

679 (b) Package retailer's permit. Except as otherwise 680 provided in this paragraph and Section 67-1-52, a package retailer's permit shall authorize the holder thereof to operate a 681 682 store exclusively for the sale at retail in original sealed and 683 unopened packages of alcoholic beverages, including native wines 684 and native spirits, not to be consumed on the premises where sold. 685 Alcoholic beverages shall not be sold by any retailer in any package or container containing less than fifty (50) milliliters 686 687 by liquid measure. A package retailer's permit, with prior 688 approval from the department, shall authorize the holder thereof

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 28 (icj\kr) 689 to sample new product furnished by a manufacturer's representative 690 or his employees at the permitted place of business so long as the 691 sampling otherwise complies with this article and applicable 692 department regulations. Such samples may not be provided to 693 customers at the permitted place of business. In addition to the 694 sale at retail of packages of alcoholic beverages, the holder of a 695 package retailer's permit is authorized to sell at retail \* \* \* 696 other products and merchandise, except beer, provided that at 697 least fifty percent (50%) of the revenue of the licensed premises 698 is derived from the retail sale in original sealed and unopened packages of alcoholic beverages, including native wines, not to be 699 700 consumed on the premises where sold. Nonalcoholic beverages sold 701 by the holder of a package retailer's permit shall not be consumed 702 on the premises where sold.

703 (C)**On-premises retailer's permit.** Except as otherwise 704 provided in subsection (5) of this section, an on-premises 705 retailer's permit shall authorize the sale of alcoholic beverages, 706 including native wines and native spirits, for consumption on the 707 licensed premises only; however, a patron of the permit holder may 708 remove one (1) bottle of wine from the licensed premises if: (i) 709 the patron consumed a portion of the bottle of wine in the course 710 of consuming a meal purchased on the licensed premises; (ii) the permit holder securely reseals the bottle; (iii) the bottle is 711 712 placed in a bag that is secured in a manner so that it will be 713 visibly apparent if the bag is opened; and (iv) a dated receipt

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 29 (icj\kr) 714 for the wine and the meal is available. Additionally, as part of 715 a carryout order, a permit holder may sell one (1) bottle of wine 716 to be removed from the licensed premises for every two (2) entrees 717 ordered. Such a permit shall be issued only to qualified hotels, 718 restaurants and clubs, small craft breweries, microbreweries, and 719 to common carriers with adequate facilities for serving 720 passengers. In resort areas, whether inside or outside of a 721 municipality, the department, in its discretion, may issue 722 on-premises retailer's permits to such establishments as it deems proper. An on-premises retailer's permit when issued to a common 723 724 carrier shall authorize the sale and serving of alcoholic 725 beverages aboard any licensed vehicle while moving through any 726 county of the state; however, the sale of such alcoholic beverages 727 shall not be permitted while such vehicle is stopped in a county 728 that has not legalized such sales. If an on-premises retailer's 729 permit is applied for by a common carrier operating solely in the 730 water, such common carrier must, along with all other 731 qualifications for a permit, (i) be certified to carry at least 732 one hundred fifty (150) passengers and/or provide overnight 733 accommodations for at least fifty (50) passengers and (ii) operate 734 primarily in the waters within the State of Mississippi which lie 735 adjacent to the State of Mississippi south of the three (3) most 736 southern counties in the State of Mississippi and/or on the 737 Mississippi River or navigable waters within any county bordering 738 on the Mississippi River.

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739 (d) Solicitor's permit. A solicitor's permit shall 740 authorize the holder thereof to act as salesman for a manufacturer or wholesaler holding a proper permit, to solicit on behalf of his 741 742 employer orders for alcoholic beverages, and to otherwise promote 743 his employer's products in a legitimate manner. Such a permit 744 shall authorize the representation of and employment by one (1) 745 principal only. However, the permittee may also, in the 746 discretion of the department, be issued additional permits to 747 represent other principals. No such permittee shall buy or sell alcoholic beverages for his own account, and no such beverage 748 749 shall be brought into this state in pursuance of the exercise of 750 such permit otherwise than through a permit issued to a wholesaler 751 or manufacturer in the state.

752 Native wine retailer's permit. Except as otherwise (e) 753 provided in subsection (5) of this section, a native wine 754 retailer's permit shall be issued only to a holder of a Class 3 755 manufacturer's permit, and shall authorize the holder thereof to 756 make retail sales of native wines to consumers for on-premises 757 consumption or to consumers in originally sealed and unopened 758 containers at an establishment located on the premises of or in 759 the immediate vicinity of a native winery. When selling to 760 consumers for on-premises consumption, a holder of a native wine 761 retailer's permit may add to the native wine alcoholic beverages 762 not produced on the premises, so long as the total volume of 763 foreign beverage components does not exceed twenty percent (20%)

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of the mixed beverage. Hours of sale shall be the same as those authorized for on-premises permittees in the city or county in 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 and native spirits, during legal hours on the premises described in the temporary permit only.

772 Temporary retailer's permits shall be of the following773 classes:

774 Class 1. A temporary one-day permit may be issued to bona 775 fide nonprofit civic or charitable organizations authorizing the 776 sale of alcoholic beverages, including native wine and native 777 spirit, for consumption on the premises described in the temporary 778 permit only. Class 1 permits may be issued only to applicants 779 demonstrating to the department, by a statement signed under 780 penalty of perjury submitted ten (10) days prior to the proposed 781 date or such other time as the department may determine, that they 782 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 783 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 784 Class 1 permittees shall obtain all alcoholic beverages from 785 package retailers located in the county in which the temporary 786 permit is issued. Alcoholic beverages remaining in stock upon 787 expiration of the temporary permit may be returned by the 788 permittee to the package retailer for a refund of the purchase

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S. B. No. 2687 23/SS36/R294 PAGE 32 (icj\kr) price upon consent of the package retailer or may be kept by the permittee exclusively for personal use and consumption, subject to all laws pertaining to the illegal sale and possession of alcoholic beverages. The department, following review of the statement provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit.

795 Class 2. A temporary permit, not to exceed seventy (70) 796 days, may be issued to prospective permittees seeking to transfer 797 a permit authorized in paragraph (c) of this subsection. A Class 798 2 permit may be issued only to applicants demonstrating to the 799 department, by a statement signed under the penalty of perjury, 800 that they meet the qualifications of Sections 67-1-5(1), (m), (n), 801 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 802 The department, following a preliminary review of the 67-1-59. 803 statement provided by the applicant and the requirements of the 804 applicable statutes and regulations, may issue the permit.

