MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Senator(s) Harkins

To: Finance

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2405

1 AN ACT TO AMEND SECTION 67-1-51, MISSISSIPPI CODE OF 1972, TO 2 REVISE CERTAIN PROVISIONS REGARDING THE ISSUANCE OF ON-PREMISES 3 RETAILER'S PERMITS IN QUALIFIED RESORT AREAS BY THE ALCOHOLIC 4 BEVERAGE CONTROL DIVISION OF THE DEPARTMENT OF REVENUE; TO PROVIDE 5 THAT THE RESTRICTIONS ON THE MANUFACTURING, SALE OR STORAGE OF 6 INTOXICATING LIQUORS WITHIN CERTAIN DISTANCES OF CHURCHES, SCHOOLS 7 AND FUNERAL HOMES DO NOT INCLUDE COMMUNITY COLLEGES, JUNIOR 8 COLLEGES, COLLEGES OR UNIVERSITIES; TO AMEND SECTION 67-1-37, MISSISSIPPI CODE OF 1972, TO DELETE THE PROHIBITION AGAINST THE 9 10 ALCOHOLIC BEVERAGE CONTROL DIVISION OF THE DEPARTMENT OF REVENUE 11 ISSUING AN ON-PREMISES RETAILER'S PERMIT FOR THE SALE OR 12 CONSUMPTION OF ALCOHOLIC BEVERAGES IN OR ON THE CAMPUS OF ANY 13 COMMUNITY OR JUNIOR COLLEGE, COLLEGE OR UNIVERSITY; AND FOR 14 RELATED PURPOSES.

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

16 SECTION 1. Section 67-1-51, Mississippi Code of 1972, is

17 amended as follows:

18 67-1-51. (1) Permits which may be issued by the department

19 shall be as follows:

(a) Manufacturer's permit. A manufacturer's permit
shall permit the manufacture, importation in bulk, bottling and
storage of alcoholic liquor and its distribution and sale to
manufacturers holding permits under this article in this state and

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to persons outside the state who are authorized by law to purchase the same, and to sell as provided by this article.

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

27 Class 1. Distiller's and/or rectifier's permit, which shall 28 authorize the holder thereof to operate a distillery for the 29 production of distilled spirits by distillation or redistillation 30 and/or to operate a rectifying plant for the purifying, refining, 31 mixing, blending, flavoring or reducing in proof of distilled 32 spirits and alcohol.

33 Class 2. Wine manufacturer's permit, which shall authorize 34 the holder thereof to manufacture, import in bulk, bottle and 35 store wine or vinous liquor.

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

39 Class 4. Native spirit producer's permit, which shall 40 authorize the holder thereof to produce, bottle, store and sell 41 native spirits.

(b) Package retailer's permit. Except as otherwise provided in this paragraph and Section 67-1-52, a package retailer's permit shall authorize the holder thereof to operate a store exclusively for the sale at retail in original sealed and unopened packages of alcoholic beverages, including native wines, native spirits and edibles, not to be consumed on the premises where sold. Alcoholic beverages shall not be sold by any retailer

49 in any package or container containing less than fifty (50) 50 milliliters by liquid measure. A package retailer's permit, with prior approval from the department, shall authorize the holder 51 52 thereof to sample new product furnished by a manufacturer's 53 representative or his employees at the permitted place of business 54 so long as the sampling otherwise complies with this article and applicable department regulations. Such samples may not be 55 56 provided to customers at the permitted place of business. In 57 addition to the sale at retail of packages of alcoholic beverages, the holder of a package retailer's permit is authorized to sell at 58 59 retail corkscrews, wine glasses, soft drinks, ice, juices, mixers, 60 other beverages commonly used to mix with alcoholic beverages, and 61 fruits and foods that have been submerged in alcohol and are 62 commonly referred to as edibles. Nonalcoholic beverages sold by 63 the holder of a package retailer's permit shall not be consumed on 64 the premises where sold.

