MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Representatives Turner, Hulum To: Ways and Means

HOUSE BILL NO. 776 (As Sent to Governor)

1 AN ACT TO AMEND SECTION 67-1-7, MISSISSIPPI CODE OF 1972, TO 2 PROVIDE THAT MUNICIPALITIES THAT HAVE VOTED IN FAVOR OF COMING OUT 3 FROM UNDER THE DRY LAW MAY ENFORCE SUCH PROPER RULES AND 4 REGULATIONS FOR FIXING ZONES AND TERRITORIES TO PROMOTE PUBLIC 5 HEALTH, MORALS, AND SAFETY, AS THEY MAY BY ORDINANCE PROVIDE; TO 6 PROVIDE THAT THE BOARD OF SUPERVISORS OF ANY COUNTY THAT HAS VOTED 7 IN FAVOR OF COMING OUT FROM UNDER THE DRY LAW MAY MAKE SIMILAR RULES AND REGULATIONS AS TO TERRITORY OUTSIDE OF MUNICIPALITIES; 8 9 TO PROVIDE THAT MUNICIPALITIES MAY ENFORCE SUCH PROPER LOCATION OF 10 PACKAGE RETAILER STORES WITHIN THE MUNICIPALITY BY APPLICATION OF 11 A PROPERLY ADOPTED ZONING ORDINANCE; TO AMEND SECTION 67-1-37, 12 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE ALCOHOLIC BEVERAGE CONTROL DIVISION OF THE DEPARTMENT OF REVENUE SHALL NOT ISSUE ANY 13 PERMIT WHICH WOULD CONFLICT WITH ANY ZONING ORDINANCE LEGALLY 14 15 ADOPTED BY THE GOVERNING AUTHORITIES OF ANY MUNICIPALITY OR RULE 16 OR REGULATION OF ANY BOARD OF SUPERVISORS OF ANY COUNTY AS SET 17 FORTH IN SECTION 67-1-7; AND FOR RELATED PURPOSES.

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

19 SECTION 1. Section 67-1-7, Mississippi Code of 1972, is

20 amended as follows:

21 67-1-7. (1) Except as otherwise provided in Section 67-9-1 22 for the transportation and possession of limited amounts of 23 alcoholic beverages for the use of an alcohol processing 24 permittee, and subject to all of the provisions and restrictions 25 contained in this article, the manufacture, sale, distribution,

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and transportation of alcoholic beverages shall be lawful, subject to the restrictions hereinafter imposed, in those counties and municipalities of this state in which, at a local option election called and held for that purpose under the provisions of this article, a majority of the qualified electors voting in such election shall vote in favor thereof.

Beginning on April 16, 2021, except as otherwise provided in 32 Section 67-1-51 for holders of a caterer's permit, the 33 34 manufacture, sale and distribution of alcoholic beverages shall 35 not be permissible or lawful in counties except in (a) 36 incorporated municipalities located within such counties, (b) 37 qualified resort areas within such counties approved as such by 38 the department, or (c) clubs within such counties, whether within a municipality or not. However, any permits issued by the 39 department between July 1, 2020, and April 15, 2021, for the 40 41 manufacture, sale and distribution of alcoholic beverages, whether 42 or not issued to permittees in such municipalities, qualified resort areas or clubs, shall be eligible for renewal on or after 43 44 April 16, 2021.

The manufacture, sale, distribution and possession of native wines or native spirits shall be lawful in any location within any such county except those locations where the manufacture, sale or distribution is prohibited by law other than this section or by regulations of the department. <u>However, notwithstanding this</u> provision, municipalities that have voted in favor of coming out

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52 regulations for fixing zones and territories to promote public 53 health, morals, and safety, as they may by ordinance provide. The board of supervisors of any county that has voted in favor of 54 55 coming out from under the dry law may make such rules and 56 regulations as to territory outside of municipalities as are 57 herein provided for municipalities. 58 Notwithstanding the provisions of any other law, municipalities may enforce such proper location of package 59 60 retailer stores within the municipality by application of a

from under the dry law may enforce such proper rules and

61 properly adopted zoning ordinance.