805 Class 2 temporary permittees must purchase their alcoholic 806 beverages directly from the department or, with approval of the 807 department, purchase the remaining stock of the previous 808 permittee. If the proposed applicant of a Class 1 or Class 2 809 temporary permit falsifies information contained in the 810 application or statement, the applicant shall never again be eligible for a retail alcohol beverage permit and shall be subject 811 812 to prosecution for perjury.

S. B. No. 2687 23/SS36/R294 PAGE 33 (icj\kr) 813 Class 3. A temporary one-day permit may be issued to a 814 retail establishment authorizing the complimentary distribution of wine, including native wine, to patrons of the retail 815 816 establishment at an open house or promotional event, for 817 consumption only on the premises described in the temporary 818 permit. A Class 3 permit may be issued only to an applicant 819 demonstrating to the department, by a statement signed under 820 penalty of perjury submitted ten (10) days before the proposed 821 date or such other time as the department may determine, that it meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 822 823 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 824 A Class 3 permit holder shall obtain all alcoholic beverages from 825 the holder(s) of a package retailer's permit located in the county 826 in which the temporary permit is issued. Wine remaining in stock 827 upon expiration of the temporary permit may be returned by the 828 Class 3 temporary permit holder to the package retailer for a 829 refund of the purchase price, with consent of the package 830 retailer, or may be kept by the Class 3 temporary permit holder 831 exclusively for personal use and consumption, subject to all laws 832 pertaining to the illegal sale and possession of alcoholic 833 beverages. The department, following review of the statement 834 provided by the applicant and the requirements of the applicable 835 statutes and regulations, may issue the permit. No retailer may 836 receive more than twelve (12) Class 3 temporary permits in a calendar year. A Class 3 temporary permit shall not be issued to 837

S. B. No. 2687 23/SS36/R294 PAGE 34 (icj\kr) a retail establishment that either holds a merchant permit issued under paragraph (1) of this subsection, or holds a permit issued under Chapter 3, Title 67, Mississippi Code of 1972, authorizing the holder to engage in the business of a retailer of light wine or beer.

843 (a) Caterer's permit. A caterer's permit shall permit 844 the purchase of alcoholic beverages by a person engaging in 845 business as a caterer and the resale of alcoholic beverages by 846 such person in conjunction with such catering business. No person 847 shall qualify as a caterer unless forty percent (40%) or more of 848 the revenue derived from such catering business shall be from the 849 serving of prepared food and not from the sale of alcoholic 850 beverages and unless such person has obtained a permit for such 851 business from the Department of Health. A caterer's permit shall 852 not authorize the sale of alcoholic beverages on the premises of 853 the person engaging in business as a caterer; however, the holder 854 of an on-premises retailer's permit may hold a caterer's permit. 855 When the holder of an on-premises retailer's permit or an 856 affiliated entity of the holder also holds a caterer's permit, the 857 caterer's permit shall not authorize the service of alcoholic 858 beverages on a consistent, recurring basis at a separate, fixed 859 location owned or operated by the caterer, on-premises retailer or 860 affiliated entity and an on-premises retailer's permit shall be 861 required for the separate location. All sales of alcoholic beverages by holders of a caterer's permit shall be made at the 862

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863 location being catered by the caterer, and, except as otherwise provided in subsection (5) of this section, such sales may be made 864 865 only for consumption at the catered location. The location being 866 catered may be anywhere within a county or judicial district that 867 has voted to come out from under the dry laws or in which the sale 868 and distribution of alcoholic beverages is otherwise authorized by 869 Such sales shall be made pursuant to any other conditions law. 870 and restrictions which apply to sales made by on-premises retail 871 permittees. The holder of a caterer's permit or his employees shall remain at the catered location as long as alcoholic 872 873 beverages are being sold pursuant to the permit issued under this 874 paragraph (g), and the permittee shall have at the location the 875 identification card issued by the Alcoholic Beverage Control 876 Division of the department. No unsold alcoholic beverages may be left at the catered location by the permittee upon the conclusion 877 878 of his business at that location. Appropriate law enforcement 879 officers and Alcoholic Beverage Control Division personnel may 880 enter a catered location on private property in order to enforce 881 laws governing the sale or serving of alcoholic beverages.

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

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887 importers, wineries and distillers of alcoholic beverages for 888 professional research.

889 Alcohol processing permit. An alcohol processing (i) 890 permit shall authorize the holder thereof to purchase, transport 891 and possess alcoholic beverages for the exclusive use in cooking, 892 processing or manufacturing products which contain alcoholic 893 beverages as an integral ingredient. An alcohol processing permit 894 shall not authorize the sale of alcoholic beverages on the 895 premises of the person engaging in the business of cooking, 896 processing or manufacturing products which contain alcoholic 897 beverages. The amounts of alcoholic beverages allowed under an 898 alcohol processing permit shall be set by the department.

(j) Hospitality cart permit. A hospitality cart permit
shall authorize the sale of alcoholic beverages from a mobile cart
on a golf course that is the holder of an on-premises retailer's
permit. The alcoholic beverages sold from the cart must be
consumed within the boundaries of the golf course.

904 (k) Special service permit. A special service permit 905 shall authorize the holder to sell commercially sealed alcoholic 906 beverages to the operator of a commercial or private aircraft for 907 en route consumption only by passengers. A special service permit 908 shall be issued only to a fixed-base operator who contracts with 909 an airport facility to provide fueling and other associated 910 services to commercial and private aircraft.

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S. B. No. 2687 23/SS36/R294 PAGE 37 (icj\kr) 911 (1) Merchant permit. Except as otherwise provided in 912 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 913 914 a cooking school, and shall authorize the holder to serve 915 complimentary by the glass wine only, including native wine, at 916 the holder's spa facility, art studio or gallery, or cooking 917 school. A merchant permit holder shall obtain all wine from the 918 holder of a package retailer's permit.

919 Temporary alcoholic beverages charitable auction (m) 920 permit. A temporary permit, not to exceed five (5) days, may be 921 issued to a qualifying charitable nonprofit organization that is 922 exempt from taxation under Section 501(c)(3) or (4) of the 923 Internal Revenue Code of 1986. The permit shall authorize the 924 holder to sell alcoholic beverages for the limited purpose of 925 raising funds for the organization during a live or silent auction 926 that is conducted by the organization and that meets the following 927 requirements: (i) the auction is conducted in an area of the 928 state where the sale of alcoholic beverages is authorized; (ii) if 929 the auction is conducted on the premises of an on-premises 930 retailer's permit holder, then the alcoholic beverages to be 931 auctioned must be stored separately from the alcoholic beverages 932 sold, stored or served on the premises, must be removed from the 933 premises immediately following the auction, and may not be 934 consumed on the premises; (iii) the permit holder may not conduct 935 more than two (2) auctions during a calendar year; (iv) the permit

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S. B. No. 2687 23/SS36/R294 PAGE 38 (icj\kr) 936 holder may not pay a commission or promotional fee to any person 937 to arrange or conduct the auction.

