By: Representatives Zuber, Yates, Powell, To: State Affairs McGee

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 430

AN ACT TO AUTHORIZE A PERSON WHO IS THE HOLDER OF CLASS 1 OR CLASS 2 MANUFACTURER'S PERMIT UNDER THE LOCAL OPTION ALCOHOLIC BEVERAGE CONTROL LAW, OR WHO IS LICENSED OR PERMITTED OUTSIDE OF THE STATE TO ENGAGE IN THE ACTIVITY OF MANUFACTURING WINE AND/OR 5 DISTILLED SPIRITS TO SELL AND SHIP WINE AND DISTILLED SPIRITS DIRECTLY TO RESIDENTS IN THIS STATE, IF THE PERSON OBTAINS A 7 DIRECT SHIPPER'S PERMIT FROM THE DEPARTMENT OF REVENUE; TO PROVIDE FOR THE ISSUANCE OF DIRECT SHIPPER'S PERMITS AND THE ISSUANCE OF 8 9 WINE AND DISTILLED SPIRITS FULFILLMENT PROVIDER PERMITS; TO 10 REQUIRE THE HOLDER OF A DIRECT SHIPPER'S PERMIT TO KEEP CERTAIN 11 RECORDS; TO REQUIRE THE HOLDER OF A WINE AND DISTILLED SPIRITS 12 FULFILLMENT PROVIDER PERMIT TO KEEP CERTAIN RECORDS; TO PROHIBIT THE HOLDER OF A DIRECT SHIPPER'S PERMIT FROM SELLING OR SHIPPING 14 LIGHT WINE, LIGHT SPIRIT PRODUCTS OR BEER OR ANY ALCOHOLIC 1.5 BEVERAGE OTHER THAN WINE OR DISTILLED SPIRITS; TO LIMIT THE AMOUNT 16 OF WINE AND DISTILLED SPIRITS THAT A HOLDER OF A DIRECT SHIPPER'S 17 PERMIT MAY SELL OR SHIP TO AN INDIVIDUAL EACH YEAR; TO PROHIBIT 18 THE HOLDER OF A DIRECT SHIPPER'S PERMIT FROM SELLING OR SHIPPING 19 WINE OR DISTILLED SPIRITS THAT IS AVAILABLE THROUGH THE ALCOHOLIC 20 BEVERAGE CONTROL DIVISION OF THE DEPARTMENT OF REVENUE; TO PROVIDE 21 FOR THE ANNUAL RENEWAL OF DIRECT SHIPPER'S PERMITS; TO PROVIDE 22 THAT PERSONS PURCHASING OR RECEIVING A DIRECT SHIPMENT OF WINE OR 23 DISTILLED SPIRITS FROM A DIRECT SHIPPER MUST BE AT LEAST 24 TWENTY-ONE YEARS OF AGE; TO PROVIDE THAT PERSONS RECEIVING A 25 DIRECT SHIPMENT OF WINE AND/OR DISTILLED SPIRITS FROM A DIRECT 26 SHIPPER SHALL USE THE WINE OR DISTILLED SPIRITS FOR PERSONAL USE 27 ONLY AND MAY NOT RESELL IT; TO IMPOSE CERTAIN REQUIREMENTS 28 RELATING THE SHIPMENT OF WINE AND DISTILLED SPIRITS INTO THIS 29 STATE; TO AUTHORIZE THE COMMISSIONER OF REVENUE TO ADOPT ANY RULES 30 OR REGULATIONS AS NECESSARY TO CARRY OUT THIS ACT; TO PROVIDE 31 PENALTIES FOR VIOLATIONS OF THIS ACT; TO AMEND SECTIONS 27-71-5, 32 27-71-7, 27-71-15 AND 27-71-29, MISSISSIPPI CODE OF 1972, TO 33 PROVIDE THE PRIVILEGE TAX REQUIRED FOR THE ISSUANCE OF A DIRECT 34 SHIPPER'S PERMIT AND FOR THE PRIVILEGE TAX REQUIRED FOR THE

- 35 ISSUANCE OF A WINE AND DISTILLED SPIRITS FULFILLMENT PROVIDER
- 36 PERMIT; TO LEVY A TAX UPON THE SALES AND SHIPMENTS OF WINE AND
- 37 DISTILLED SPIRITS MADE BY A DIRECT SHIPPER; TO REQUIRE A CERTAIN
- 38 AMOUNT OF THE TAXES LEVIED TO BE DEPOSITED INTO THE MENTAL HEALTH
- 39 PROGRAMS FUND; TO AMEND SECTIONS 67-1-41, 67-1-45, 67-1-51,
- 40 67-1-53, 67-1-55, 67-1-57, 67-1-73, 97-31-47 AND 97-31-49,
- 41 MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PROVISIONS OF THIS
- 42 ACT; AND FOR RELATED PURPOSES.
- 43 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. As used in Sections 1 through 12 of this act, the
- 45 following words shall have the meanings as defined in this section
- 46 unless the context otherwise requires:
- 47 (a) "Department" means the Department of Revenue.
- 48 (b) "Direct shipper" means the holder of a direct
- 49 shipper's permit issued by the department under Sections 1 through
- 50 12 of this act.
- 51 (c) "Common carrier" means a person that holds itself
- 52 out to the general public as engaged in the business of
- 53 transporting goods for a fee and is engaged in the business of
- 54 transporting and delivering alcoholic beverages from a direct
- 55 shipper's permittee directly to consumers in this state who are
- 56 twenty-one (21) years of age or older.
- 57 (d) "Fulfillment provider" means a person who acts on
- 58 behalf of a holder of a direct shipper's permit to ship wine
- 59 and/or distilled spirits to a consumer and arranges for transport
- 60 by an eligible common carrier to the consumer.
- 61 (e) "Wine and distilled spirits fulfillment provider
- 62 permit" means a permit issued by the department that authorizes a

- 63 fulfillment provider to ship wine and/or distilled spirits to a
- 64 consumer on behalf of a holder of a direct shipper's permit.
- 65 (f) "Wine" means any product obtained from the
- 66 alcoholic fermentation of the juice of sound, ripe grapes, fruits
- or berries, made in accordance with the revenue laws of the United
- 68 States, and containing more than five percent (5%) of alcohol by
- 69 weight.
- 70 In addition, the definitions in Section 67-1-5 shall be
- 71 applicable to the terms used in Sections 1 through 12 of this act
- 72 unless the context otherwise requires.
- 73 **SECTION 2.** A person must hold a permit as a direct shipper
- 74 issued by the department before the person may engage in selling
- 75 and shipping wine and/or distilled spirits directly to a resident
- 76 in this state. A direct shipper may sell and ship wine and/or
- 77 distilled spirits directly to residents in this state without
- 78 being required to transact the sale and shipment through the
- 79 Alcoholic Beverage Control Division of the department.
- SECTION 3. To qualify for a direct shipper's permit, an
- 81 applicant shall be a holder of a Class 1 or Class 2 manufacturer's
- 82 permit issued in accordance with Section 67-1-51, or a person
- 83 licensed or permitted outside of this state to engage in the
- 84 activity of manufacturing wine and/or distilled spirits in any
- 85 other state.
- 86 **SECTION 4.** (1) An applicant for a direct shipper's permit
- 87 shall:

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- 88 (a) Submit to the department a completed application on
- 89 a form provided by the department, containing all information that
- 90 is required by the department;
- 91 (b) Provide to the department a copy of the applicant's
- 92 current license or permit to engage in the activity of
- 93 manufacturing wine and/or distilled spirits in this or any other
- 94 state; and
- 95 (c) Pay to the department the tax prescribed in Section
- 96 27-71-5.
- 97 (2) After a person complies with the provisions of
- 98 subsection (1) of this section, the department may conduct any
- 99 investigation as it considers necessary regarding the issuance of
- 100 a permit, and the department shall issue a permit to the applicant
- 101 if the requirements of Sections 1 through 12 of this act are met.
- 102 **SECTION 5.** (1) A direct shipper shall:
- 103 (a) Ensure that all containers of wine and/or distilled
- 104 spirits sold and shipped directly to a resident in this state are
- 105 conspicuously labeled with the words "CONTAINS ALCOHOL: SIGNATURE
- 106 OF PERSON AGE 21 YEARS OR OLDER REQUIRED FOR DELIVERY";
- 107 (b) Report to the department on an annual basis in a
- 108 manner prescribed by the department all of the following
- 109 information for each wine and/or distilled spirits shipment into
- 110 the state pursuant to Sections 1 through 12 of this act:
- 111 (i) The name and address of the Mississippi
- 112 resident who placed the order;

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113	(11) For each completed shipment, evidence of
114	signature by an individual age twenty-one (21) years or older;
115	(iii) The name and license number of the common or
116	permit carrier engaged in the shipment;
117	(iv) For each shipment by a holder of a wine or
118	distilled spirits fulfillment provider permit on behalf of the
119	direct shipper, the name and license number of the wine or
120	distilled spirits fulfillment provider permittee engaged in the
121	shipment;
122	(v) The date of shipment;
123	(vi) The carrier tracking number; and
124	(vii) The quantity of wine and/or distilled
125	spirits in the shipment;
126	(c) Maintain for at least three (3) years all records
127	that allow the department to ascertain the truthfulness of the
128	information filed under Sections 1 through 12 of this act;
129	(d) Allow the department to perform an audit of the
130	direct shipper's records upon request; and
131	(e) Be deemed to have consented to the jurisdiction of
132	the department or any other state agency and the state courts
133	concerning enforcement of Sections 1 through 12 of this act and
134	any related laws, rules or regulations.
135	(2) A direct shipper shall not:

136	(a)	Sell	or	ship	any	light	wine,	light	spirit	products

or beer that is regulated under Section 67-3-1 et seq. or any

- 138 alcoholic beverage other than wine and/or distilled spirits;
- 139 (b) Sell or ship wine and/or distilled spirits that is
- 140 available through the Alcoholic Beverage Control Division of the
- 141 department (wine or distilled spirits for which the annual
- 142 allotment through the Alcoholic Beverage Control Division of the
- 143 department has been distributed to retailers will not be
- 144 considered to be available through the division);
- 145 (c) Ship wine and/or distilled spirits to an address in
- 146 a county that has not voted in favor of coming out from under the
- 147 dry law;
- 148 (d) Sell or ship more than fifteen hundred (1,500)
- 149 nine-liter cases, or thirteen thousand five hundred (13,500)
- 150 liters, in total of wine or distilled spirits in a calendar year
- 151 to Mississippi consumers;
- 152 (e) Sell or ship any wine to any residential household
- 153 address in Mississippi that has already received a total of nine
- 154 (9) nine-liter cases of wine in the calendar year. Prior to
- 155 shipping any wine, the direct shipper shall validate that the
- 156 consumer has not received their total case limit of wine for the
- 157 calendar year and is therefore eligible to receive a shipment of
- 158 wine;
- (f) Sell or ship any distilled spirits to any
- 160 residential household address in Mississippi that has already