65 **On-premises retailer's permit.** Except as otherwise (C) provided in subsection (5) of this section, an on-premises 66 67 retailer's permit shall authorize the sale of alcoholic beverages, 68 including native wines and native spirits, for consumption on the 69 licensed premises only; however, a patron of the permit holder may 70 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 71 72 of consuming a meal purchased on the licensed premises; (ii) the permit holder securely reseals the bottle; (iii) the bottle is 73

74 placed in a bag that is secured in a manner so that it will be 75 visibly apparent if the bag is opened; and (iv) a dated receipt 76 for the wine and the meal is available. Additionally, as part of 77 a carryout order, a permit holder may sell one (1) bottle of wine 78 to be removed from the licensed premises for every two (2) entrees 79 ordered. In addition, an on-premises retailer's permittee at a permitted premises located on Jefferson Davis Avenue within 80 one-half (1/2) mile north of U.S. Highway 90 may serve alcoholic 81 82 beverages by the glass to a patron in a vehicle using a drive-through method of delivery if the permitted premises is 83 located in a leisure and recreation district established under 84 85 Section 67-1-101. Such a sale will be considered to be made on 86 the permitted premises. An on-premises retailer's permit shall be 87 issued only to qualified hotels, restaurants and clubs, small craft breweries, microbreweries, and to common carriers with 88 89 adequate facilities for serving passengers. In resort areas, 90 however, whether inside or outside of a municipality, the department, in its discretion, may issue on-premises retailer's 91 92 permits to * * * any establishments located therein as it deems 93 proper. An on-premises retailer's permit when issued to a common 94 carrier shall authorize the sale and serving of alcoholic 95 beverages aboard any licensed vehicle while moving through any county of the state; however, the sale of such alcoholic beverages 96 97 shall not be permitted while such vehicle is stopped in a county that has not legalized such sales. If an on-premises retailer's 98

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99 permit is applied for by a common carrier operating solely in the 100 water, such common carrier must, along with all other qualifications for a permit, (i) be certified to carry at least 101 one hundred fifty (150) passengers and/or provide overnight 102 103 accommodations for at least fifty (50) passengers and (ii) operate 104 primarily in the waters within the State of Mississippi which lie adjacent to the State of Mississippi south of the three (3) most 105 106 southern counties in the State of Mississippi and/or on the 107 Mississippi River or navigable waters within any county bordering 108 on the Mississippi River.

109 (d) Solicitor's permit. A solicitor's permit shall 110 authorize the holder thereof to act as salesman for a manufacturer 111 or wholesaler holding a proper permit, to solicit on behalf of his employer orders for alcoholic beverages, and to otherwise promote 112 113 his employer's products in a legitimate manner. Such a permit 114 shall authorize the representation of and employment by one (1) principal only. However, the permittee may also, in the 115 discretion of the department, be issued additional permits to 116 117 represent other principals. No such permittee shall buy or sell 118 alcoholic beverages for his own account, and no such beverage 119 shall be brought into this state in pursuance of the exercise of 120 such permit otherwise than through a permit issued to a wholesaler or manufacturer in the state. 121

122 (e) Native wine retailer's permit. Except as otherwise
123 provided in subsection (5) of this section, a native wine

124 retailer's permit shall be issued only to a holder of a Class 3 125 manufacturer's permit, and shall authorize the holder thereof to 126 make retail sales of native wines to consumers for on-premises 127 consumption or to consumers in originally sealed and unopened 128 containers at an establishment located on the premises of or in 129 the immediate vicinity of a native winery. When selling to 130 consumers for on-premises consumption, a holder of a native wine 131 retailer's permit may add to the native wine alcoholic beverages 132 not produced on the premises, so long as the total volume of foreign beverage components does not exceed twenty percent (20%) 133 of the mixed beverage. Hours of sale shall be the same as those 134 135 authorized for on-premises permittees in the city or county in which the native wine retailer is located. 136

(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.

142 Temporary retailer's permits shall be of the following 143 classes:

144 Class 1. A temporary one-day permit may be issued to bona 145 fide nonprofit civic or charitable organizations authorizing the 146 sale of alcoholic beverages, including native wine and native 147 spirit, for consumption on the premises described in the temporary 148 permit only. Class 1 permits may be issued only to applicants

149 demonstrating to the department, by a statement signed under penalty of perjury submitted ten (10) days prior to the proposed 150 151 date or such other time as the department may determine, that they 152 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 153 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 154 Class 1 permittees shall obtain all alcoholic beverages from 155 package retailers located in the county in which the temporary 156 permit is issued. Alcoholic beverages remaining in stock upon 157 expiration of the temporary permit may be returned by the permittee to the package retailer for a refund of the purchase 158 159 price upon consent of the package retailer or may be kept by the 160 permittee exclusively for personal use and consumption, subject to 161 all laws pertaining to the illegal sale and possession of 162 alcoholic beverages. The department, following review of the statement provided by the applicant and the requirements of the 163 164 applicable statutes and regulations, may issue the permit.