938 Event venue retailer's permit. An event venue (n) 939 retailer's permit shall authorize the holder thereof to purchase 940 and resell alcoholic beverages, including native wines and native 941 spirits, for consumption on the premises during legal hours during 942 events held on the licensed premises if food is being served at 943 the event by a caterer who is not affiliated with or related to 944 the permittee. The caterer must serve at least three (3) entrees. 945 The permit may only be issued for venues that can accommodate two 946 hundred (200) persons or more. The number of persons a venue may 947 accommodate shall be determined by the local fire department and 948 such determination shall be provided in writing and submitted 949 along with all other documents required to be provided for an 950 on-premises retailer's permit. The permittee must derive the 951 majority of its revenue from event-related fees, including, but 952 not limited to, admission fees or ticket sales for live 953 entertainment in the building. "Event-related fees" do not 954 include alcohol, beer or light wine sales or any fee which may be 955 construed to cover the cost of alcohol, beer or light wine. This 956 determination shall be made on a per event basis. An event may 957 not last longer than two (2) consecutive days per week.

958 (o) **Temporary theatre permit**. A temporary theatre 959 permit, not to exceed five (5) days, may be issued to a charitable 960 nonprofit organization that is exempt from taxation under Section

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961 501(c)(3) or (4) of the Internal Revenue Code and owns or operates 962 a theatre facility that features plays and other theatrical 963 performances and productions. Except as otherwise provided in 964 subsection (5) of this section, the permit shall authorize the 965 holder to sell alcoholic beverages, including native wines and 966 native spirits, to patrons of the theatre during performances and 967 productions at the theatre facility for consumption during such 968 performances and productions on the premises of the facility 969 described in the permit. A temporary theatre permit holder shall 970 obtain all alcoholic beverages from package retailers located in 971 the county in which the permit is issued. Alcoholic beverages 972 remaining in stock upon expiration of the temporary theatre permit 973 may be returned by the permittee to the package retailer for a 974 refund of the purchase price upon consent of the package retailer 975 or may be kept by the permittee exclusively for personal use and 976 consumption, subject to all laws pertaining to the illegal sale 977 and possession of alcoholic beverages.

978 Charter ship operator's permit. Subject to the (p) 979 provisions of this paragraph (p), a charter ship operator's permit 980 shall authorize the holder thereof and its employees to serve, 981 monitor, store and otherwise control the serving and availability 982 of alcoholic beverages to customers of the permit holder during 983 private charters under contract provided by the permit holder. A 984 charter ship operator's permit shall authorize such action by the 985 permit holder and its employees only as to alcoholic beverages

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986 brought onto the permit holder's ship by customers of the permit 987 holder as part of such a private charter. All such alcoholic 988 beverages must be removed from the charter ship at the conclusion 989 of each private charter. A charter ship operator's permit shall not authorize the permit holder to sell, charge for or otherwise 990 991 supply alcoholic beverages to customers, except as authorized in 992 this paragraph (p). For the purposes of this paragraph (p), 993 "charter ship operator" means a common carrier that (i) is 994 certified to carry at least one hundred fifty (150) passengers 995 and/or provide overnight accommodations for at least fifty (50) 996 passengers, (ii) operates only in the waters within the State of 997 Mississippi, which lie adjacent to the State of Mississippi south 998 of the three (3) most southern counties in the State of 999 Mississippi, and (iii) provides charters under contract for tours 1000 and trips in such waters.

1001 (q) Distillery retailer's permit. The holder of a 1002 Class 1 manufacturer's permit may obtain a distillery retailer's 1003 permit. A distillery retailer's permit shall authorize the holder thereof to sell at retail alcoholic beverages to consumers for 1004 1005 on-premises consumption, or to consumers by the sealed and 1006 unopened bottle from a retail location at the distillery for 1007 off-premises consumption. The holder may only sell product 1008 manufactured by the manufacturer at the distillery described in 1009 the permit. However, when selling to consumers for on-premises consumption, a holder of a distillery retailer's permit may add 1010

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 41 (icj\kr) 1011 other beverages, alcoholic or not, so long as the total volume of 1012 other beverage components containing alcohol does not exceed 1013 twenty percent (20%). Hours of sale shall be the same as those 1014 authorized for on-premises permittees in the city or county in 1015 which the distillery retailer is located.

1016 The holder shall not sell at retail more than ten percent (10%) of the alcoholic beverages produced annually at its 1017 1018 distillery. The holder shall not make retail sales of more than 1019 two and twenty-five one-hundredths (2.25) liters, in the 1020 aggregate, of the alcoholic beverages produced at its distillery 1021 to any one (1) individual for consumption off the premises of the 1022 distillery within a twenty-four-hour period. The hours of sale 1023 shall be the same as those hours for package retailers under this The holder of a distillery retailer's permit is not 1024 article. 1025 required to purchase the alcoholic beverages authorized to be sold 1026 by this paragraph from the department's liquor distribution 1027 warehouse; however, if the holder does not purchase the alcoholic beverages from the department's liquor distribution warehouse, the 1028 1029 holder shall pay to the department all taxes, fees and surcharges 1030 on the alcoholic beverages that are imposed upon the sale of 1031 alcoholic beverages shipped by the department or its warehouse 1032 In addition to alcoholic beverages, the holder of a operator. distillery retailer's permit may sell at retail promotional 1033 products from the same retail location, including shirts, hats, 1034

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1035 glasses, and other promotional products customarily sold by 1036 alcoholic beverage manufacturers.

1037 Festival Wine Permit. Any wine manufacturer or (r) 1038 native wine producer permitted by Mississippi or any other state 1039 is eligible to obtain a Festival Wine Permit. This permit 1040 authorizes the entity to transport product manufactured by it to festivals held within the State of Mississippi and sell sealed, 1041 1042 unopened bottles to festival participants. The holder of this 1043 permit may provide samples at no charge to participants. 1044 "Festival" means any event at which three (3) or more vendors are 1045 present at a location for the sale or distribution of goods. The 1046 holder of a Festival Wine Permit is not required to purchase the 1047 alcoholic beverages authorized to be sold by this paragraph from the department's liquor distribution warehouse. However, if the 1048 1049 holder does not purchase the alcoholic beverages from the 1050 department's liquor distribution warehouse, the holder of this 1051 permit shall pay to the department all taxes, fees and surcharges 1052 on the alcoholic beverages sold at such festivals that are imposed 1053 upon the sale of alcoholic beverages shipped by the Alcoholic 1054 Beverage Control Division of the Department of Revenue. 1055 Additionally, the entity shall file all applicable reports and 1056 returns as prescribed by the department. This permit is issued per festival and provides authority to sell for two (2) 1057 1058 consecutive days during the hours authorized for on-premises permittees' sales in that county or city. The holder of the 1059

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1060 permit shall be required to maintain all requirements set by Local 1061 Option Law for the service and sale of alcoholic beverages. This 1062 permit may be issued to entities participating in festivals at 1063 which a Class 1 temporary permit is in effect.