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Notwithstanding the foregoing, within any state park or 62 (2)63 any state park facility that has been declared a qualified resort area by the department, and within any qualified resort area as 64 defined under Section 67-1-5(o)(iii), an on-premises retailer's 65 66 permit may be issued for the qualified resort area, and the 67 permittee may lawfully sell alcoholic beverages for consumption on his licensed premises regardless of whether or not the county or 68 69 municipality in which the qualified resort area is located has 70 voted in favor of coming out from under the dry law, and it shall 71 be lawful to receive, store, sell, possess and consume alcoholic 72 beverages on the licensed premises, and to sell, distribute and 73 transport alcoholic beverages to the licensed premises. Moreover, the governing authorities of a municipality in which a qualified 74 resort area defined under Section 67-1-5(0) (iii) 5, 7, 21 or 46 is 75

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76 located, the Pearl River Valley Water Supply District Board which 77 governs the qualified resort area defined under Section 78 67-1-5(0) (iii) 8.a.A, the board of supervisors of the county in 79 which the qualified resort area defined under Section 80 67-1-5(0) (iii) 8.a.B and C is located, and the board of supervisors 81 of the county in which the qualified resort area defined under 82 Section 67-1-5(o)(iii)44 is located, may, by ordinance or 83 resolution, provide that package retailer's permits may be issued 84 in the applicable qualified resort area, and that it shall be lawful to receive, store, sell, possess and distribute alcoholic 85 86 beverages in accordance with such package retailer's permits.

87 SECTION 2. Section 67-1-37, Mississippi Code of 1972, as 88 amended by House Bill No. 1525, 2024 Regular Session, is amended 89 as follows:

90 67-1-37. The Department of Revenue, under its duties and
91 powers with respect to the Alcoholic Beverage Control Division
92 therein, shall have the following powers, functions and duties:

93 (a) To issue or refuse to issue any permit provided for 94 by this article, or to extend the permit or remit in whole or any 95 part of the permit monies when the permit cannot be used due to a 96 natural disaster or act of God.

97 (b) To revoke, suspend or cancel, for violation of or 98 noncompliance with the provisions of this article, or the law 99 governing the production and sale of native wines or native 100 spirits, or any lawful rules and regulations of the department

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101 issued hereunder, or for other sufficient cause, any permit issued 102 by it under the provisions of this article. The department shall 103 also be authorized to suspend the permit of any permit holder for being out of compliance with an order for support, as defined in 104 105 Section 93-11-153. The procedure for suspension of a permit for 106 being out of compliance with an order for support, and the 107 procedure for the reissuance or reinstatement of a permit 108 suspended for that purpose, and the payment of any fees for the 109 reissuance or reinstatement of a permit suspended for that purpose, shall be governed by Section 93-11-157 or Section 110 111 93-11-163, as the case may be. If there is any conflict between any provision of Section 93-11-157 or Section 93-11-163 and any 112 113 provision of this article, the provisions of Section 93-11-157 or Section 93-11-163, as the case may be, shall control. 114

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

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

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

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

132 Subject to the provisions of subsection (3) of (q) 133 Section 67-1-51, to issue rules and regulations governing the issuance of retail permits for premises located near or around 134 135 schools, colleges, universities, churches and other public 136 institutions, and specifying the distances therefrom within which 137 no such permit shall be issued. The Alcoholic Beverage Control 138 Division shall not issue a package retailer's or on-premises retailer's permit for the sale or consumption of alcoholic 139 140 beverages in or on the campus of any public school. The Alcoholic 141 Beverage Control Division shall not issue a package retailer's permit for the sale of alcoholic beverages in or on the campus of 142 143 any community or junior college, college or university.

(h) To adopt and promulgate, repeal and amend, such
rules, regulations, standards, requirements and orders, not
inconsistent with this article or any law of this state or of the
United States, as it deems necessary to control the manufacture,
importation, transportation, distribution, delivery and sale of
alcoholic liquor, whether intended for beverage or nonbeverage use

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H. B. No. 776 24/HR31/R707SG PAGE 6 (BS\JAB) 150 in a manner not inconsistent with the provisions of this article 151 or any other statute, including the native wine and native spirit 152 laws.

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

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

164 (k) To inspect, or cause to be inspected, any premises
165 where alcoholic liquors intended for sale are manufactured,
166 stored, distributed or sold, and to examine or cause to be
167 examined all books and records pertaining to the business
168 conducted therein.

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

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

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

183 (o) To enforce the provisions made unlawful by Chapter184 3, Title 67 and Section 97-5-49.

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

(q) To prescribe and charge a fee to defray the costs of shipping alcoholic beverages, provided that such fee is determined in a manner provided by the department by rules and/or regulations adopted in accordance with the Mississippi Administrative Procedures Law.

193 <u>The Alcoholic Beverage Control Division shall not issue any</u> 194 <u>permit which would conflict with any zoning ordinance legally</u> 195 <u>adopted by the governing authorities of any municipality or rule</u> 196 <u>or regulation of any board of supervisors of any county as set</u> 197 forth in Section 67-1-7(1).

H. B. No. 776 *** OFFICIAL *** 24/HR31/R707SG PAGE 8 (BS\JAB) 198 SECTION 3. This act shall take effect and be in force from 199 and after July 1, 2024.

H. B. No. 776 24/HR31/R707SG PAGE 9 (BS\JAB) ST: Local Option Alcoholic Beverage Control Law; revise certain provisions regarding authority of municipalities and counties under.