165 Class 2. A temporary permit, not to exceed seventy (70) days, may be issued to prospective permittees seeking to transfer 166 167 a permit authorized in paragraph (c) of this subsection. A Class 168 2 permit may be issued only to applicants demonstrating to the 169 department, by a statement signed under the penalty of perjury, 170 that they meet the qualifications of Sections 67-1-5(1), (m), (n), (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 171 172 67-1-59. The department, following a preliminary review of the

173 statement provided by the applicant and the requirements of the 174 applicable statutes and regulations, may issue the permit.

175 Class 2 temporary permittees must purchase their alcoholic 176 beverages directly from the department or, with approval of the 177 department, purchase the remaining stock of the previous 178 permittee. If the proposed applicant of a Class 1 or Class 2 temporary permit falsifies information contained in the 179 180 application or statement, the applicant shall never again be 181 eligible for a retail alcohol beverage permit and shall be subject 182 to prosecution for perjury.

183 Class 3. A temporary one-day permit may be issued to a 184 retail establishment authorizing the complimentary distribution of 185 wine, including native wine, to patrons of the retail 186 establishment at an open house or promotional event, for 187 consumption only on the premises described in the temporary 188 permit. A Class 3 permit may be issued only to an applicant 189 demonstrating to the department, by a statement signed under 190 penalty of perjury submitted ten (10) days before the proposed 191 date or such other time as the department may determine, that it 192 meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2) 193 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 194 A Class 3 permit holder shall obtain all alcoholic beverages from 195 the holder(s) of a package retailer's permit located in the county 196 in which the temporary permit is issued. Wine remaining in stock upon expiration of the temporary permit may be returned by the 197

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198 Class 3 temporary permit holder to the package retailer for a refund of the purchase price, with consent of the package 199 200 retailer, or may be kept by the Class 3 temporary permit holder 201 exclusively for personal use and consumption, subject to all laws 202 pertaining to the illegal sale and possession of alcoholic 203 beverages. The department, following review of the statement 204 provided by the applicant and the requirements of the applicable 205 statutes and regulations, may issue the permit. No retailer may 206 receive more than twelve (12) Class 3 temporary permits in a calendar year. A Class 3 temporary permit shall not be issued to 207 a retail establishment that either holds a merchant permit issued 208 209 under paragraph (1) of this subsection, or holds a permit issued under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 210 211 the holder to engage in the business of a retailer of light wine 212 or beer.

213 (q) Caterer's permit. A caterer's permit shall permit 214 the purchase of alcoholic beverages by a person engaging in business as a caterer and the resale of alcoholic beverages by 215 216 such person in conjunction with such catering business. No person 217 shall qualify as a caterer unless forty percent (40%) or more of 218 the revenue derived from such catering business shall be from the 219 serving of prepared food and not from the sale of alcoholic 220 beverages and unless such person has obtained a permit for such 221 business from the Department of Health. A caterer's permit shall 222 not authorize the sale of alcoholic beverages on the premises of

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223 the person engaging in business as a caterer; however, the holder 224 of an on-premises retailer's permit may hold a caterer's permit. 225 When the holder of an on-premises retailer's permit or an 226 affiliated entity of the holder also holds a caterer's permit, the 227 caterer's permit shall not authorize the service of alcoholic 228 beverages on a consistent, recurring basis at a separate, fixed 229 location owned or operated by the caterer, on-premises retailer or 230 affiliated entity and an on-premises retailer's permit shall be 231 required for the separate location. All sales of alcoholic beverages by holders of a caterer's permit shall be made at the 232 233 location being catered by the caterer, and, except as otherwise 234 provided in subsection (5) of this section, such sales may be made 235 only for consumption at the catered location. The location being 236 catered may be anywhere within a county or judicial district that 237 has voted to come out from under the dry laws or in which the sale 238 and distribution of alcoholic beverages is otherwise authorized by 239 Such sales shall be made pursuant to any other conditions law. and restrictions which apply to sales made by on-premises retail 240 241 permittees. The holder of a caterer's permit or his employees 242 shall remain at the catered location as long as alcoholic 243 beverages are being sold pursuant to the permit issued under this 244 paragraph (g), and the permittee shall have at the location the 245 identification card issued by the Alcoholic Beverage Control 246 Division of the department. No unsold alcoholic beverages may be left at the catered location by the permittee upon the conclusion 247