1064 This paragraph (r) shall stand repealed from and after July 1065 1, 2023.

1066 Charter vessel operator's permit. Subject to the (s) 1067 provisions of this paragraph (s), a charter vessel operator's 1068 permit shall authorize the holder thereof and its employees to 1069 sell and serve alcoholic beverages to passengers of the permit 1070 holder during public tours, historical tours, ecological tours and sunset cruises provided by the permit holder. The permit shall 1071 1072 authorize the holder to only sell alcoholic beverages, including 1073 native wines, to passengers of the charter vessel operator during public tours, historical tours, ecological tours and sunset 1074 1075 cruises provided by the permit holder aboard the charter vessel 1076 operator for consumption during such tours and cruises on the 1077 premises of the charter vessel operator described in the permit. 1078 For the purposes of this paragraph (s), "charter vessel operator" 1079 means a common carrier that (i) is certified to carry at least 1080 forty-nine (49) passengers, (ii) operates only in the waters 1081 within the State of Mississippi, which lie south of Interstate 10 in the three (3) most southern counties in the State of 1082 1083 Mississippi, and lie adjacent to the State of Mississippi south of the three (3) most southern counties in the State of Mississippi, 1084

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 44 (icj\kr) 1085 extending not further than one (1) mile south of such counties, 1086 and (iii) provides vessel services for tours and cruises in such 1087 waters as provided in this paragraph (s).

1088 (t) Native spirit retailer's permit. Except as 1089 otherwise provided in subsection (5) of this section, a native 1090 spirit retailer's permit shall be issued only to a holder of a 1091 Class 4 manufacturer's permit, and shall authorize the holder 1092 thereof to make retail sales of native spirits to consumers for 1093 on-premises consumption or to consumers in originally sealed and 1094 unopened containers at an establishment located on the premises of 1095 or in the immediate vicinity of a native distillery. When selling 1096 to consumers for on-premises consumption, a holder of a native 1097 spirit retailer's permit may add to the native spirit alcoholic beverages not produced on the premises, so long as the total 1098 1099 volume of foreign beverage components does not exceed twenty 1100 percent (20%) of the mixed beverage. Hours of sale shall be the 1101 same as those authorized for on-premises permittees in the city or county in which the native spirit retailer is located. 1102

(u) Delivery service permit. Any individual, limited liability company, corporation or partnership registered to do business in this state is eligible to obtain a delivery service permit. Subject to the provisions of Section 67-1-51.1, this permit authorizes the permittee, or its employee or an independent contractor acting on its behalf, to deliver alcoholic beverages, beer, light wine and light spirit product from a licensed retailer

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 45 (icj\kr) 1110 to a person in this state who is at least twenty-one (21) years of age for the individual's use and not for resale. This permit does 1111 1112 not authorize the delivery of alcoholic beverages, beer, light 1113 wine or light spirit product to the premises of a location with a 1114 permit for the manufacture, distribution or retail sale of 1115 alcoholic beverages, beer, light wine or light spirit product. 1116 The holder of a package retailer's permit or an on-premises 1117 retailer's permit under Section 67-1-51 or of a beer, light wine 1118 and light spirit product permit under Section 67-3-19 is 1119 authorized to apply for a delivery service permit as a privilege 1120 separate from its existing retail permit.

1121 Food truck permit. A food truck permit shall (v)1122 authorize the holder of an on-premises retailer's permit to use a 1123 food truck to sell alcoholic beverages off its premises to quests 1124 who must consume the beverages in open containers. For the 1125 purposes of this paragraph (v), "food truck" means a fully encased 1126 food service establishment on a motor vehicle or on a trailer that 1127 a motor vehicle pulls to transport, and from which a vendor, 1128 standing within the frame of the establishment, prepares, cooks, 1129 sells and serves food for immediate human consumption. The term 1130 "food truck" does not include a food cart that is not motorized. 1131 Food trucks shall maintain such distance requirements from 1132 schools, churches, kindergartens and funeral homes as are required for on-premises retailer's permittees under this article, and all 1133 sales must be made within a valid leisure and recreation district 1134

~ OFFICIAL ~

S. B. No. 2687 23/SS36/R294 PAGE 46 (icj\kr) 1135 established under Section 67-1-101. Food trucks cannot sell or 1136 serve alcoholic beverages unless also offering food prepared and 1137 cooked within the food truck, and permittees must maintain a 1138 twenty-five percent (25%) food sale revenue requirement based on 1139 the food sold from the food truck alone. The hours allowed for 1140 sale shall be the same as those for on-premises retailer's permittees in the location. This permit will not be required for 1141 1142 the holder of a caterer's permit issued under this article to 1143 cater an event as allowed by law. Permittees must provide notice 1144 of not less than forty-eight (48) hours to the department of each 1145 location at which alcoholic beverages will be sold.

1146 (w) Grocery store wine-only retailer's permit. Except as otherwise provided in this paragraph (w), a grocery store 1147 1148 wine-only retailer's permit shall authorize the holder thereof to 1149 sell wine at retail at a grocery store in original sealed and 1150 unopened packages not to be consumed on the premises where sold. 1151 Wine shall not be sold by any grocery store in any package or 1152 container containing less than fifty (50) milliliters by liquid 1153 measure. A grocery store wine-only retailer's permit, with prior 1154 approval from the department, shall authorize the holder thereof 1155 to sample the new product furnished by a manufacturer's 1156 representative or his employees at the permitted place of business 1157 so long as the sampling otherwise complies with this chapter and 1158 applicable department regulations. Such samples may not be 1159 provided to customers at the permitted place of business. Permits

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 47 (icj\kr) 1160 <u>authorized under this paragraph (w) shall not be issued prior to</u> 1161 <u>July 1, 2024, and shall not be issued to a grocery store that is</u> 1162 <u>located within five hundred (500) feet of an establishment holding</u> 1163 <u>a package retailer's permit prior to July 1, 2024.</u>