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- 161 received a total of nine (9) nine-liter cases of distilled spirits
- 162 in the calendar year. Prior to shipping any distilled spirits,
- 163 the direct shipper shall validate that the consumer has not
- 164 received their total case limit of distilled spirits for the
- 165 calendar year and is therefore eligible to receive a shipment of
- 166 distilled spirits;
- 167 (g) Sell or ship wine and/or distilled spirits to any
- 168 nonresidential address, including lockers or post office boxes;
- (h) Sell or ship wine and/or distilled spirits to any
- 170 address or property of a public or private elementary, secondary,
- 171 or post-secondary educational school, including any dormitory,
- 172 housing, or common space located on the campus of any elementary,
- 173 secondary, or post-secondary educational school.
- 174 **SECTION 6.** A direct shipper may annually renew his or her
- 175 permit, if the direct shipper:
- 176 (a) Is otherwise entitled to receive a permit;
- 177 (b) Provides to the department a copy of his or her
- 178 current license or permit to engage in the activity of
- 179 manufacturing wine and/or distilled spirits in this or any other
- 180 state; and
- 181 (c) Pays to the department a privilege license tax as
- 182 prescribed in Section 27-71-5.
- 183 **SECTION 7.** (1) To purchase and receive a direct shipment of
- 184 wine and/or distilled spirits from a direct shipper, a resident of
- 185 this state must be at least twenty-one (21) years of age, and a

- person who is at least twenty-one (21) years of age must sign for any wine and/or distilled spirits shipped from a direct shipper.
- 188 (2) A shipment of wine and/or distilled spirits may be
 189 ordered or purchased from a direct shipper through a computer
 190 network.
- 191 (3) A person who receives a direct shipment of wine and/or
 192 distilled spirits from a direct shipper shall use the wine and/or
 193 distilled spirits for personal consumption only and may not resell
 194 it.
- 195 A resident of this state shall not order, purchase, or receive more than a total of nine (9) nine-liter cases of wine and 196 197 nine (9) nine-liter cases of distilled spirits in a calendar year 198 to their residential household address. A holder of a direct shipper's permit shall not ship any wine or distilled spirits to 199 200 any household in this state that has already received direct shipments of nine (9) nine-liter cases of wine and nine (9) 201 202 nine-liter cases of distilled spirits in the calendar year.
- 203 A resident of this state who causes shipment of more (5) 204 than the allowable total of nine (9) nine-liter cases of wine 205 and/or nine (9) nine-liter cases of distilled spirits in a 206 calendar year to their residential household address, is guilty of 207 a misdemeanor and, upon conviction thereof, shall be punished by a 208 fine not exceeding One Thousand Dollars (\$1,000.00) or 209 imprisonment in the county jail for not more than six (6) months, or both. Each sale or shipment in violation of this section and 210

- 211 Sections 1 through 12 of this act shall constitute a separate
- 212 offense.
- 213 **SECTION 8.** (1) Any person who makes, participates in,
- 214 transports, imports or receives a sale or shipment of wine and/or
- 215 distilled spirits in violation of Sections 1 through 12 of this
- 216 act is guilty of a misdemeanor and, upon conviction thereof, shall
- 217 be punished by a fine not exceeding One Thousand Dollars
- 218 (\$1,000.00) or imprisonment in the county jail for not more than
- 219 six (6) months, or both. Each sale or shipment in violation of
- 220 Sections 1 through 12 of this act shall constitute a separate
- 221 offense.
- 222 (2) If any holder of a direct shipper's permit violates any
- 223 provision of Sections 1 through 12 of this act, the department
- 224 shall suspend or revoke the permit and impose civil penalties as
- 225 authorized under Section 67-1-1 et seq.
- 226 **SECTION 9.** (1) Any person who is not a common or permit
- 227 carrier and who does not hold a direct shipper, wholesaler,
- 228 retailer, manufacturer, or importer permit issued by the
- 229 department and who is not owned or controlled by a common or
- 230 permit carrier or a direct shipper, wholesaler, retailer,
- 231 manufacturer, or importer permittee of the department may obtain a
- 232 wine and distilled spirits fulfillment provider permit from the
- 233 department as provided in this section. A holder of a wine and
- 234 distilled spirits fulfillment provider permit, subject to
- 235 compliance with all terms and provisions of Sections 1 through 12

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- of this act, may contract with a common or permit carrier for the shipment of unopened containers of wine and/or distilled spirits on behalf of the holder of a direct shipper's permit directly to a Mississippi resident who is at least twenty-one (21) years of age, for personal use by the individual and not for resale.
- 241 A person shall obtain a separate wine and distilled 242 spirits fulfillment provider permit for each physical premises that is to be used as a wine or distilled spirits fulfillment 243 244 provider before shipping wine and/or distilled spirits to any 245 Mississippi resident from that premises, and shall pay an annual 246 license fee of Five Hundred Dollars (\$500.00), plus an additional 247 One Hundred Dollars (\$100.00) for each additional premises from 248 which shipments to Mississippi residents will be made.
 - (3) The holder of a wine and distilled spirits fulfillment provider permit may only provide logistics services of warehousing, packaging, order fulfillment, and shipment of wine and/or distilled spirits for a direct shipper permittee for which the wine and distilled spirits fulfillment provider permittee is the bailee of the wine and/or distilled spirits. Wine and/or distilled spirits held in bailment by a wine and distilled spirits fulfillment provider permittee shall remain the property of the direct shipper permittee until loaded on conveyance for direct shipment to a Mississippi resident.

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259	(4) A wine and distilled spirits fulfillment provider
260	permittee shall not ship wine and/or distilled spirits into or
261	within the state from, or on behalf of, any of the following:
262	(a) An unlicensed direct shipper of wine and/or
263	distilled spirits, either in-state or out-of-state;
264	(b) A retailer licensed by the department;
265	(c) An out-of-state retailer; or
266	(d) A person that does not hold a direct shipper's
267	permit in the State of Mississippi.
268	(5) A wine and distilled spirits fulfillment provider permi
269	applicant shall provide all of the following information to the
270	department as part of its application:
271	(a) The precise location or locations at which the
272	permittee will engage in logistics services for wine and/or
273	distilled spirits to be shipped into the state; and
274	(b) Any other information required by the department.
275	(6) A wine and distilled spirits fulfillment provider
276	permittee shall do all of the following:
277	(a) Annually renew its wine and distilled spirits
278	fulfillment provider permit in a manner as established by rule of
279	the department and pay any initial and annual license fees;
280	(b) Enter into a contract with a direct wine shipper
281	permittee designating the wine and distilled spirits fulfillment
282	provider permittee as the agent of the direct wine shipper
283	permittee for purposes of Sections 1 through 12 of this act. A

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284 wine and distilled spirits fulfillment provider permittee may no
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285 avoid liability under this section by subcontracting with a third

- 286 party to perform its obligations pursuant to this section;
- 287 (c) Maintain a compliance program documenting that all
- 288 wine and/or distilled spirits shipped by each direct shipper
- 289 permittee through the wine and distilled spirits fulfillment
- 290 provider permittee satisfies the requirements set forth in
- 291 Sections 1 through 12 of this act and any other requirements set
- 292 forth by the department;
- 293 (d) Make all commercially reasonable efforts to verify
- 294 the validity of each direct shipper permit prior to making any
- 295 shipment on behalf of the direct shipper permittee;
- 296 (e) Ensure all containers of wine and/or distilled
- 297 spirits shipped by the wine and distilled spirits fulfillment
- 298 provider permittee to a Mississippi resident are conspicuously
- 299 labeled with the following words: "CONTAINS ALCOHOL: SIGNATURE OF
- 300 PERSON AGE 21 OR OLDER REQUIRED FOR DELIVERY";
- 301 (f) Report to the department on an annual basis in a
- 302 manner prescribed by the department all of the following
- 303 information for each wine and/or distilled spirits shipment into
- 304 the state pursuant to this section:
- 305 (i) The name, address, and license number of the
- 306 direct shipper permittee and the point of origin of shipment from
- 307 which the wine and distilled spirits fulfillment provider

308	permittee	received	the	wine	and/or	distilled	spirits,	if	different
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- 309 from the address of the direct shipper permittee;
- 310 (ii) The name and address of the Mississippi
- 311 resident who placed the order;
- 312 (iii) For each completed shipment, evidence of
- 313 signature by an individual age twenty-one (21) years or older;
- 314 (iv) The name and license number of the common or
- 315 permit carrier engaged in the shipment;
- 316 (v) The date of shipment;
- 317 (vi) The carrier tracking number; and
- 318 (vii) The quantity of wine and/or distilled
- 319 spirits in the shipment; and
- 320 (g) Maintain for a minimum of three (3) years from the
- 321 date of receipt from a direct shipper permittee or the date of
- 322 shipment to a Mississippi resident, as applicable, and permit the
- 323 department and any of its designees to inspect, verify, or perform
- 324 an audit of all of the information listed in paragraph (f) of this
- 325 subsection;
- 326 (h) Upon violation of Sections 1 through 12 of this act
- 327 or a rule of the department, be subject to a civil penalty imposed
- 328 by the department by administrative proceedings that apply to
- 329 alcoholic beverage licenses, as follows:
- 330 (i) For the first violation, a civil penalty not
- 331 to exceed Five Hundred Dollars (\$500.00);

332	(ii) For a second violation, a civil penalty not
333	to exceed Three Thousand Dollars (\$3,000.00);
334	(iii) For a third or any subsequent violation, a
335	civil penalty not to exceed Six Thousand Dollars (\$6,000.00); and
336	(i) Be deemed to have consented to the jurisdiction of
337	the department and the other state agencies and the state courts
338	concerning enforcement of Sections 1 through 12 of this act.
339	(7) Any fines or fees received by the department under this
340	section shall be used by the department in order to perform its
341	regulatory duties.
342	SECTION 10. (1) Shipments of wine and/or distilled spirits
343	into this state under Sections 1 through 12 of this act shall be
344	made by a duly licensed carrier. A common carrier shall not
345	deliver a shipment of wine and/or distilled spirits to a consumer
346	unless the carrier has verified the validity of the direct
347	shipper's permit and fulfillment provider's permit prior to
348	accepting shipment. A carrier may consider a direct shipper's
349	permit to be valid for the remainder of the stated permit period
350	unless notified otherwise by the department. Any failure to
351	verify the validity of a direct shipper's permit may result in the
352	suspension of the common carrier's license to operate in the state
353	or the imposition of any other penalty as follows: (i) for the
354	first violation, a civil penalty not to exceed Five Hundred
355	Dollars (\$500.00); (ii) for a second violation, a civil penalty
356	not to exceed Three Thousand Dollars (\$3.000.00): (iii) for a

third or any subsequent violation, a civil penalty not to exceed

Six Thousand Dollars (\$6,000.00).