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of his business at that location. Appropriate law enforcement officers and Alcoholic Beverage Control Division personnel may enter a catered location on private property in order to enforce laws governing the sale or serving of alcoholic beverages.

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

259 Alcohol processing permit. An alcohol processing (i) 260 permit shall authorize the holder thereof to purchase, transport 261 and possess alcoholic beverages for the exclusive use in cooking, 262 processing or manufacturing products which contain alcoholic 263 beverages as an integral ingredient. An alcohol processing permit 264 shall not authorize the sale of alcoholic beverages on the premises of the person engaging in the business of cooking, 265 266 processing or manufacturing products which contain alcoholic 267 beverages. The amounts of alcoholic beverages allowed under an 268 alcohol processing permit shall be set by the department.

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

272 permit. The alcoholic beverages sold from the cart must be 273 consumed within the boundaries of the golf course.

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

281 (1) Merchant permit. Except as otherwise provided in 282 subsection (5) of this section, a merchant permit shall be issued 283 only to the owner of a spa facility, an art studio or gallery, or 284 a cooking school, and shall authorize the holder to serve 285 complimentary by the glass wine only, including native wine, at 286 the holder's spa facility, art studio or gallery, or cooking 287 school. A merchant permit holder shall obtain all wine from the 288 holder of a package retailer's permit.

289 Temporary alcoholic beverages charitable auction (m) 290 permit. A temporary permit, not to exceed five (5) days, may be 291 issued to a qualifying charitable nonprofit organization that is 292 exempt from taxation under Section 501(c)(3) or (4) of the 293 Internal Revenue Code of 1986. The permit shall authorize the 294 holder to sell alcoholic beverages for the limited purpose of 295 raising funds for the organization during a live or silent auction 296 that is conducted by the organization and that meets the following

297 requirements: (i) the auction is conducted in an area of the 298 state where the sale of alcoholic beverages is authorized; (ii) if 299 the auction is conducted on the premises of an on-premises 300 retailer's permit holder, then the alcoholic beverages to be 301 auctioned must be stored separately from the alcoholic beverages 302 sold, stored or served on the premises, must be removed from the 303 premises immediately following the auction, and may not be 304 consumed on the premises; (iii) the permit holder may not conduct 305 more than two (2) auctions during a calendar year; (iv) the permit 306 holder may not pay a commission or promotional fee to any person 307 to arrange or conduct the auction.

308 Event venue retailer's permit. An event venue (n) 309 retailer's permit shall authorize the holder thereof to purchase 310 and resell alcoholic beverages, including native wines and native 311 spirits, for consumption on the premises during legal hours during 312 events held on the licensed premises if food is being served at 313 the event by a caterer who is not affiliated with or related to 314 the permittee. The caterer must serve at least three (3) entrees. 315 The permit may only be issued for venues that can accommodate two 316 hundred (200) persons or more. The number of persons a venue may accommodate shall be determined by the local fire department and 317 318 such determination shall be provided in writing and submitted along with all other documents required to be provided for an 319 320 on-premises retailer's permit. The permittee must derive the majority of its revenue from event-related fees, including, but 321

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S. B. No. 2405 24/SS08/R831CS PAGE 13 not limited to, admission fees or ticket sales for live entertainment in the building. "Event-related fees" do not include alcohol, beer or light wine sales or any fee which may be construed to cover the cost of alcohol, beer or light wine. This determination shall be made on a per event basis. An event may not last longer than two (2) consecutive days per week.