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

1167 Except as otherwise provided in this subsection, no (3) (a) 1168 authority shall be granted to any person to manufacture, sell or 1169 store for sale any intoxicating liquor as specified in this article within four hundred (400) feet of any church, school, 1170 kindergarten or funeral home. However, within an area zoned 1171 1172 commercial or business, such minimum distance shall be not less than one hundred (100) feet. 1173

1174 (b) A church or funeral home may waive the distance 1175 restrictions imposed in this subsection in favor of allowing 1176 issuance by the department of a permit, pursuant to subsection (1) of this section, to authorize activity relating to the 1177 1178 manufacturing, sale or storage of alcoholic beverages which would 1179 otherwise be prohibited under the minimum distance criterion. 1180 Such waiver shall be in written form from the owner, the governing 1181 body, or the appropriate officer of the church or funeral home having the authority to execute such a waiver, and the waiver 1182 1183 shall be filed with and verified by the department before becoming effective. 1184

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S. B. No. 2687 23/SS36/R294 PAGE 48 (icj\kr) 1185 (C)The distance restrictions imposed in this 1186 subsection shall not apply to the sale or storage of alcoholic beverages at a bed and breakfast inn listed in the National 1187 1188 Register of Historic Places or to the sale or storage of alcoholic 1189 beverages in a historic district that is listed in the National 1190 Register of Historic Places, is a qualified resort area and is 1191 located in a municipality having a population greater than one hundred thousand (100,000) according to the latest federal 1192 1193 decennial census.

(d) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a qualified resort area as defined in Section 67-1-5(o)(iii)32.

(e) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a licensed premises in a building formerly owned by a municipality and formerly leased by the municipality to a municipal school district and used by the municipal school district as a district bus shop facility.

(f) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a licensed premises in a building consisting of at least five thousand (5,000) square feet and located approximately six hundred (600) feet from the intersection of Mississippi Highway 15 and Mississippi Highway 4.

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 49 (icj\kr) (g) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a licensed premises in a building located at or near the intersection of Ward and Tate Streets and adjacent properties in the City of Senatobia, Mississippi.

1215 (h) The distance restrictions imposed in this 1216 subsection shall not apply to the sale or storage of alcoholic 1217 beverages at a theatre facility that features plays and other 1218 theatrical performances and productions and (i) is capable of 1219 seating more than seven hundred fifty (750) people, (ii) is owned 1220 by a municipality which has a population greater than ten thousand 1221 (10,000) according to the latest federal decennial census, (iii) 1222 was constructed prior to 1930, (iv) is on the National Register of 1223 Historic Places, and (v) is located in a historic district.

1224 No person, either individually or as a member of a firm, (4) 1225 partnership, limited liability company or association, or as a 1226 stockholder, officer or director in a corporation, shall own or 1227 control any interest in more than \* \* \* six (6) package retailer's 1228 permits, nor shall such person's spouse, if living in the same 1229 household of such person, any relative of such person, if living 1230 in the same household of such person, or any other person living 1231 in the same household with such person own any interest in any other package retailer's permit which, when combined with the 1232 1233 number of package retailer's permits owned by the person or in

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## 1234 which the person has a controlling interest, would total more than 1235 six (6) package retailer's permits.

1236 (5) In addition to any other authority granted under (a) 1237 this section, the holder of a permit issued under subsection 1238 (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may 1239 sell or otherwise provide alcoholic beverages and/or wine to a patron of the permit holder in the manner authorized in the permit 1240 1241 and the patron may remove an open glass, cup or other container of 1242 the alcoholic beverage and/or wine from the licensed premises and may possess and consume the alcoholic beverage or wine outside of 1243 1244 the licensed premises if: (i) the licensed premises is located 1245 within a leisure and recreation district created under Section 1246 67-1-101 and (ii) the patron remains within the boundaries of the leisure and recreation district while in possession of the 1247 1248 alcoholic beverage or wine.

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

1253 SECTION 3. Section 27-71-5, Mississippi Code of 1972, is 1254 amended as follows:

1255 27-71-5. (1) Upon each person approved for a permit under 1256 the provisions of the Alcoholic Beverage Control Law and 1257 amendments thereto, there is levied and imposed for each location 1258 for the privilege of engaging and continuing in this state in the

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 51 (icj\kr) 1259 business authorized by such permit, an annual privilege license 1260 tax in the amount provided in the following schedule: Except as otherwise provided in this subsection 1261 (a) 1262 (1), manufacturer's permit, Class 1, distiller's and/or 1263 rectifier's: 1264 (i) For a permittee with annual production of 1265 five thousand (5,000) gallons or more......\$4,500.00 1266 (ii) For a permittee with annual production under 1267 five thousand (5,000) gallons.....\$2,800.00 1268 (b) Manufacturer's permit, Class 2, wine 1269 manufacturer.....\$1,800.00 1270 Manufacturer's permit, Class 3, native wine (C) 1271 manufacturer per ten thousand (10,000) gallons or part thereof 1272 produced......\$ 10.00 1273 Manufacturer's permit, Class 4, native spirit (d) 1274 manufacturer per one thousand (1,000) gallons or part thereof 1275 produced.....\$ 300.00 Native wine retailer's permit.....\$ 1276 (e) 50.00 1277 Package retailer's permit, each.....\$ (f) 900.00 1278 On-premises retailer's permit, except for clubs and (q) 1279 common carriers, each.....\$ 450.00 1280 On-premises retailer's permit for wine of more than (h) five percent (5%) alcohol by weight, but not more than twenty-one 1281 percent (21%) alcohol by weight, each.....\$ 225.00 1282 1283 (i) On-premises retailer's permit for clubs...\$ 225.00

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1284	(j) On-premises retailer's permit for common carriers,		
1285	per car, plane, or other vehicle\$ 120.00		
1286			
1287	7 provision of law, solicitor's permits shall be issued only in the		
1288	discretion of the department\$ 100.00		
1289	(1) Filing fee for each application except for an		
1290	employee identification card\$ 25.00		
1291	(m) Temporary permit, Class 1, each\$ 10.00		
1292	(n) Temporary permit, Class 2, each\$ 50.00		
1293	(o) (i) Caterer's permit\$ 600.00		
1294	(ii) Caterer's permit for holders of on-premises		
1295	retailer's permit\$ 150.00		
1296	(p) Research permit\$ 100.00		
1297	(q) Temporary permit, Class 3 (wine only)\$ 10.00		
1298	(r) Special service permit\$ 225.00		
1299	(s) Merchant permit\$ 225.00		
1300	(t) Temporary alcoholic beverages charitable auction		
1301	permit\$ 10.00		
1302	(u) Event venue retailer's permit\$ 225.00		
1303	(v) Temporary theatre permit, each\$ 10.00		
1304	(w) Charter ship operator's permit\$ 100.00		
1305	(x) Distillery retailer's permit\$ 450.00		
1306	(y) Festival wine permit\$ 10.00		
1307	(z) Charter vessel operator's permit\$ 100.00		
1308	(aa) Native spirit retailer's permit\$ 50.00		