- 359 It shall be the duty of every common or contract 360 carrier, and of every firm or corporation that shall bring, carry 361 or transport wine and/or distilled spirits from outside the state 362 for delivery inside the state to consumers to prepare and file reports with the department, on a schedule as determined by the 363 364 department, of known wine and/or distilled spirits shipments. 365 Such reports shall contain: (a) the name of the common or 366 contract carrier, firm or corporation making the report; (b) the 367 period of time covered by said report; (c) the name and business 368 address of the person who directed the common carrier to make the 369 shipment; (d) the name and permit number of the direct shipper; 370 (e) the name and address of each consignee receiving such wine 371 and/or distilled spirits; (f) the weight of the shipment delivered to each consignee; (g) the common carrier's unique tracking number 372 373 for the package; and (h) the date of delivery. Reports received 374 by the department shall be made available by the department to the 375 public via the Mississippi Public Records Act process in the same 376 manner as other state alcohol filings.
 - (3) Upon the department's request, any records supporting the report shall be made available to the department within a reasonable time after the department makes a written request for such records. Any records containing information relating to such reports, including the signatures of the individual who physically

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received the shipment, shall be kept and preserved for a period of three (3) years, unless their destruction sooner is authorized, in writing, by the department, and shall be open and available to inspection by the department upon the department's written request. Reports shall also be made available to any law enforcement or regulatory body in the state in which the railroad company, express company, common or contract carrier making the report resides or does business.

(4) 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.

SECTION 11. The department may adopt any rules or regulations as necessary to carry out Sections 1 through 12 of this act. All of the enforcement provisions of Section 67-1-1 et seq., that are not in conflict with Sections 1 through 12 of this act may be used by the department to enforce the provisions of Sections 1 through 12 of this act.

SECTION 12. If any provision of this act, or its application to any person or circumstance, is determined by a court to be invalid or unconstitutional, the remaining provisions shall be construed in accordance with the intent of the Legislature to

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407	further limit rather than expand commerce in alcoholic beverages
408	to protect the health, safety, and welfare of the state's
409	residents, and to enhance strict regulatory control over taxation,
410	distribution and sale of alcoholic beverages through the
411	three-tier regulatory system imposed by this article upon all
412	alcoholic beverages to curb relationships and practices calculated
413	to stimulate sales and impair the state's policy favoring trade
414	stability and the promotion of temperance.
415	SECTION 13. Section 27-71-5, Mississippi Code of 1972, is
416	amended as follows:
417	27-71-5. (1) Upon each person approved for a permit under
418	the provisions of the Alcoholic Beverage Control Law and
419	amendments thereto, there is levied and imposed for each location
420	for the privilege of engaging and continuing in this state in the
421	business authorized by such permit, an annual privilege license
422	tax in the amount provided in the following schedule:
423	(a) Except as otherwise provided in this subsection
424	(1), manufacturer's permit, Class 1, distiller's and/or
425	rectifier's:
426	(i) For a permittee with annual production of
427	five thousand (5,000) gallons or more\$4,500.00
428	(ii) For a permittee with annual production under
429	five thousand (5,000) gallons\$2,800.00
430	(b) Manufacturer's permit, Class 2, wine
431	manufacturer\$1,800.00

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432	(c) Manufacturer's permit, Class 3, native wine
433	manufacturer per ten thousand (10,000) gallons or part thereof
434	produced\$ 10.00
435	(d) Manufacturer's permit, Class 4, native spirit
436	manufacturer per one thousand (1,000) gallons or part thereof
437	produced\$ 300.00
438	(e) Native wine retailer's permit\$ 50.00
439	(f) Package retailer's permit, each\$ 900.00
440	(g) On-premises retailer's permit, except for clubs and
441	common carriers, each\$ 450.00
442	(h) On-premises retailer's permit for wine of more than
443	five percent (5%) alcohol by weight, but not more than twenty-one
444	percent (21%) alcohol by weight, each\$ 225.00
445	(i) On-premises retailer's permit for clubs\$ 225.00
446	(j) On-premises retailer's permit for common carriers,
447	per car, plane, or other vehicle\$ 120.00
448	(k) Solicitor's permit, regardless of any other
449	provision of law, solicitor's permits shall be issued only in the
450	discretion of the department\$ 100.00
451	(1) Filing fee for each application except for an
452	employee identification card\$ 25.00
453	(m) Temporary permit, Class 1, each\$ 10.00
454	(n) Temporary permit, Class 2, each\$ 50.00
455	(o) (i) Caterer's permit\$ 600.00

456		(ii)	Caterer's	permit	for hold	ers of	on-pre	mises
457	retailer's per	mit					\$	150.00
458	(p)	Resear	rch permit				\$	100.00
459	(q)	Tempo	rary permi	t, Class	3 (wine	only).	\$	10.00
460	(r)	Specia	al service	permit.			\$	225.00
461	(s)	Mercha	ant permit				\$	225.00
462	(t)	Tempo	rary alcoh	olic bev	erages c	haritab	le auc	tion
463	permit						\$	10.00
464	(u)	Event	venue ret	ailer's	permit		\$	225.00
465	(v)	Tempo	rary theat	re permi	t, each.		\$	10.00
466	(w)	Charte	er ship op	erator's	permit.		\$	100.00
467	(x)	Disti	llery reta	iler's p	ermit		\$	450.00
468	(y)	Festi	val wine p	ermit			\$	10.00
469	(z)	Charte	er vessel	operator	's permi	t	\$	100.00
470	(aa)	Nativ	ve spirit	retailer	's permi	t	\$	50.00
471	(bb)	Deli	very servi	ce permi	t		\$	500.00
472	(CC)	Food	truck per	mit			\$	100.00
473	<u>(dd)</u>	Dire	ct shipper	's permi	<u>t</u>		<u>\$</u>	100.00
474	<u>(ee)</u>	Wine	and disti	lled spi	rits ful	fillmen	t prov	<u>ider</u>
475	permit						<u>\$</u>	500.00
476	In additi	on to t	the filing	fee imp	osed by	paragra	ph (1)	of
477	this subsectio	n, a fe	ee to be d	etermine	d by the	Depart	ment o	f
478	Revenue may be	charge	ed to defr	ay costs	incurre	d to pro	ocess	
479	applications.	The ac	dditional	fees sha	.ll be pa	id into	the S	tate
480	Treasury to th	e credi	it of a sp	ecial fu	nd accou	nt, whi	ch is 1	nereby

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- 481 created, and expenditures therefrom shall be made only to defray
- 482 the costs incurred by the Department of Revenue in processing
- 483 alcoholic beverage applications. Any unencumbered balance
- 484 remaining in the special fund account on June 30 of any fiscal
- 485 year shall lapse into the State General Fund.
- All privilege taxes imposed by this section shall be paid in
- 487 advance of doing business. A new permittee whose privilege tax is
- 488 determined by production volume will pay the tax for the first
- 489 year in accordance with department regulations. The additional
- 490 privilege tax imposed for an on-premises retailer's permit based
- 491 upon purchases shall be due and payable on demand.
- Paragraph (y) of this subsection shall stand repealed from
- 493 and after July 1, 2026.
- 494 (2) (a) There is imposed and shall be collected from each
- 495 permittee, except a common carrier, solicitor, a temporary
- 496 permittee, holder of a direct shipper's permit or a delivery
- 497 service permittee, by the department, an additional license tax
- 498 equal to the amounts imposed under subsection (1) of this section
- 499 for the privilege of doing business within any municipality or
- 500 county in which the licensee is located.
- 501 (b) (i) In addition to the tax imposed in paragraph
- 502 (a) of this subsection, there is imposed and shall be collected by
- 503 the department from each permittee described in subsection (1)(g),
- 504 (h), (i), (n) and (u) of this section, an additional license tax
- 505 for the privilege of doing business within any municipality or

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506 county in which the licensee is located in the amount of Two

507 Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five

508 Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars

509 (\$225.00) for each additional purchase of Five Thousand Dollars

510 (\$5,000.00), or fraction thereof.

511 (ii) In addition to the tax imposed in paragraph

512 (a) of this subsection, there is imposed and shall be collected by

513 the department from each permittee described in subsection (1)(o)

514 and (s) of this section, an additional license tax for the

515 privilege of doing business within any municipality or county in

516 which the licensee is located in the amount of Two Hundred Fifty

517 Dollars (\$250.00) on purchases exceeding Five Thousand Dollars

518 (\$5,000.00) and Two Hundred Twenty-five Dollars (\$225.00) for each

519 additional purchase of Five Thousand Dollars (\$5,000.00), or

520 fraction thereof.

521 (iii) Any person who has paid the additional

522 privilege license tax imposed by this paragraph, and whose permit

523 is renewed, may add any unused fraction of Five Thousand Dollars

524 (\$5,000.00) purchases to the first Five Thousand Dollars

525 (\$5,000.00) purchases authorized by the renewal permit, and no

526 additional license tax will be required until purchases exceed the

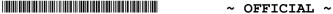
527 sum of the two (2) figures.

528 (c) If the licensee is located within a municipality,

529 the department shall pay the amount of additional license tax

530 collected under this section to the municipality, and if outside a

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- municipality the department shall pay the additional license tax to the county in which the licensee is located. Payments by the department to the respective local government subdivisions shall be made once each month for any collections during the preceding
- (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.
- 542 (4) The number of permits issued by the department shall not 543 be restricted or limited on a population basis; however, the 544 foregoing limitation shall not be construed to preclude the right 545 of the department to refuse to issue a permit because of the 546 undesirability of the proposed location.
 - (5) If any person shall engage or continue in any business which is taxable under this section without having paid the tax as provided in this section, the person shall be liable for the full 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 than One Thousand Dollars (\$1,000.00), or by imprisonment in the 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.

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555	(6) It shall be unlawful for any person to consume alcoholic
556	beverages on the premises of any hotel restaurant, restaurant,
557	club or the interior of any public place defined in Chapter 1,
558	Title 67, Mississippi Code of 1972, when the owner or manager
559	thereof displays in several conspicuous places inside the
560	establishment and at the entrances of establishment a sign
561	containing the following language: NO ALCOHOLIC BEVERAGES
562	ALLOWED.
563	SECTION 14. Section 27-71-7, Mississippi Code of 1972, is
564	amended as follows:
565	27-71-7. (1) There is hereby levied and assessed an excise
566	tax upon each case of alcoholic beverages sold by the department
567	to be collected from each retail licensee at the time of sale in
568	accordance with the following schedule:
569	(a) Distilled spirits\$2.50 per
570	gallon
571	(b) Sparkling wine and champagne\$1.00 per
572	gallon
573	(c) Other wines, including native wines\$.35 per
574	gallon
575	(2) (a) In addition to the tax levied by subsection (1) of
576	this section, and in addition to any other markup collected, the
577	Alcoholic Beverage Control Division shall collect a markup of
578	three percent (3%) on all alcoholic beverages, as defined in
579	Section 67-1-5, Mississippi Code of 1972, which are sold by the

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division. The proceeds of the markup shall be collected by the division from each purchaser at the time of purchase.

582 Until June 30, 1987, the revenue derived from this 583 three percent (3%) markup shall be deposited by the division in 584 the State Treasury to the credit of the "Alcoholism Treatment and 585 Rehabilitation Fund," a special fund which is hereby created in 586 the State Treasury, and shall be used by the Division of Alcohol 587 and Drug Abuse of the State Department of Mental Health and public 588 or private centers or organizations solely for funding of 589 treatment and rehabilitation programs for alcoholics and alcohol 590 abusers which are sponsored by the division or public or private 591 centers or organizations in such amounts as the Legislature may 592 appropriate to the division for use by the division or public or 593 private centers or organizations for such programs. 594 revenue in the fund which is not encumbered at the end of the 595 fiscal year shall lapse to the General Fund. It is the intent of 596 the Legislature that the State Department of Mental Health shall 597 continue to seek funds from other sources and shall use the funds 598 appropriated for the purposes of this section and Section 27-71-29 599 to match all federal funds which may be available for alcoholism 600 treatment and rehabilitation.