328 Temporary theatre permit. A temporary theatre (\circ) 329 permit, not to exceed five (5) days, may be issued to a charitable 330 nonprofit organization that is exempt from taxation under Section 331 501(c)(3) or (4) of the Internal Revenue Code and owns or operates 332 a theatre facility that features plays and other theatrical performances and productions. Except as otherwise provided in 333 334 subsection (5) of this section, the permit shall authorize the 335 holder to sell alcoholic beverages, including native wines and 336 native spirits, to patrons of the theatre during performances and 337 productions at the theatre facility for consumption during such 338 performances and productions on the premises of the facility described in the permit. A temporary theatre permit holder shall 339 340 obtain all alcoholic beverages from package retailers located in 341 the county in which the permit is issued. Alcoholic beverages 342 remaining in stock upon expiration of the temporary theatre permit 343 may be returned by the permittee to the package retailer for a refund of the purchase price upon consent of the package retailer 344 or may be kept by the permittee exclusively for personal use and 345

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346 consumption, subject to all laws pertaining to the illegal sale 347 and possession of alcoholic beverages.

348 Charter ship operator's permit. Subject to the (p) provisions of this paragraph (p), a charter ship operator's permit 349 350 shall authorize the holder thereof and its employees to serve, 351 monitor, store and otherwise control the serving and availability 352 of alcoholic beverages to customers of the permit holder during 353 private charters under contract provided by the permit holder. A 354 charter ship operator's permit shall authorize such action by the 355 permit holder and its employees only as to alcoholic beverages 356 brought onto the permit holder's ship by customers of the permit 357 holder as part of such a private charter. All such alcoholic 358 beverages must be removed from the charter ship at the conclusion 359 of each private charter. A charter ship operator's permit shall 360 not authorize the permit holder to sell, charge for or otherwise 361 supply alcoholic beverages to customers, except as authorized in 362 this paragraph (p). For the purposes of this paragraph (p), 363 "charter ship operator" means a common carrier that (i) is 364 certified to carry at least one hundred fifty (150) passengers 365 and/or provide overnight accommodations for at least fifty (50) 366 passengers, (ii) operates only in the waters within the State of 367 Mississippi, which lie adjacent to the State of Mississippi south 368 of the three (3) most southern counties in the State of 369 Mississippi, and (iii) provides charters under contract for tours 370 and trips in such waters.

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S. B. No. 2405 24/SS08/R831CS PAGE 15 371 (a) Distillery retailer's permit. The holder of a 372 Class 1 manufacturer's permit may obtain a distillery retailer's permit. A distillery retailer's permit shall authorize the holder 373 374 thereof to sell at retail alcoholic beverages to consumers for 375 on-premises consumption, or to consumers by the sealed and 376 unopened bottle from a retail location at the distillery for 377 off-premises consumption. The holder may only sell product 378 manufactured by the manufacturer at the distillery described in 379 the permit. However, when selling to consumers for on-premises consumption, a holder of a distillery retailer's permit may add 380 381 other beverages, alcoholic or not, so long as the total volume of 382 other beverage components containing alcohol does not exceed 383 twenty percent (20%). Hours of sale shall be the same as those 384 authorized for on-premises permittees in the city or county in 385 which the distillery retailer is located.

386 The holder shall not sell at retail more than ten percent 387 (10%) of the alcoholic beverages produced annually at its 388 distillery. The holder shall not make retail sales of more than 389 two and twenty-five one-hundredths (2.25) liters, in the 390 aggregate, of the alcoholic beverages produced at its distillery 391 to any one (1) individual for consumption off the premises of the 392 distillery within a twenty-four-hour period. The hours of sale 393 shall be the same as those hours for package retailers under this 394 The holder of a distillery retailer's permit is not article. required to purchase the alcoholic beverages authorized to be sold 395

396 by this paragraph from the department's liquor distribution warehouse; however, if the holder does not purchase the alcoholic 397 398 beverages from the department's liquor distribution warehouse, the 399 holder shall pay to the department all taxes, fees and surcharges 400 on the alcoholic beverages that are imposed upon the sale of 401 alcoholic beverages shipped by the department or its warehouse 402 operator. In addition to alcoholic beverages, the holder of a 403 distillery retailer's permit may sell at retail promotional 404 products from the same retail location, including shirts, hats, glasses, and other promotional products customarily sold by 405 406 alcoholic beverage manufacturers.