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 1309
 (bb) Delivery service permit.....\$ 500.00

 1310
 (cc) Food truck permit.....\$ 100.00

 1311
 (dd) Grocery store wine-only retailer's permit,

 1312
 each location......\$ 900.00

1313 In addition to the filing fee imposed by paragraph (1) of 1314 this subsection, a fee to be determined by the Department of Revenue may be charged to defray costs incurred to process 1315 1316 applications. The additional fees shall be paid into the State 1317 Treasury to the credit of a special fund account, which is hereby created, and expenditures therefrom shall be made only to defray 1318 1319 the costs incurred by the Department of Revenue in processing alcoholic beverage applications. Any unencumbered balance 1320 1321 remaining in the special fund account on June 30 of any fiscal year shall lapse into the State General Fund. 1322

All privilege taxes imposed by this section shall be paid in advance of doing business. A new permittee whose privilege tax is determined by production volume will pay the tax for the first year in accordance with department regulations. The additional privilege tax imposed for an on-premises retailer's permit based upon purchases shall be due and payable on demand.

1329 Paragraph (y) of this subsection shall stand repealed from 1330 and after July 1, 2023.

(2) (a) There is imposed and shall be collected from each
permittee, except a common carrier, solicitor, a temporary
permittee or a delivery service permittee, by the department, an

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 54 (icj\kr) 1334 additional license tax equal to the amounts imposed under 1335 subsection (1) of this section for the privilege of doing business 1336 within any municipality or county in which the licensee is 1337 located.

1338 (b) (i) In addition to the tax imposed in paragraph 1339 (a) of this subsection, there is imposed and shall be collected by the department from each permittee described in subsection (1)(g), 1340 1341 (h), (i), (n) and (u) of this section, an additional license tax 1342 for the privilege of doing business within any municipality or county in which the licensee is located in the amount of Two 1343 1344 Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars 1345 1346 (\$225.00) for each additional purchase of Five Thousand Dollars (\$5,000.00), or fraction thereof. 1347

1348 (ii) In addition to the tax imposed in paragraph 1349 (a) of this subsection, there is imposed and shall be collected by 1350 the department from each permittee described in subsection (1)(o) 1351 and (s) of this section, an additional license tax for the 1352 privilege of doing business within any municipality or county in 1353 which the licensee is located in the amount of Two Hundred Fifty 1354 Dollars (\$250.00) on purchases exceeding Five Thousand Dollars 1355 (\$5,000.00) and Two Hundred Twenty-five Dollars (\$225.00) for each 1356 additional purchase of Five Thousand Dollars (\$5,000.00), or 1357 fraction thereof.

S. B. No. 2687 23/SS36/R294 PAGE 55 (icj\kr) (iii) Any person who has paid the additional privilege license tax imposed by this paragraph, and whose permit is renewed, may add any unused fraction of Five Thousand Dollars (\$5,000.00) purchases to the first Five Thousand Dollars (\$5,000.00) purchases authorized by the renewal permit, and no additional license tax will be required until purchases exceed the sum of the two (2) figures.

1365 If the licensee is located within a municipality, (C) 1366 the department shall pay the amount of additional license tax 1367 collected under this section to the municipality, and if outside a 1368 municipality the department shall pay the additional license tax to the county in which the licensee is located. Payments by the 1369 1370 department to the respective local government subdivisions shall be made once each month for any collections during the preceding 1371 1372 month.

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

(4) The number of permits issued by the department shall not be restricted or limited on a population basis; however, the foregoing limitation shall not be construed to preclude the right

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1382 of the department to refuse to issue a permit because of the 1383 undesirability of the proposed location.

1384 (5)If any person shall engage or continue in any business which is taxable under this section without having paid the tax as 1385 1386 provided in this section, the person shall be liable for the full 1387 amount of the tax plus a penalty thereon equal to the amount thereof, and, in addition, shall be punished by a fine of not more 1388 than One Thousand Dollars (\$1,000.00), or by imprisonment in the 1389 1390 county jail for a term of not more than six (6) months, or by both such fine and imprisonment, in the discretion of the court. 1391

1392 (6) It shall be unlawful for any person to consume alcoholic beverages on the premises of any hotel restaurant, restaurant, 1393 1394 club or the interior of any public place defined in Chapter 1, Title 67, Mississippi Code of 1972, when the owner or manager 1395 1396 thereof displays in several conspicuous places inside the 1397 establishment and at the entrances of establishment a sign 1398 containing the following language: NO ALCOHOLIC BEVERAGES 1399 ALLOWED.

1400 **SECTION 4.** Section 67-1-41, Mississippi Code of 1972, is 1401 amended as follows:

1402 67-1-41. (1) The department is hereby created a wholesale 1403 distributor and seller of alcoholic beverages, not including malt 1404 liquors, within the State of Mississippi. It is granted the right 1405 to import and sell alcoholic beverages at wholesale within the 1406 state, and no person who is granted the right to sell, distribute

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 57 (icj\kr) 1407 or receive alcoholic beverages at retail shall purchase any 1408 alcoholic beverages from any source other than the department, except as authorized in subsections (4), (9) and (12) of this 1409 1410 section. The department may establish warehouses, and the 1411 department may purchase alcoholic beverages in such quantities and 1412 from such sources as it may deem desirable and sell the alcoholic beverages to authorized permittees within the state including, at 1413 1414 the discretion of the department, any retail distributors 1415 operating within any military post or qualified resort areas within the boundaries of the state, keeping a correct and accurate 1416 1417 record of all such transactions and exercising such control over 1418 the distribution of alcoholic beverages as seem right and proper 1419 in keeping with the provisions or purposes of this article.

1420 (2) No person for the purpose of sale shall manufacture,
1421 distill, brew, sell, possess, export, transport, distribute,
1422 warehouse, store, solicit, take orders for, bottle, rectify,
1423 blend, treat, mix or process any alcoholic beverage except in
1424 accordance with authority granted under this article, or as
1425 otherwise provided by law for native wines or native spirits.

1426 (3) No alcoholic beverage intended for sale or resale shall 1427 be imported, shipped or brought into this state for delivery to 1428 any person other than as provided in this article, or as otherwise 1429 provided by law for native wines or native spirits.