From and after July 1, 1987, the revenue derived from this three percent (3%) markup shall be deposited by the division in the State Treasury to the credit of the "Mental Health Programs Fund," a special fund which is hereby created in the State

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605	Treasury and shall be used by the State Department of Mental
606	Health for the service programs of the department. Any revenue in
607	the "Alcoholism Treatment and Rehabilitation Fund" which is not
608	encumbered at the end of Fiscal Year 1987 shall be deposited to
609	the credit of the "Mental Health Programs Fund."
610	(3) There is levied and assessed upon the holder of a direct
611	shipper's permit, a tax in the amount of fifteen and one-half
612	percent (15-1/2%) of the sales price of each sale and shipment of
613	wine or distilled spirits made to a resident in this state. The
614	holder of a direct shipper's permit shall file a monthly report
615	with the department along with a copy of the invoice for each sale
616	and shipment of wine or distilled spirits and remit any taxes due;
617	however, no report shall be required for months in which no sales
618	or shipments were made into this state. The report, together with
619	copies of the invoices and the payment of all taxes, shall be
620	filed with the department not later than the twentieth day of the
621	month following the month in which the shipment was made.
622	Permittees who fail to timely file and pay taxes as required by
623	this subsection shall pay a late fee in the amount of Five Hundred
624	Dollars (\$500.00), and the department shall suspend the direct
625	shipper's permit until all outstanding taxes are paid in full, for
626	a first offense. Upon a second offense, the department shall
627	revoke the direct shipper's permit.

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SECTION 15.

amended as follows:

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ST: Alcoholic beverages; allow direct sales and shipment of certain wines to residents in this state.

Section 27-71-15, Mississippi Code of 1972, is

630 27-71-15. Except as otherwise provided in Section 67-9-1 for 631 the transportation of limited amounts of alcoholic beverages for 632 the use of an alcohol processing permittee, and in Sections 1 633 through 12 of this act for the sale and shipment of wine by the 634 holder of a direct shipper's permit, if transportation requires 635 passage through a county which has not authorized the sale of 636 alcoholic beverages, such transportation shall be by a sealed vehicle. Such seal shall remain unbroken until the vehicle shall 637 638 reach the place of business operated by the permittee. operator of any vehicle transporting alcoholic beverages shall 639 640 have in his possession an invoice issued by the * * * department 641 at the time of the wholesale sale covering the merchandise 642 transported by the vehicle. The * * * department is authorized to 643 issue regulations controlling the transportation of alcoholic 644 beverages.

When the restrictions imposed by this section and by the regulation of the * * * department have not been violated, the person transporting alcoholic beverages through a county wherein the sale of alcoholic beverages is prohibited shall not be guilty of unlawful possession and such merchandise shall be immune from seizure.

- SECTION 16. Section 27-71-29, Mississippi Code of 1972, is amended as follows:
- 653 27-71-29. (1) All taxes levied by this article shall be 654 paid to the Department of Revenue in cash or by personal check,

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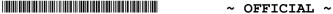
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655	cashier's check, bank exchange, post office money order or express
656	money order and shall be deposited by the department in the State
657	Treasury on the same day collected, but no remittances other than
658	cash shall be a final discharge of liability for the tax herein
659	imposed and levied unless and until it has been paid in cash to
660	the department.
661	All taxes levied under Section 27-71-7(1) and received by the
662	department under this article shall be paid into the General Fund,
663	and the three percent (3%) levied under Section 27-71-7(2) and
664	received by the department under this article shall be paid into
665	the special fund in the State Treasury designated as the
666	"Alcoholism Treatment and Rehabilitation Fund" as required by law.
667	Any funds derived from the sale of alcoholic beverages in excess
668	of inventory requirements shall be paid not less often than
669	annually into the General Fund, except for a portion of the
670	twenty-seven and one-half percent (27-1/2%) markup provided for in
671	Section 27-71-11, as specified in subsection (2) of this section,
672	and except for fees charged by the department for the defraying of
673	costs associated with shipping alcoholic beverages. The revenue
674	derived from these fees shall be deposited by the department into
675	a special fund, hereby created in the State Treasury, which is
676	designated the "ABC Shipping Fund." The monies in this special
677	fund shall be earmarked for use by the department for any
678	expenditure made to ship alcoholic beverages. Any net proceeds
679	remaining in the special fund on August 1 of any fiscal year shall

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- 680 lapse into the General Fund. "Net proceeds" in this section means
- 681 the total of all fees collected by the department to defray the
- 682 costs of shipping less the actual costs of shipping.
- 683 (2) If the special bond sinking fund created in Section 7(3)
- of Chapter 483, Laws of 2022 has a balance below the minimum
- 685 amount specified in the resolution providing for the issuance of
- 686 the bonds, or below one and one-half (1-1/2) times the amount
- 687 needed to pay the annual debt obligations related to the bonds
- 688 issued under Section 7 of Chapter 483, Laws of 2022, whichever is
- 689 the lesser amount, the Commissioner of Revenue shall transfer the
- 690 deficit amount to the bond sinking fund from revenue derived from
- the twenty-seven and one-half percent (27-1/2%) markup provided
- 692 for in Section 27-71-11.
- 693 (3) All taxes levied under Section 27-71-7(3) and received
- 694 by the department under this article shall be paid into the
- 695 General Fund, except for an amount equivalent to the three percent
- 696 (3%) levied under Section 27-71-7(2), which shall be paid into the
- 697 special fund in the State Treasury designated as the "Mental
- 698 Health Programs Fund" as required by law.
- 699 **SECTION 17.** Section 67-1-41, Mississippi Code of 1972, is
- 700 amended as follows:
- 701 67-1-41. (1) The department is hereby created a wholesale
- 702 distributor and seller of alcoholic beverages, not including malt
- 703 liquors, within the State of Mississippi. It is granted the right
- 704 to import and sell alcoholic beverages at wholesale within the

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705 state, and no person who is granted the right to sell, distribute 706 or receive alcoholic beverages at retail shall purchase any 707 alcoholic beverages from any source other than the department, 708 except as authorized in subsections (4), (9) and (12) of this 709 section and Sections 1 through 12 of this act. The department may 710 establish warehouses, and the department may purchase alcoholic 711 beverages in such quantities and from such sources as it may deem desirable and sell the alcoholic beverages to authorized 712 713 permittees within the state including, at the discretion of the 714 department, any retail distributors operating within any military 715 post or qualified resort areas within the boundaries of the state, 716 keeping a correct and accurate record of all such transactions and 717 exercising such control over the distribution of alcoholic 718 beverages as seem right and proper in keeping with the provisions

- (2) No person for the purpose of sale shall manufacture, distill, brew, sell, possess, export, transport, distribute, warehouse, store, solicit, take orders for, bottle, rectify, blend, treat, mix or process any alcoholic beverage except in accordance with authority granted under this article, or as otherwise provided by law for native wines or native spirits.
- 726 (3) No alcoholic beverage intended for sale or resale shall
 727 be imported, shipped or brought into this state for delivery to
 728 any person other than as provided in this article, or as otherwise
 729 provided by law for native wines or native spirits.

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or purposes of this article.

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- 730 The department may promulgate rules and regulations 731 which authorize on-premises retailers to purchase limited amounts 732 of alcoholic beverages from package retailers and for package 733 retailers to purchase limited amounts of alcoholic beverages from 734 other package retailers. The department shall develop and provide 735 forms to be completed by the on-premises retailers and the package 736 retailers verifying the transaction. The completed forms shall be 737 forwarded to the department within a period of time prescribed by 738 the department.
- 739 (5) The department may promulgate rules which authorize the 740 holder of a package retailer's permit to permit individual retail 741 purchasers of packages of alcoholic beverages to return, for 742 exchange, credit or refund, limited amounts of original sealed and 743 unopened packages of alcoholic beverages purchased by the 744 individual from the package retailer.
- 745 (6) The department shall maintain all forms to be completed 746 by applicants necessary for licensure by the department at all 747 district offices of the department.
 - (7) The department may promulgate rules which authorize the manufacturer of an alcoholic beverage or wine to import, transport and furnish or give a sample of alcoholic beverages or wines to the holders of package retailer's permits, on-premises retailer's permits, native wine or native spirit retailer's permits and temporary retailer's permits who have not previously purchased the brand of that manufacturer from the department. For each holder

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of the designated permits, the manufacturer may furnish not more than five hundred (500) milliliters of any brand of alcoholic beverage and not more than three (3) liters of any brand of wine.

- (8) The department may promulgate rules disallowing open product sampling of alcoholic beverages or wines by the holders of package retailer's permits and permitting open product sampling of alcoholic beverages by the holders of on-premises retailer's permits. Permitted sample products shall be plainly identified "sample" and the actual sampling must occur in the presence of the manufacturer's representatives during the legal operating hours of on-premises retailers.
- 766 The department may promulgate rules and regulations that 767 authorize the holder of a research permit to import and purchase 768 limited amounts of alcoholic beverages from importers, wineries 769 and distillers of alcoholic beverages or from the department. 770 department shall develop and provide forms to be completed by the 771 research permittee verifying each transaction. The completed 772 forms shall be forwarded to the department within a period of time 773 prescribed by the department. The records and inventory of 774 alcoholic beverages shall be open to inspection at any time by the 775 Director of the Alcoholic Beverage Control Division or any duly 776 authorized agent.
- 777 (10) The department may promulgate rules facilitating a
 778 retailer's on-site pickup of alcoholic beverages sold by the
 779 department or as authorized by the department, including, but not

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- 780 limited to, native wines and native spirits, so that those
- 781 alcoholic beverages may be delivered to the retailer at the
- 782 manufacturer's location instead of via shipment from the
- 783 department's warehouse.
- 784 (11) [Through June 30, 2026] This section shall not apply
- 785 to alcoholic beverages authorized to be sold by the holder of a
- 786 distillery retailer's permit or a festival wine permit.
- 787 (11) [From and after July 1, 2026] This section shall not
- 788 apply to alcoholic beverages authorized to be sold by the holder
- 789 of a distillery retailer's permit.
- 790 (12) (a) An individual resident of this state who is at
- 791 least twenty-one (21) years of age may purchase wine from a winery
- 792 and have the purchase shipped into this state so long as it is
- 793 shipped to a package retailer permittee in Mississippi; however,
- 794 the permittee shall pay to the department all taxes, fees and
- 795 surcharges on the wine that are imposed upon the sale of wine
- 796 shipped by the department or its warehouse operator. No credit
- 797 shall be provided to the permittee for any taxes paid to another
- 798 state as a result of the transaction. Package retailers may
- 799 charge a service fee for receiving and handling shipments from
- 800 wineries on behalf of the purchasers. The department shall
- 801 develop and provide forms to be completed by the package retailer
- 802 permittees verifying the transaction. The completed forms shall
- 803 be forwarded to the department within a period of time prescribed
- 804 by the department.