407 Festival Wine Permit. Any wine manufacturer or (r) 408 native wine producer permitted by Mississippi or any other state 409 is eligible to obtain a Festival Wine Permit. This permit 410 authorizes the entity to transport product manufactured by it to 411 festivals held within the State of Mississippi and sell sealed, 412 unopened bottles to festival participants. The holder of this permit may provide samples at no charge to participants. 413 414 "Festival" means any event at which three (3) or more vendors are 415 present at a location for the sale or distribution of goods. The 416 holder of a Festival Wine Permit is not required to purchase the 417 alcoholic beverages authorized to be sold by this paragraph from 418 the department's liquor distribution warehouse. However, if the 419 holder does not purchase the alcoholic beverages from the 420 department's liquor distribution warehouse, the holder of this

421 permit shall pay to the department all taxes, fees and surcharges 422 on the alcoholic beverages sold at such festivals that are imposed 423 upon the sale of alcoholic beverages shipped by the Alcoholic 424 Beverage Control Division of the Department of Revenue. 425 Additionally, the entity shall file all applicable reports and 426 returns as prescribed by the department. This permit is issued 427 per festival and provides authority to sell for two (2) 428 consecutive days during the hours authorized for on-premises 429 permittees' sales in that county or city. The holder of the permit shall be required to maintain all requirements set by Local 430 431 Option Law for the service and sale of alcoholic beverages. This 432 permit may be issued to entities participating in festivals at 433 which a Class 1 temporary permit is in effect.

This paragraph (r) shall stand repealed from and after July 435 1, 2026.

436 (s) Charter vessel operator's permit. Subject to the 437 provisions of this paragraph (s), a charter vessel operator's 438 permit shall authorize the holder thereof and its employees to 439 sell and serve alcoholic beverages to passengers of the permit 440 holder during public tours, historical tours, ecological tours and 441 sunset cruises provided by the permit holder. The permit shall 442 authorize the holder to only sell alcoholic beverages, including 443 native wines, to passengers of the charter vessel operator during 444 public tours, historical tours, ecological tours and sunset cruises provided by the permit holder aboard the charter vessel 445

446 operator for consumption during such tours and cruises on the 447 premises of the charter vessel operator described in the permit. 448 For the purposes of this paragraph (s), "charter vessel operator" 449 means a common carrier that (i) is certified to carry at least 450 forty-nine (49) passengers, (ii) operates only in the waters 451 within the State of Mississippi, which lie south of Interstate 10 452 in the three (3) most southern counties in the State of 453 Mississippi, and lie adjacent to the State of Mississippi south of 454 the three (3) most southern counties in the State of Mississippi, 455 extending not further than one (1) mile south of such counties, 456 and (iii) provides vessel services for tours and cruises in such 457 waters as provided in this paragraph(s).

458 Native spirit retailer's permit. (t) Except as 459 otherwise provided in subsection (5) of this section, a native 460 spirit retailer's permit shall be issued only to a holder of a Class 4 manufacturer's permit, and shall authorize the holder 461 462 thereof to make retail sales of native spirits to consumers for 463 on-premises consumption or to consumers in originally sealed and 464 unopened containers at an establishment located on the premises of 465 or in the immediate vicinity of a native distillery. When selling 466 to consumers for on-premises consumption, a holder of a native 467 spirit retailer's permit may add to the native spirit alcoholic 468 beverages not produced on the premises, so long as the total 469 volume of foreign beverage components does not exceed twenty 470 percent (20%) of the mixed beverage. Hours of sale shall be the

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471 same as those authorized for on-premises permittees in the city or 472 county in which the native spirit retailer is located.

473 Delivery service permit. Any individual, limited (u) 474 liability company, corporation or partnership registered to do 475 business in this state is eligible to obtain a delivery service 476 permit. Subject to the provisions of Section 67-1-51.1, this 477 permit authorizes the permittee, or its employee or an independent contractor acting on its behalf, to deliver alcoholic beverages, 478 479 beer, light wine and light spirit product from a licensed retailer to a person in this state who is at least twenty-one (21) years of 480 481 age for the individual's use and not for resale. This permit does 482 not authorize the delivery of alcoholic beverages, beer, light 483 wine or light spirit product to the premises of a location with a 484 permit for the manufacture, distribution or retail sale of alcoholic beverages, beer, light wine or light spirit product. 485 486 The holder of a package retailer's permit or an on-premises 487 retailer's permit under Section 67-1-51 or of a beer, light wine 488 and light spirit product permit under Section 67-3-19 is 489 authorized to apply for a delivery service permit as a privilege 490 separate from its existing retail permit.