1430 (4) The department may promulgate rules and regulations1431 which authorize on-premises retailers to purchase limited amounts

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 58 (icj\kr) 1432 of alcoholic beverages from package retailers and for package 1433 retailers to purchase limited amounts of alcoholic beverages from 1434 other package retailers. The department shall develop and provide 1435 forms to be completed by the on-premises retailers and the package 1436 retailers verifying the transaction. The completed forms shall be 1437 forwarded to the department within a period of time prescribed by 1438 the department.

(5) The department may promulgate rules which authorize the holder of a package retailer's permit <u>or grocery store wine-only</u> <u>retailer's permit</u> to permit individual retail purchasers of packages of alcoholic beverages to return, for exchange, credit or refund, limited amounts of original sealed and unopened packages of alcoholic beverages purchased by the individual from the package retailer or grocery store.

1446 (6) The department shall maintain all forms to be completed 1447 by applicants necessary for licensure by the department at all 1448 district offices of the department.

1449 (7) The department may promulgate rules which authorize the 1450 manufacturer of an alcoholic beverage or wine to import, transport 1451 and furnish or give a sample of alcoholic beverages or wines to 1452 the holders of package retailer's permits, on-premises retailer's permits, native wine or native spirit retailer's permits \* \* \*, 1453 1454 temporary retailer's permits and grocery store wine-only 1455 retailer's permits who have not previously purchased the brand of that manufacturer from the department. For each holder of the 1456

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 59 (icj\kr) 1457 designated permits, the manufacturer may furnish not more than 1458 five hundred (500) milliliters of any brand of alcoholic beverage 1459 and not more than three (3) liters of any brand of wine.

The department may promulgate rules disallowing open 1460 (8) 1461 product sampling of alcoholic beverages or wines by the holders of 1462 package retailer's permits and permitting open product sampling of 1463 alcoholic beverages by the holders of on-premises retailer's 1464 permits. Permitted sample products shall be plainly identified 1465 "sample" and the actual sampling must occur in the presence of the 1466 manufacturer's representatives during the legal operating hours of 1467 on-premises retailers.

1468 (9) The department may promulgate rules and regulations that 1469 authorize the holder of a research permit to import and purchase 1470 limited amounts of alcoholic beverages from importers, wineries 1471 and distillers of alcoholic beverages or from the department. The 1472 department shall develop and provide forms to be completed by the 1473 research permittee verifying each transaction. The completed 1474 forms shall be forwarded to the department within a period of time 1475 prescribed by the department. The records and inventory of 1476 alcoholic beverages shall be open to inspection at any time by the 1477 Director of the Alcoholic Beverage Control Division or any duly 1478 authorized agent.

(10) The department may promulgate rules facilitating a retailer's on-site pickup of alcoholic beverages sold by the department or as authorized by the department, including, but not

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 60 (icj\kr) 1482 limited to, native wines and native spirits, so that those 1483 alcoholic beverages may be delivered to the retailer at the 1484 manufacturer's location instead of via shipment from the 1485 department's warehouse.

1486 (11) **[Through June 30, 2023]** This section shall not apply 1487 to alcoholic beverages authorized to be sold by the holder of a 1488 distillery retailer's permit or a festival wine permit.

(11) [From and after July 1, 2023] This section shall not apply to alcoholic beverages authorized to be sold by the holder of a distillery retailer's permit.

1492 (a) An individual resident of this state who is at (12)least twenty-one (21) years of age may purchase wine from a winery 1493 1494 and have the purchase shipped into this state so long as it is shipped to a package retailer permittee in Mississippi; however, 1495 1496 the permittee shall pay to the department all taxes, fees and 1497 surcharges on the wine that are imposed upon the sale of wine 1498 shipped by the department or its warehouse operator. No credit shall be provided to the permittee for any taxes paid to another 1499 1500 state as a result of the transaction. Package retailers may 1501 charge a service fee for receiving and handling shipments from 1502 wineries on behalf of the purchasers. The department shall 1503 develop and provide forms to be completed by the package retailer permittees verifying the transaction. The completed forms shall 1504 1505 be forwarded to the department within a period of time prescribed 1506 by the department.

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1507 The purchaser of wine that is to be shipped to a (b) 1508 package retailer's store shall be required to get the prior approval of the package retailer before any wine is shipped to the 1509 1510 package retailer. A purchaser is limited to no more than ten (10) 1511 cases of wine per year to be shipped to a package retailer. A 1512 package retailer shall notify a purchaser of wine within two (2) days after receiving the shipment of wine. If the purchaser of 1513 1514 the wine does not pick up or take the wine from the package 1515 retailer within thirty (30) days after being notified by the 1516 package retailer, the package retailer may sell the wine as part 1517 of his inventory.

Shipments of wine into this state under this 1518 (C) 1519 section shall be made by a duly licensed carrier. It shall be the duty of every common or contract carrier, and of every firm or 1520 1521 corporation that shall bring, carry or transport wine from outside 1522 the state for delivery inside the state to package retailer 1523 permittees on behalf of consumers, to prepare and file with the department, on a schedule as determined by the department, of 1524 1525 known wine shipments containing the name of the common or contract 1526 carrier, firm or corporation making the report, the period of time 1527 covered by said report, the name and permit number of the winery, 1528 the name and permit number of the package retailer permittee receiving such wine, the weight of the package delivered to each 1529 1530 package retailer permittee, a unique tracking number, and the date 1531 of delivery. Reports received by the department shall be made

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S. B. No. 2687 23/SS36/R294 PAGE 62 (icj\kr) 1532 available by the department to the public via the Mississippi 1533 Public Records Act process in the same manner as other state 1534 alcohol filings.

Upon the department's request, any records supporting the 1535 1536 report shall be made available to the department within a 1537 reasonable time after the department makes a written request for such records. Any records containing information relating to such 1538 1539 reports shall be kept and preserved for a period of two (2) years, 1540 unless their destruction sooner is authorized, in writing, by the 1541 department, and shall be open and available to inspection by the 1542 department upon the department's written request. Reports shall 1543 also be made available to any law enforcement or regulatory body 1544 in the state in which the railroad company, express company, common or contract carrier making the report resides or does 1545 1546 business.

Any common or contract carrier that willfully fails to make reports, as provided by this section or any of the rules and regulations of the department for the administration and enforcement of this section, is subject to a notification of violation. In the case of a continuing failure to make reports, the common or contract carrier is subject to possible license suspension and revocation at the department's discretion.