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805	(b) The purchaser of wine that is to be shipped to a
806	package retailer's store shall be required to get the prior
807	approval of the package retailer before any wine is shipped to the
808	package retailer. A purchaser is limited to no more than ten (10)
809	cases of wine per year to be shipped to a package retailer. A
810	package retailer shall notify a purchaser of wine within two (2)
811	days after receiving the shipment of wine. If the purchaser of
812	the wine does not pick up or take the wine from the package
813	retailer within thirty (30) days after being notified by the
814	package retailer, the package retailer may sell the wine as part
815	of his inventory.

(c) Shipments of wine into this state under this 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 corporation that shall bring, carry or transport wine from outside the state for delivery inside the state to package retailer permittees on behalf of consumers, to prepare and file with the department, on a schedule as determined by the department, of known wine shipments containing the name of the common or contract carrier, firm or corporation making the report, the period of time covered by said report, the name and permit number of the winery, the name and permit number of the package retailer permittee receiving such wine, the weight of the package delivered to each package retailer permittee, a unique tracking number, and the date of delivery. Reports received by the department shall be made

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available by the department to the public via the Mississippi 831 Public Records Act process in the same manner as other state 832 alcohol filings.

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

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- the enforcement of this section, and of any related law, rules or 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,
- 862 or both. Each shipment shall constitute a separate offense.
 - (13) If any provision of this article, or its application to any person or circumstance, is determined by a court to be invalid or unconstitutional, the remaining provisions shall be construed in accordance with the intent of the Legislature to further limit rather than expand commerce in alcoholic beverages to protect the health, safety, and welfare of the state's residents, and to enhance strict regulatory control over taxation, distribution and sale of alcoholic beverages through the three-tier regulatory system imposed by this article upon all alcoholic beverages to curb relationships and practices calculated to stimulate sales and impair the state's policy favoring trade stability and the promotion of temperance.
- 875 **SECTION 18.** Section 67-1-45, Mississippi Code of 1972, is 876 amended as follows:
- 877 67-1-45. No manufacturer, rectifier or distiller of 878 alcoholic beverages shall sell or attempt to sell any such 879 alcoholic beverages, except malt liquor, within the State of

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- 880 Mississippi, except to the department, or as provided in Section
- 881 67-1-41, or pursuant to Section 67-1-51. A producer of native
- 882 wine or native spirit may sell native wines or native spirits,
- 883 respectively, to the department or to consumers at the location of
- 884 the native winery or native distillery or its immediate vicinity.
- 885 The holder of a direct shipper's permit may sell wines and/or
- 886 distilled spirits directly to residents in this state as
- 887 authorized by Sections 1 through 12 of this act.
- Any violation of this section by any manufacturer, rectifier
- 889 or distiller shall be punished by a fine of not less than Five
- 890 Hundred Dollars (\$500.00), and not more than Two Thousand Dollars
- 891 (\$2,000.00), to which may be added imprisonment in the county jail
- 892 not to exceed six (6) months.
- 893 **SECTION 19.** Section 67-1-51, Mississippi Code of 1972, is amended
- 894 as follows:
- 895 67-1-51. (1) Permits which may be issued by the department
- 896 shall be as follows:
- 897 (a) Manufacturer's permit. A manufacturer's permit
- 898 shall permit the manufacture, importation in bulk, bottling and
- 899 storage of alcoholic liquor and its distribution and sale to
- 900 manufacturers holding permits under this article in this state and
- 901 to persons outside the state who are authorized by law to purchase
- 902 the same, and to sell as provided by this article.
- 903 Manufacturer's permits shall be of the following classes:

- Olass 1. Distiller's and/or rectifier's permit, which shall authorize the holder thereof to operate a distillery for the production of distilled spirits by distillation or redistillation and/or to operate a rectifying plant for the purifying, refining, mixing, blending, flavoring or reducing in proof of distilled spirits and alcohol.
- 910 Class 2. Wine manufacturer's permit, which shall authorize 911 the holder thereof to manufacture, import in bulk, bottle and 912 store wine or vinous liquor.
- 913 Class 3. Native wine producer's permit, which shall 914 authorize the holder thereof to produce, bottle, store and sell 915 native wines.
- 916 Class 4. Native spirit producer's permit, which shall 917 authorize the holder thereof to produce, bottle, store and sell 918 native spirits.
- 919 Package retailer's permit. Except as otherwise 920 provided in this paragraph and Section 67-1-52, a package 921 retailer's permit shall authorize the holder thereof to operate a 922 store exclusively for the sale at retail in original sealed and 923 unopened packages of alcoholic beverages, including native wines, 924 native spirits and edibles, not to be consumed on the premises 925 where sold. Alcoholic beverages shall not be sold by any retailer 926 in any package or container containing less than fifty (50) 927 milliliters by liquid measure. A package retailer's permit, with 928 prior approval from the department, shall authorize the holder

H. B. No. 430 24/HR31/R723CS.1 PAGE 37 (BS\JAB) thereof to sample new product furnished by a manufacturer's representative or his employees at the permitted place of business so long as the sampling otherwise complies with this article and applicable department regulations. Such samples may not be provided to customers at the permitted place of business. In addition to the sale at retail of packages of alcoholic beverages, the holder of a package retailer's permit is authorized to sell at retail corkscrews, wine glasses, soft drinks, ice, juices, mixers, other beverages commonly used to mix with alcoholic beverages, and fruits and foods that have been submerged in alcohol and are commonly referred to as edibles. Nonalcoholic beverages sold by the holder of a package retailer's permit shall not be consumed on the premises where sold.

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

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954	a carryout order, a permit holder may sell one (1) bottle of wine
955	to be removed from the licensed premises for every two (2) entrees
956	ordered. In addition, an on-premises retailer's permittee at a
957	permitted premises located on Jefferson Davis Avenue within
958	one-half (1/2) mile north of U.S. Highway 90 may serve alcoholic
959	beverages by the glass to a patron in a vehicle using a
960	drive-through method of delivery if the permitted premises is
961	located in a leisure and recreation district established under
962	Section 67-1-101. Such a sale will be considered to be made on
963	the permitted premises. An on-premises retailer's permit shall be
964	issued only to qualified hotels, restaurants and clubs, small
965	craft breweries, microbreweries, and to common carriers with
966	adequate facilities for serving passengers. In resort areas,
967	whether inside or outside of a municipality, the department, in
968	its discretion, may issue on-premises retailer's permits to such
969	establishments as it deems proper. An on-premises retailer's
970	permit when issued to a common carrier shall authorize the sale
971	and serving of alcoholic beverages aboard any licensed vehicle
972	while moving through any county of the state; however, the sale of
973	such alcoholic beverages shall not be permitted while such vehicle
974	is stopped in a county that has not legalized such sales. If an
975	on-premises retailer's permit is applied for by a common carrier
976	operating solely in the water, such common carrier must, along
977	with all other qualifications for a permit, (i) be certified to
978	carry at least one hundred fifty (150) passengers and/or provide

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overnight accommodations for at least fifty (50) passengers and
(ii) operate primarily in the waters within the State of
Mississippi which lie adjacent to the State of Mississippi south
of the three (3) most southern counties in the State of
Mississippi and/or on the Mississippi River or navigable waters

within any county bordering on the Mississippi River.

- authorize the holder thereof to act as salesman for a manufacturer or wholesaler holding a proper permit, to solicit on behalf of his employer orders for alcoholic beverages, and to otherwise promote his employer's products in a legitimate manner. Such a permit shall authorize the representation of and employment by one (1) principal only. However, the permittee may also, in the discretion of the department, be issued additional permits to represent other principals. No such permittee shall buy or sell alcoholic beverages for his own account, and no such beverage shall be brought into this state in pursuance of the exercise of such permit otherwise than through a permit issued to a wholesaler or manufacturer in the state.
- 998 (e) Native wine retailer's permit. Except as otherwise 999 provided in subsection (5) of this section, a native wine 1000 retailer's permit shall be issued only to a holder of a Class 3 1001 manufacturer's permit, and shall authorize the holder thereof to 1002 make retail sales of native wines to consumers for on-premises 1003 consumption or to consumers in originally sealed and unopened

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1004 containers at an establishment located on the premises of or in 1005 the immediate vicinity of a native winery. When selling to consumers for on-premises consumption, a holder of a native wine 1006 retailer's permit may add to the native wine alcoholic beverages 1007 1008 not produced on the premises, so long as the total volume of 1009 foreign beverage components does not exceed twenty percent (20%) of the mixed beverage. Hours of sale shall be the same as those 1010 1011 authorized for on-premises permittees in the city or county in 1012 which the native wine retailer is located.

1013 (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.

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

Class 1. A temporary one-day permit may be issued to bona fide nonprofit civic or charitable organizations authorizing the sale of alcoholic beverages, including native wine and native spirit, for consumption on the premises described in the temporary permit only. Class 1 permits may be issued only to applicants demonstrating to the department, by a statement signed under penalty of perjury submitted ten (10) days prior to the proposed date or such other time as the department may determine, that they meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)

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1029 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 1030 Class 1 permittees shall obtain all alcoholic beverages from package retailers located in the county in which the temporary 1031 permit is issued. Alcoholic beverages remaining in stock upon 1032 1033 expiration of the temporary permit may be returned by the 1034 permittee to the package retailer for a refund of the purchase price upon consent of the package retailer or may be kept by the 1035 1036 permittee exclusively for personal use and consumption, subject to 1037 all laws pertaining to the illegal sale and possession of 1038 alcoholic beverages. The department, following review of the 1039 statement provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. 1040 1041 Class 2. A temporary permit, not to exceed seventy (70) days, may be issued to prospective permittees seeking to transfer 1042 1043 a permit authorized in paragraph (c) of this subsection. A Class 1044 2 permit may be issued only to applicants demonstrating to the 1045 department, by a statement signed under the penalty of perjury, that they meet the qualifications of Sections 67-1-5(1), (m), (n), 1046 1047 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 1048 The department, following a preliminary review of the 67-1-59. 1049 statement provided by the applicant and the requirements of the 1050 applicable statutes and regulations, may issue the permit. 1051 Class 2 temporary permittees must purchase their alcoholic 1052 beverages directly from the department or, with approval of the department, purchase the remaining stock of the previous 1053

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1054	permittee. If the proposed applicant of a Class 1 or Class 2
1055	temporary permit falsifies information contained in the
1056	application or statement, the applicant shall never again be
1057	eligible for a retail alcohol beverage permit and shall be subject
1058	to prosecution for perjury.
1059	Class 3. A temporary one-day permit may be issued to a
1060	retail establishment authorizing the complimentary distribution of
1061	wine, including native wine, to patrons of the retail
1062	establishment at an open house or promotional event, for
1063	consumption only on the premises described in the temporary
1064	permit. A Class 3 permit may be issued only to an applicant
1065	demonstrating to the department, by a statement signed under
1066	penalty of perjury submitted ten (10) days before the proposed
1067	date or such other time as the department may determine, that it
1068	meets the qualifications of Sections $67-1-11$, $67-1-37$, $67-1-51(2)$
1069	and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
1070	A Class 3 permit holder shall obtain all alcoholic beverages from
1071	the holder(s) of a package retailer's permit located in the county
1072	in which the temporary permit is issued. Wine remaining in stock
1073	upon expiration of the temporary permit may be returned by the
1074	Class 3 temporary permit holder to the package retailer for a
1075	refund of the purchase price, with consent of the package
1076	retailer, or may be kept by the Class 3 temporary permit holder
1077	exclusively for personal use and consumption, subject to all laws
1078	nertaining to the illegal sale and possession of alcoholic

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1079 beverages. The department, following review of the statement 1080 provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. No retailer may 1081 receive more than twelve (12) Class 3 temporary permits in a 1082 1083 calendar year. A Class 3 temporary permit shall not be issued to 1084 a retail establishment that either holds a merchant permit issued under paragraph (1) of this subsection, or holds a permit issued 1085 1086 under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 1087 the holder to engage in the business of a retailer of light wine 1088 or beer.

1089 Caterer's permit. A caterer's permit shall permit 1090 the purchase of alcoholic beverages by a person engaging in 1091 business as a caterer and the resale of alcoholic beverages by such person in conjunction with such catering business. 1092 1093 shall qualify as a caterer unless forty percent (40%) or more of 1094 the revenue derived from such catering business shall be from the 1095 serving of prepared food and not from the sale of alcoholic beverages and unless such person has obtained a permit for such 1096 1097 business from the Department of Health. A caterer's permit shall 1098 not authorize the sale of alcoholic beverages on the premises of 1099 the person engaging in business as a caterer; however, the holder 1100 of an on-premises retailer's permit may hold a caterer's permit. 1101 When the holder of an on-premises retailer's permit or an affiliated entity of the holder also holds a caterer's permit, the 1102 caterer's permit shall not authorize the service of alcoholic 1103

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1104	beverages on a consistent, recurring basis at a separate, fixed
1105	location owned or operated by the caterer, on-premises retailer or
1106	affiliated entity and an on-premises retailer's permit shall be
1107	required for the separate location. All sales of alcoholic
1108	beverages by holders of a caterer's permit shall be made at the
1109	location being catered by the caterer, and, except as otherwise
1110	provided in subsection (5) of this section, such sales may be made
1111	only for consumption at the catered location. The location being
1112	catered may be anywhere within a county or judicial district that
1113	has voted to come out from under the dry laws or in which the sale
1114	and distribution of alcoholic beverages is otherwise authorized by
1115	law. Such sales shall be made pursuant to any other conditions
1116	and restrictions which apply to sales made by on-premises retail
1117	permittees. The holder of a caterer's permit or his employees
1118	shall remain at the catered location as long as alcoholic
1119	beverages are being sold pursuant to the permit issued under this
1120	paragraph (g), and the permittee shall have at the location the
1121	identification card issued by the Alcoholic Beverage Control
1122	Division of the department. No unsold alcoholic beverages may be
1123	left at the catered location by the permittee upon the conclusion
1124	of his business at that location. Appropriate law enforcement
1125	officers and Alcoholic Beverage Control Division personnel may
1126	enter a catered location on private property in order to enforce
1127	laws governing the sale or serving of alcoholic beverages.

1128	(h) Research permit. A research permit shall authorize
1129	the holder thereof to operate a research facility for the
1130	professional research of alcoholic beverages. Such permit shall
1131	authorize the holder of the permit to import and purchase limited
1132	amounts of alcoholic beverages from the department or from
1133	importers, wineries and distillers of alcoholic beverages for
1134	professional research.

- 1135 Alcohol processing permit. An alcohol processing 1136 permit shall authorize the holder thereof to purchase, transport 1137 and possess alcoholic beverages for the exclusive use in cooking, 1138 processing or manufacturing products which contain alcoholic beverages as an integral ingredient. An alcohol processing permit 1139 1140 shall not authorize the sale of alcoholic beverages on the premises of the person engaging in the business of cooking, 1141 1142 processing or manufacturing products which contain alcoholic 1143 beverages. The amounts of alcoholic beverages allowed under an alcohol processing permit shall be set by the department. 1144
 - (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.
- 1150 (k) **Special service permit.** A special service permit
 1151 shall authorize the holder to sell commercially sealed alcoholic
 1152 beverages to the operator of a commercial or private aircraft for

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1153 en route consumption only by passengers. A special service permit 1154 shall be issued only to a fixed-base operator who contracts with an airport facility to provide fueling and other associated 1155 1156 services to commercial and private aircraft.

1157 (1)Merchant permit. Except as otherwise provided in 1158 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 1159 1160 a cooking school, and shall authorize the holder to serve 1161 complimentary by the glass wine only, including native wine, at 1162 the holder's spa facility, art studio or gallery, or cooking 1163 school. A merchant permit holder shall obtain all wine from the 1164 holder of a package retailer's permit.

1165 Temporary alcoholic beverages charitable auction 1166 A temporary permit, not to exceed five (5) days, may be 1167 issued to a qualifying charitable nonprofit organization that is 1168 exempt from taxation under Section 501(c)(3) or (4) of the 1169 Internal Revenue Code of 1986. The permit shall authorize the holder to sell alcoholic beverages for the limited purpose of 1170 1171 raising funds for the organization during a live or silent auction 1172 that is conducted by the organization and that meets the following 1173 requirements: (i) the auction is conducted in an area of the state where the sale of alcoholic beverages is authorized; (ii) if the auction is conducted on the premises of an on-premises 1175 retailer's permit holder, then the alcoholic beverages to be 1176 auctioned must be stored separately from the alcoholic beverages 1177

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sold, stored or served on the premises, must be removed from the premises immediately following the auction, and may not be consumed on the premises; (iii) the permit holder may not conduct more than two (2) auctions during a calendar year; (iv) the permit holder may not pay a commission or promotional fee to any person to arrange or conduct the auction.

Event venue retailer's permit. An event venue 1184 1185 retailer's permit shall authorize the holder thereof to purchase 1186 and resell alcoholic beverages, including native wines and native 1187 spirits, for consumption on the premises during legal hours during 1188 events held on the licensed premises if food is being served at 1189 the event by a caterer who is not affiliated with or related to 1190 the permittee. The caterer must serve at least three (3) entrees. 1191 The permit may only be issued for venues that can accommodate two 1192 hundred (200) persons or more. The number of persons a venue may 1193 accommodate shall be determined by the local fire department and 1194 such determination shall be provided in writing and submitted along with all other documents required to be provided for an 1195 1196 on-premises retailer's permit. The permittee must derive the 1197 majority of its revenue from event-related fees, including, but 1198 not limited to, admission fees or ticket sales for live 1199 entertainment in the building. "Event-related fees" do not 1200 include alcohol, beer or light wine sales or any fee which may be construed to cover the cost of alcohol, beer or light wine. 1201

1202 determination shall be made on a per event basis. An event may 1203 not last longer than two (2) consecutive days per week.

- 1204 (\circ) Temporary theatre permit. A temporary theatre permit, not to exceed five (5) days, may be issued to a charitable 1205 1206 nonprofit organization that is exempt from taxation under Section 1207 501(c)(3) or (4) of the Internal Revenue Code and owns or operates a theatre facility that features plays and other theatrical 1208 1209 performances and productions. Except as otherwise provided in 1210 subsection (5) of this section, the permit shall authorize the 1211 holder to sell alcoholic beverages, including native wines and 1212 native spirits, to patrons of the theatre during performances and productions at the theatre facility for consumption during such 1213 1214 performances and productions on the premises of the facility 1215 described in the permit. A temporary theatre permit holder shall 1216 obtain all alcoholic beverages from package retailers located in 1217 the county in which the permit is issued. Alcoholic beverages remaining in stock upon expiration of the temporary theatre permit 1218 may be returned by the permittee to the package retailer for a 1219 1220 refund of the purchase price upon consent of the package retailer 1221 or may be kept by the permittee exclusively for personal use and 1222 consumption, subject to all laws pertaining to the illegal sale 1223 and possession of alcoholic beverages.
- 1224 (p) **Charter ship operator's permit.** Subject to the
 1225 provisions of this paragraph (p), a charter ship operator's permit
 1226 shall authorize the holder thereof and its employees to serve,

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1227 monitor, store and otherwise control the serving and availability 1228 of alcoholic beverages to customers of the permit holder during private charters under contract provided by the permit holder. A 1229 1230 charter ship operator's permit shall authorize such action by the 1231 permit holder and its employees only as to alcoholic beverages 1232 brought onto the permit holder's ship by customers of the permit 1233 holder as part of such a private charter. All such alcoholic 1234 beverages must be removed from the charter ship at the conclusion 1235 of each private charter. A charter ship operator's permit shall 1236 not authorize the permit holder to sell, charge for or otherwise 1237 supply alcoholic beverages to customers, except as authorized in 1238 this paragraph (p). For the purposes of this paragraph (p), 1239 "charter ship operator" means a common carrier that (i) is certified to carry at least one hundred fifty (150) passengers 1240 1241 and/or provide overnight accommodations for at least fifty (50) 1242 passengers, (ii) operates only in the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south 1243 of the three (3) most southern counties in the State of 1244 1245 Mississippi, and (iii) provides charters under contract for tours 1246 and trips in such waters.

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

1248 Class 1 manufacturer's permit may obtain a distillery retailer's

1249 permit. A distillery retailer's permit shall authorize the holder

1250 thereof to sell at retail alcoholic beverages to consumers for

1251 on-premises consumption, or to consumers by the sealed and

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1252	unopened bottle from a retail location at the distillery for
1253	off-premises consumption. The holder may only sell product
1254	manufactured by the manufacturer at the distillery described in
1255	the permit. However, when selling to consumers for on-premises
1256	consumption, a holder of a distillery retailer's permit may add
1257	other beverages, alcoholic or not, so long as the total volume of
1258	other beverage components containing alcohol does not exceed
1259	twenty percent (20%). Hours of sale shall be the same as those
1260	authorized for on-premises permittees in the city or county in
1261	which the distillery retailer is located.
1262	The holder shall not sell at retail more than ten percent
1263	(10%) of the alcoholic beverages produced annually at its
1264	distillery. The holder shall not make retail sales of more than
1265	two and twenty-five one-hundredths (2.25) liters, in the
1266	aggregate, of the alcoholic beverages produced at its distillery
1267	to any one (1) individual for consumption off the premises of the
1268	distillery within a twenty-four-hour period. The hours of sale
1269	shall be the same as those hours for package retailers under this
1270	article. The holder of a distillery retailer's permit is not
1271	required to purchase the alcoholic beverages authorized to be sold
1272	by this paragraph from the department's liquor distribution
1273	warehouse; however, if the holder does not purchase the alcoholic
1274	beverages from the department's liquor distribution warehouse, the
1275	holder shall pay to the department all taxes, fees and surcharges
1276	on the alcoholic beverages that are imposed upon the sale of

alcoholic beverages shipped by the department or its warehouse operator. In addition to alcoholic beverages, the holder of a distillery retailer's permit may sell at retail promotional products from the same retail location, including shirts, hats, glasses, and other promotional products customarily sold by alcoholic beverage manufacturers.