(d) A winery that ships wine under this section shall
be deemed to have consented to the jurisdiction of the courts of
this state, of the department, of any other state agency regarding

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 63 (icj\kr) 1557 the enforcement of this section, and of any related law, rules or 1558 regulations.

(e) Any person who makes, participates in, transports,
imports or receives a shipment in violation of this section is
guilty of a misdemeanor and, upon conviction thereof, shall be
punished by a fine of One Thousand Dollars (\$1,000.00) or
imprisonment in the county jail for not more than six (6) months,
or both. Each shipment shall constitute a separate offense.

1565 If any provision of this article, or its application to (13)1566 any person or circumstance, is determined by a court to be invalid or unconstitutional, the remaining provisions shall be construed 1567 1568 in accordance with the intent of the Legislature to further limit 1569 rather than expand commerce in alcoholic beverages to protect the health, safety, and welfare of the state's residents, and to 1570 1571 enhance strict regulatory control over taxation, distribution and 1572 sale of alcoholic beverages through the three-tier regulatory 1573 system imposed by this article upon all alcoholic beverages to 1574 curb relationships and practices calculated to stimulate sales and 1575 impair the state's policy favoring trade stability and the 1576 promotion of temperance.

1577 SECTION 5. Section 67-1-75, Mississippi Code of 1972, is 1578 amended as follows:

1579 67-1-75. If the holder of a package retailer's permit <u>or a</u> 1580 <u>grocery store wine-only retailer's permit</u>, or any employee 1581 thereof:

S. B. No. 2687 **\* OFFICIAL ~** 23/SS36/R294 PAGE 64 (icj\kr) (a) Shall sell, offer for sale or permit to be sold in,
on or about the premises covered by such permit any alcoholic
beverages except in the original sealed and unopened packages; or
(b) Shall permit the drinking or consumption of any
alcoholic beverages in, on or about the premises covered by such

permit except as may be otherwise authorized by this article; or

1587

1588 Shall sell, offer for sale or permit the sale in, (C) 1589 on or about the premises of alcoholic beverages in any package or 1590 container containing less than fifty (50) milliliters by liquid measure; then such person or employee shall be quilty of a 1591 misdemeanor and, upon conviction, shall be punished by a fine of 1592 1593 not more than One Thousand Dollars (\$1,000.00) or by imprisonment 1594 in the county jail for a term of not more than one (1) year, or by both such fine and imprisonment, in the discretion of the court. 1595 1596 In addition, in the case of the commission of any of such offenses 1597 by the holder of a permit, it shall be the duty of the \* \* \* 1598 department forthwith to revoke the permit held by such person and conviction of the criminal offense shall not be a condition 1599 1600 precedent to such revocation.

1601 SECTION 6. Section 67-1-83, Mississippi Code of 1972, is 1602 amended as follows:

1603 67-1-83. (1) It shall be unlawful for any permittee or any
1604 employee or agent thereof to sell or furnish any alcoholic
1605 beverage to any person who is visibly intoxicated, or to any
1606 person who is known to habitually drink alcoholic beverages to

S. B. No. 2687 ~ OFFICIAL ~ 23/SS36/R294 PAGE 65 (icj\kr) 1607 excess, or to any person who is known to be an habitual user of 1608 narcotics or other habit-forming drugs. It shall also be unlawful for the holder of any package retailer's permit or grocery store 1609 wine-only retailer's permit to sell any alcoholic beverages except 1610 1611 by delivery in person to the purchaser at the place of business of 1612 the permittee, unless the holder of a package retailer's permit also holds a delivery service permit or uses a delivery service 1613 1614 permittee to effect delivery.

1615 It shall be unlawful for any permittee or any employee (2)1616 or agent thereof to sell or furnish any alcoholic beverage to any 1617 person to whom the department has, after investigation, decided to prohibit the sale of those beverages because of an appeal to the 1618 1619 department so to do by the husband, wife, father, mother, brother, 1620 sister, child, or employer of the person. The interdiction in 1621 those cases shall last until removed by thedepartment, but no 1622 person shall be held to have violated this subsection unless he 1623 has been informed by the department, by registered letter, that it 1624 is forbidden to sell to that individual or unless that fact is 1625 otherwise known to the permittee or its employee or agent.

1626 (3) It shall be unlawful for any holder of a package
1627 retailer's permit <u>or a grocery store wine-only retailer's permit</u>,
1628 or any employee or agent thereof, \* \* \* to sell or furnish any
1629 alcoholic beverage before 10:00 a.m. and after 10:00 p.m. or to
1630 sell alcoholic beverages on Sunday and Christmas Day.

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S. B. No. 2687 23/SS36/R294 PAGE 66 (icj\kr) 1631 Any person who violates any of the provisions of this (4) 1632 section shall be guilty of a misdemeanor and, upon conviction, shall be punished by a fine of not more than Five Hundred Dollars 1633 1634 (\$500.00) or by imprisonment in the county jail for a term of not 1635 more than six (6) months, or by both that fine and imprisonment, 1636 in the discretion of the court. In addition to any other penalties prescribed by law, the \* \* \* department may immediately 1637 1638 revoke the permit of any permittee who violates the provisions of 1639 this section.

1640 SECTION 7. Section 67-1-85, Mississippi Code of 1972, is 1641 amended as follows:

1642 67-1-85. (1)The holder of a package retailer's permit or 1643 grocery store wine-only retailer's permit may have signs, lighted 1644 or otherwise, on the outside of the premises covered by his permit 1645 which advertise, announce or advise of the sale of alcoholic 1646 beverages in or on \* \* \* the premises. Wherever the sign is 1647 located on the premises, the name of the business shall also include the permit number thereof, preceded by the words "A.B.C. 1648 1649 Permit No."

1650 (2) It shall be lawful to advertise alcoholic beverages by
1651 means of signs, billboards or displays on or along any road,
1652 highway, street or building.

1653 (3) It shall be lawful for publishers, broadcasters and 1654 other kinds, types or forms of public and private advertising 1655 media to advertise alcoholic beverages; however, no alcoholic

S. B. No. 2687 **~ OFFICIAL ~** 23/SS36/R294 PAGE 67 (icj\kr) beverages may be advertised during, or within five (5) minutes preceding or following, any television broadcast which consists primarily of animated material intended for viewing by young children.

1660 (4) Notwithstanding the provisions of this section to the 1661 contrary, it shall be unlawful to advertise alcoholic beverages by 1662 means of signs, billboards or displays in any municipality, county 1663 or judicial district which has not voted pursuant to the 1664 provisions of this article to legalize the sale of alcoholic 1665 beverages.

1666 **SECTION 8.** This act shall take effect and be in force from 1667 and after July 1, 2023.