1283 (r) Festival Wine Permit. Any wine manufacturer or 1284 native wine producer permitted by Mississippi or any other state 1285 is eligible to obtain a Festival Wine Permit. This permit 1286 authorizes the entity to transport product manufactured by it to 1287 festivals held within the State of Mississippi and sell sealed, 1288 unopened bottles to festival participants. The holder of this 1289 permit may provide samples at no charge to participants. "Festival" means any event at which three (3) or more vendors are 1290 1291 present at a location for the sale or distribution of goods. 1292 holder of a Festival Wine Permit is not required to purchase the 1293 alcoholic beverages authorized to be sold by this paragraph from 1294 the department's liquor distribution warehouse. However, if the 1295 holder does not purchase the alcoholic beverages from the 1296 department's liquor distribution warehouse, the holder of this 1297 permit shall pay to the department all taxes, fees and surcharges 1298 on the alcoholic beverages sold at such festivals that are imposed 1299 upon the sale of alcoholic beverages shipped by the Alcoholic 1300 Beverage Control Division of the Department of Revenue.

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24/HR31/R723CS.1 ST: Alcoholic beverages; allow direct sales and shipment of certain wines to residents in this state.

Additionally, the entity shall file all applicable reports and

1302 returns as prescribed by the department. This permit is issued 1303 per festival and provides authority to sell for two (2) consecutive days during the hours authorized for on-premises 1304 permittees' sales in that county or city. The holder of the 1305 1306 permit shall be required to maintain all requirements set by Local 1307 Option Law for the service and sale of alcoholic beverages. permit may be issued to entities participating in festivals at 1308 1309 which a Class 1 temporary permit is in effect.

This paragraph (r) shall stand repealed from and after July 1, 2026.

(s) Charter vessel operator's permit. Subject to the provisions of this paragraph (s), a charter vessel operator's permit shall authorize the holder thereof and its employees to sell and serve alcoholic beverages to passengers of the permit holder during public tours, historical tours, ecological tours and sunset cruises provided by the permit holder. The permit shall authorize the holder to only sell alcoholic beverages, including native wines, to passengers of the charter vessel operator during public tours, historical tours, ecological tours and sunset cruises provided by the permit holder aboard the charter vessel operator for consumption during such tours and cruises on the premises of the charter vessel operator described in the permit. For the purposes of this paragraph (s), "charter vessel operator" means a common carrier that (i) is certified to carry at least forty-nine (49) passengers, (ii) operates only in the waters

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within the State of Mississippi, which lie south of Interstate 10 in the three (3) most southern counties in the State of Mississippi, and lie adjacent to the State of Mississippi south of the three (3) most southern counties in the State of Mississippi, extending not further than one (1) mile south of such counties, and (iii) provides vessel services for tours and cruises in such waters as provided in this paragraph(s).

- otherwise provided in subsection (5) of this section, a native spirit retailer's permit shall be issued only to a holder of a Class 4 manufacturer's permit, and shall authorize the holder thereof to make retail sales of native spirits to consumers for on-premises consumption or to consumers in originally sealed and unopened containers at an establishment located on the premises of or in the immediate vicinity of a native distillery. When selling to consumers for on-premises consumption, a holder of a native spirit retailer's permit may add to the native spirit alcoholic beverages not produced on the premises, so long as the total volume of foreign beverage components does not exceed twenty percent (20%) 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 spirit retailer is located.
- 1349 (u) **Delivery service permit.** Any individual, limited 1350 liability company, corporation or partnership registered to do 1351 business in this state is eligible to obtain a delivery service

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1352 Subject to the provisions of Section 67-1-51.1, this 1353 permit authorizes the permittee, or its employee or an independent contractor acting on its behalf, to deliver alcoholic beverages, 1354 1355 beer, light wine and light spirit product from a licensed retailer 1356 to a person in this state who is at least twenty-one (21) years of 1357 age for the individual's use and not for resale. This permit does not authorize the delivery of alcoholic beverages, beer, light 1358 1359 wine or light spirit product to the premises of a location with a 1360 permit for the manufacture, distribution or retail sale of 1361 alcoholic beverages, beer, light wine or light spirit product. 1362 The holder of a package retailer's permit or an on-premises 1363 retailer's permit under Section 67-1-51 or of a beer, light wine 1364 and light spirit product permit under Section 67-3-19 is authorized to apply for a delivery service permit as a privilege 1365 1366 separate from its existing retail permit.

1367 (V) Food truck permit. A food truck permit shall authorize the holder of an on-premises retailer's permit to use a 1368 food truck to sell alcoholic beverages off its premises to guests 1369 1370 who must consume the beverages in open containers. For the 1371 purposes of this paragraph (v), "food truck" means a fully encased 1372 food service establishment on a motor vehicle or on a trailer that a motor vehicle pulls to transport, and from which a vendor, 1373 1374 standing within the frame of the establishment, prepares, cooks, 1375 sells and serves food for immediate human consumption. "food truck" does not include a food cart that is not motorized. 1376

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1377	Food trucks shall maintain such distance requirements from
1378	schools, churches, kindergartens and funeral homes as are required
1379	for on-premises retailer's permittees under this article, and all
1380	sales must be made within a valid leisure and recreation district
1381	established under Section 67-1-101. Food trucks cannot sell or
1382	serve alcoholic beverages unless also offering food prepared and
1383	cooked within the food truck, and permittees must maintain a
1384	twenty-five percent (25%) food sale revenue requirement based on
1385	the food sold from the food truck alone. The hours allowed for
1386	sale shall be the same as those for on-premises retailer's
1387	permittees in the location. This permit will not be required for
1388	the holder of a caterer's permit issued under this article to
1389	cater an event as allowed by law. Permittees must provide notice
1390	of not less than forty-eight (48) hours to the department of each
1391	location at which alcoholic beverages will be sold.

- (w) Direct shipper's permit. A direct shipper's permit

 1393 shall authorize the holder to sell and ship wine directly to

 1394 residents in this state in accordance with the provisions of

 1395 Sections 1 through 12 of this act, without being required to

 1396 transact the sale and shipment of those wines and/or distilled

 1397 spirits through the Alcoholic Beverage Control Division of the

 1398 department.
- 1399 (x) Wine and Distilled Spirits Fulfillment Provider

 1400 Permit. A wine and distilled spirits fulfillment provider permit

 1401 shall authorize the holder to only provide logistics services of

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1402	warehousing, packaging, order fulfillment, and shipment of wine
1403	and/or distilled spirits for a direct shipper permittee for which
1404	the wine and distilled spirits fulfillment provider permittee is
1405	the bailee of the wine and/or distilled spirits under Sections 1
1406	through 12 of this act. Wine and/or distilled spirits held in
1407	bailment by a wine and distilled spirits fulfillment provider
1408	permittee shall remain the property of the direct shipper
1409	permittee until loaded on conveyance for direct shipment to a

- 1411 (2) Except as otherwise provided in subsection (4) of this 1412 section, retail permittees may hold more than one (1) retail 1413 permit, at the discretion of the department.
- 1414 (3) Except as otherwise provided in this subsection, no (a) 1415 authority shall be granted to any person to manufacture, sell or 1416 store for sale any intoxicating liquor as specified in this 1417 article within four hundred (400) feet of any church, school, 1418 kindergarten or funeral home. However, within an area zoned commercial or business, such minimum distance shall be not less 1419 1420 than one hundred (100) feet.
- 1421 (b) A church or funeral home may waive the distance
 1422 restrictions imposed in this subsection in favor of allowing
 1423 issuance by the department of a permit, pursuant to subsection (1)
 1424 of this section, to authorize activity relating to the
 1425 manufacturing, sale or storage of alcoholic beverages which would
 1426 otherwise be prohibited under the minimum distance criterion.

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Mississippi resident.



1427	Such waiver shall be in written form from the owner, the governing
1428	body, or the appropriate officer of the church or funeral home
1429	having the authority to execute such a waiver, and the waiver

- shall be filed with and verified by the department before becoming 1430
- 1431 effective.

(C)

- The distance restrictions imposed in this 1433 subsection shall not apply to the sale or storage of alcoholic 1434 beverages at a bed and breakfast inn listed in the National
- 1435 Register of Historic Places or to the sale or storage of alcoholic
- 1436 beverages in a historic district that is listed in the National
- 1437 Register of Historic Places, is a qualified resort area and is
- 1438 located in a municipality having a population greater than one
- 1439 hundred thousand (100,000) according to the latest federal
- decennial census. 1440
- The distance restrictions imposed in this 1441
- 1442 subsection shall not apply to the sale or storage of alcoholic
- 1443 beverages at a qualified resort area as defined in Section
- 67-1-5(0)(iii)32.1444
- 1445 The distance restrictions imposed in this
- 1446 subsection shall not apply to the sale or storage of alcoholic
- 1447 beverages at a licensed premises in a building formerly owned by a
- municipality and formerly leased by the municipality to a 1448
- municipal school district and used by the municipal school 1449
- 1450 district as a district bus shop facility.

1451	(f) The distance restrictions imposed in this
1452	subsection shall not apply to the sale or storage of alcoholic
1453	beverages at a licensed premises in a building consisting of at
1454	least five thousand (5,000) square feet and located approximately
1455	six hundred (600) feet from the intersection of Mississippi
1456	Highway 15 and Mississippi Highway 4.

- 1457 (g) The distance restrictions imposed in this
 1458 subsection shall not apply to the sale or storage of alcoholic
 1459 beverages at a licensed premises in a building located at or near
 1460 the intersection of Ward and Tate Streets and adjacent properties
 1461 in the City of Senatobia, Mississippi.
 - (h) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a theatre facility that features plays and other theatrical performances and productions and (i) is capable of seating more than seven hundred fifty (750) people, (ii) is owned by a municipality which has a population greater than ten thousand (10,000) according to the latest federal decennial census, (iii) was constructed prior to 1930, (iv) is on the National Register of Historic Places, and (v) is located in a historic district.
- 1471 (i) The distance restrictions imposed in this
 1472 subsection shall not apply to the sale or storage of alcoholic
 1473 beverages at a licensed premises in a building located
 1474 approximately one and six-tenths (1.6) miles north of the

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1475 intersection of Mississippi Highway 15 and Mississippi Highway 4 1476 on the west side of Mississippi Highway 15.

- (4) No person, either individually or as a member of a firm, partnership, limited liability company or association, or as a 1479 stockholder, officer or director in a corporation, shall own or 1480 control any interest in more than one (1) package retailer's permit, nor shall such person's spouse, if living in the same 1481 1482 household of such person, any relative of such person, if living 1483 in the same household of such person, or any other person living in the same household with such person own any interest in any 1485 other package retailer's permit.
- 1486 In addition to any other authority granted under (5) 1487 this section, the holder of a permit issued under subsection (1)(c), (e), (f), (q), (l), (n) and/or (o) of this section may 1488 sell or otherwise provide alcoholic beverages and/or wine to a 1489 1490 patron of the permit holder in the manner authorized in the permit 1491 and the patron may remove an open glass, cup or other container of 1492 the alcoholic beverage and/or wine from the licensed premises and 1493 may possess and consume the alcoholic beverage or wine outside of 1494 the licensed premises if: (i) the licensed premises is located 1495 within a leisure and recreation district created under Section 1496 67-1-101 and (ii) the patron remains within the boundaries of the leisure and recreation district while in possession of the 1497 alcoholic beverage or wine. 1498

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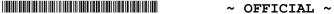
1478

1499	(b) Nothing in this subsection shall be construed to
1500	allow a person to bring any alcoholic beverages into a permitted
1501	premises except to the extent otherwise authorized by this
1502	article.

SECTION 20. Section 67-1-53, Mississippi Code of 1972, is 1504 amended as follows:

and shall contain such information as shall be required by the regulations of the * * * department; however, no regulation of the * * * department shall require personal financial information from any officer of a corporation applying for an on-premises retailer's permit to sell alcoholic beverages unless such officer owns ten percent (10%) or more of the stock of such corporation.

Section 67-1-51 shall give notice of such application by publication for two (2) consecutive issues in a newspaper of general circulation published in the city or town in which applicant's place of business is located. However, in instances where no newspaper is published in the city or town, then the notice shall be published in a newspaper of general circulation published in the county where the applicant's business is located. If no newspaper is published in the county, the notice shall be published in a qualified newspaper which is published in the closest neighboring county and circulated in the county of applicant's residence. The notice shall be printed in ten-point



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1524	black face type and shall set forth the type of permit to be
1525	applied for, the exact location of the place of business, the name
1526	of the owner or owners thereof, and if operating under an assumed
1527	name, the trade name together with the names of all owners, and if
1528	a corporation, the names and titles of all officers. The cost of
1529	such notice shall be borne by the applicant. The provisions of
1530	this subsection (2) shall not apply to applicants for a direct
1531	shipper's permit under Sections 1 through 12 of this act.

- (3) Each application or filing made under this section shall include the social security number(s) of the applicant in accordance with Section 93-11-64, Mississippi Code of 1972.
- SECTION 21. Section 67-1-55, Mississippi Code of 1972, is amended as follows:
 - department until the applicant has first filed with the * * *

 department until the applicant has first filed with the * * *

 department a sworn statement disclosing all persons who are

 financially involved in the operation of the business for which

 the permit is sought. If an applicant is an individual, he will

 swear that he owns one hundred percent (100%) of the business for

 which he is seeking a permit. If the applicant is a partnership,

 all partners and their addresses shall be disclosed and the extent

 of their interest in the partnership shall be disclosed. If the

 applicant is a corporation, the total stock in the corporation

 shall be disclosed and each shareholder and his address and the

 amount of stock in the corporation owned by him shall be



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L549	disclosed. If the applicant is a limited liability company, each
L550	member and their addresses shall be disclosed and the extent of
L551	their interest in the limited liability company shall be
L552	disclosed. If the applicant is a trust, the trustee and all
L553	beneficiaries and their addresses shall be disclosed. If the
L554	applicant is a combination of any of the above, all information
L555	required to be disclosed above shall be required.
L556	All the disclosures shall be in writing and kept on file at
L557	the * * * $\frac{\text{department}}{\text{department}}$ and shall be available to the public.
L558	Every applicant must, when applying for a renewal of his
L559	permit, disclose any change in the ownership of the business or

Any person who willfully fails to fully disclose the information required by this section, or who gives false information, shall be guilty of a misdemeanor and, upon conviction thereof, shall be fined a sum not to exceed Five Hundred Dollars (\$500.00) or imprisoned for not more than one (1) year, or both, and the person or applicant shall never again be eligible for any permit pertaining to alcoholic beverages.

any change in the beneficiaries of the income from the business.

The provisions of this section shall not apply to applicants

for a direct shipper's permit under Sections 1 through 12 of this

act.

1571 **SECTION 22.** Section 67-1-57, Mississippi Code of 1972, is 1572 amended as follows:

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1573 67-1-57. Before a permit is issued the department shall 1574 satisfy itself:

- That the applicant, if an individual, or if a 1575 1576 partnership, each of the members of the partnership, or if a 1577 corporation, each of its principal officers and directors, or if a 1578 limited liability company, each member of the limited liability company, is of good moral character and, in addition, enjoys a 1579 reputation of being a peaceable, law-abiding citizen of the 1580 1581 community in which he resides, and is generally fit for the trust to be reposed in him, is not less than twenty-one (21) years of 1582 1583 age, and has not been convicted of a felony in any state or 1584 federal court.
- 1585 That, except in the case of an application for a (b) solicitor's permit, the applicant is the true and actual owner of 1586 the business for which the permit is desired, and that he intends 1587 1588 to carry on the business authorized for himself and not as the 1589 agent of any other person, and that he intends to superintend in person the management of the business or that he will designate a 1590 1591 manager to manage the business for him. Except for managers 1592 employed by the holder of a direct shipper's permit, all managers 1593 must be approved by the department prior to completing any 1594 managerial tasks on behalf of the permittee and must possess all of the qualifications required of a permittee; however, a felony 1595 conviction, other than a crime of violence, does not automatically 1596 disqualify a person from being approved as a manager if the person 1597

- was released from incarceration at least three (3) years prior to application for approval as a manager. A felony conviction, other than a crime of violence, may be considered by the department in determining whether all other qualifications are met.
- 1602 That the applicant for a package retailer's permit, (C) 1603 if an individual, is a resident of the State of Mississippi. the applicant is a partnership, each member of the partnership 1604 1605 must be a resident of the state. If the applicant is a limited 1606 liability company, each member of the limited liability company must be a resident of the state. If the applicant is a 1607 1608 corporation, the designated manager of the corporation must be a resident of the state. 1609
- 1610 (d) That the place for which the permit is to be issued
 1611 is an appropriate one considering the character of the premises
 1612 and the surrounding neighborhood.
- 1613 (e) That the place for which the permit is to be issued 1614 is within the corporate limits of an incorporated municipality or 1615 qualified resort area or club which comes within the provisions of 1616 this article.
- (f) That the applicant is not indebted to the state for any taxes, fees or payment of penalties imposed by any law of the State of Mississippi or by any rule or regulation of the * * * 1620 department.
- 1621 (g) That the applicant is not in the habit of using
 1622 alcoholic beverages to excess and is not physically or mentally

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- incapacitated, and that the applicant has the ability to read and write the English language.
- (h) That the * * * department does not believe and has
 no reason to believe that the applicant will sell or knowingly
 permit any agent, servant or employee to unlawfully sell liquor in
 a dry area or in any other manner contrary to law.
- (i) That the applicant is not residentially domiciled
 with any person whose permit or license has been cancelled for
 cause within the twelve (12) months next preceding the date of the
 present application for a permit.
- (j) That the * * * department has not, in the exercise

 of its discretion which is reserved and preserved to it, refused

 to grant permits under the restrictions of this section, as well

 as under any other pertinent provision of this article.
- 1637 That there are not sufficient legal reasons to deny 1638 a permit on the ground that the premises for which the permit is sought has previously been operated, used or frequented for any 1639 purpose or in any manner that is lewd, immoral or offensive to 1640 1641 public decency. In the granting or withholding of any permit to 1642 sell alcoholic beverages at retail, the * * * department in 1643 forming its conclusions may give consideration to any 1644 recommendations made in writing by the district or county attorney or county, circuit or chancery judge of the county, or the sheriff 1645 of the county, or the mayor or chief of police of an incorporated 1646 city or town wherein the applicant proposes to conduct his 1647

- business and to any recommendations made by representatives of the \star \star department.
- 1650 (1) That the applicant and the applicant's key
- 1651 employees, as determined by the * * * department, do not have a
- 1652 disqualifying criminal record. In order to obtain a criminal
- 1653 record history check, the applicant shall submit to the commission
- 1654 a set of fingerprints from any local law enforcement agency for
- 1655 each person for whom the records check is required. The * * *
- 1656 department shall forward the fingerprints to the Mississippi
- 1657 Department of Public Safety. If no disqualifying record is
- 1658 identified at the state level, the Department of Public Safety
- 1659 shall forward the fingerprints to the Federal Bureau of
- 1660 Investigation for a national criminal history record check. Costs
- 1661 for processing the set or sets of fingerprints shall be borne by
- 1662 the applicant. The department may waive the fingerprint
- 1663 requirement in the case of an applicant for a direct shipper's
- 1664 permit. The * * * department shall not deny employment to an
- 1665 employee of the applicant prior to the identification of a
- 1666 disqualifying record or other disqualifying information.
- 1667 **SECTION 23.** Section 67-1-73, Mississippi Code of 1972, is
- 1668 amended as follows:
- 1669 67-1-73. (1) Except as otherwise provided in subsection (3)
- 1670 of this section, every manufacturer, including native wine or
- 1671 native spirit producers, within or without the state, and every
- 1672 other shipper of alcoholic beverages who sells any alcoholic

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beverage, including native wine or native spirit, within the
state, shall, at the time of making such sale, file with the
department a copy of the invoice of such sale showing in detail
the kind of alcoholic beverage sold, the quantities of each, the
size of the container and the weight of the contents, the
alcoholic content, and the name and address of the person to whom
sold.

- 1680 (2) Except as otherwise provided in subsection (3) of this 1681 section, every person transporting alcoholic beverages, including 1682 native wine or native spirit, within this state to a point within 1683 this state, whether such transportation originates within or without this state, shall, within five (5) days after delivery of 1684 1685 such shipment, furnish the department a copy of the bill of lading or receipt, showing the name or consignor or consignee, date, 1686 place received, destination, and quantity of alcoholic beverages 1687 1688 delivered. Upon failure to comply with the provisions of this 1689 section, such person shall be deemed quilty of a misdemeanor and, 1690 upon conviction thereof, shall be fined in the sum of Fifty 1691 Dollars (\$50.00) for each offense.
- (3) Information regarding the sales, shipment, delivery and transportation of wine and/or distilled spirits in this state by the holder of a direct shipper's permit under Sections 1 through 1695 12 of this act shall be in such form and content as prescribed by the department.

SECTION 24. Section 97-31-47, Mississippi Code of 1972, is amended as follows:

It shall be unlawful for any transportation 97-31-47. 1699 company, or any agent, employee, or officer of such company, or 1700 1701 any other person, or corporation to transport into or deliver in 1702 this state in any manner or by any means any spirituous, vinous, malt, or other intoxicating liquors or drinks, or for any such 1703 1704 person, company, or corporation to transport any spirituous, malt, 1705 vinous, or intoxicating liquors or drinks from one place within 1706 this state to another place within the state, or from one (1) 1707 point within this state to any point without the state, except in cases where this chapter * * *, Section 67-9-1, or Sections 1 1708 1709 through 12 of this act authorizes the transportation.

1710 **SECTION 25.** Section 97-31-49, Mississippi Code of 1972, is 1711 amended as follows:

97-31-49. Except as otherwise provided in Sections 1 through

12 of this act, it shall be unlawful for any person, firm or
corporation in this state, in person, by letter, circular, or
other printed or written matter, or in any other manner, to
solicit or take order in this state for any liquors, bitters or
drinks prohibited by the laws of this state to be sold, bartered,
or otherwise disposed of. The inhibition of this section shall
apply to such liquors, bitters and drinks, whether the parties
intend that the same shall be shipped into this state from outside
of the state, or from one (1) point in this state to another point

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1722	in this state. If such order be in writing, parol evidence
1723	thereof is admissible without producing or accounting for the
1724	absence of the original; and the taking or soliciting of such
1725	orders is within the inhibition of this section, although the
1726	orders are subject to approval by some other person, and no part
1727	of the price is paid, nor any part of the goods is delivered when
1728	the order is taken.

SECTION 26. This act shall take effect and be in force from and after July 1, 2024.