(v) Food truck permit. A food truck permit shall authorize the holder of an on-premises retailer's permit to use a food truck to sell alcoholic beverages off its premises to guests who must consume the beverages in open containers. For the purposes of this paragraph (v), "food truck" means a fully encased

496 food service establishment on a motor vehicle or on a trailer that 497 a motor vehicle pulls to transport, and from which a vendor, 498 standing within the frame of the establishment, prepares, cooks, 499 sells and serves food for immediate human consumption. The term 500 "food truck" does not include a food cart that is not motorized. 501 Food trucks shall maintain such distance requirements from 502 schools, churches, kindergartens and funeral homes as are required 503 for on-premises retailer's permittees under this article, and all 504 sales must be made within a valid leisure and recreation district established under Section 67-1-101. Food trucks cannot sell or 505 506 serve alcoholic beverages unless also offering food prepared and 507 cooked within the food truck, and permittees must maintain a 508 twenty-five percent (25%) food sale revenue requirement based on 509 the food sold from the food truck alone. The hours allowed for 510 sale shall be the same as those for on-premises retailer's 511 permittees in the location. This permit will not be required for 512 the holder of a caterer's permit issued under this article to cater an event as allowed by law. Permittees must provide notice 513 514 of not less than forty-eight (48) hours to the department of each 515 location at which alcoholic beverages will be sold.

516 (2) Except as otherwise provided in subsection (4) of this 517 section, retail permittees may hold more than one (1) retail 518 permit, at the discretion of the department.

519 (3) (a) Except as otherwise provided in this subsection, no 520 authority shall be granted to any person to manufacture, sell or

521 store for sale any intoxicating liquor as specified in this 522 article within four hundred (400) feet of any church, school 523 (excluding any community college, junior college, college or 524 <u>university</u>), kindergarten or funeral home. However, within an 525 area zoned commercial or business, such minimum distance shall be 526 not less than one hundred (100) feet.

527 A church or funeral home may waive the distance (b) 528 restrictions imposed in this subsection in favor of allowing 529 issuance by the department of a permit, pursuant to subsection (1) of this section, to authorize activity relating to the 530 531 manufacturing, sale or storage of alcoholic beverages which would 532 otherwise be prohibited under the minimum distance criterion. 533 Such waiver shall be in written form from the owner, the governing 534 body, or the appropriate officer of the church or funeral home 535 having the authority to execute such a waiver, and the waiver 536 shall be filed with and verified by the department before becoming 537 effective.

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

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545 hundred thousand (100,000) according to the latest federal 546 decennial census.

547 (d) The distance restrictions imposed in this
548 subsection shall not apply to the sale or storage of alcoholic
549 beverages at a qualified resort area as defined in Section
550 67-1-5(o)(iii)32.

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

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

(g) The distance restrictions imposed in this subsection shall not apply to the sale or storage of alcoholic beverages at a licensed premises in a building located at or near the intersection of Ward and Tate Streets and adjacent properties in the City of Senatobia, Mississippi.

568 (h) The distance restrictions imposed in this 569 subsection shall not apply to the sale or storage of alcoholic

570 beverages at a theatre facility that features plays and other 571 theatrical performances and productions and (i) is capable of 572 seating more than seven hundred fifty (750) people, (ii) is owned 573 by a municipality which has a population greater than ten thousand 574 (10,000) according to the latest federal decennial census, (iii) 575 was constructed prior to 1930, (iv) is on the National Register of 576 Historic Places, and (v) is located in a historic district.

(i) The distance restrictions imposed in this
subsection shall not apply to the sale or storage of alcoholic
beverages at a licensed premises in a building located
approximately one and six-tenths (1.6) miles north of the
intersection of Mississippi Highway 15 and Mississippi Highway 4
on the west side of Mississippi Highway 15.

583 (4) No person, either individually or as a member of a firm, 584 partnership, limited liability company or association, or as a 585 stockholder, officer or director in a corporation, shall own or 586 control any interest in more than one (1) package retailer's 587 permit, nor shall such person's spouse, if living in the same 588 household of such person, any relative of such person, if living 589 in the same household of such person, or any other person living 590 in the same household with such person own any interest in any 591 other package retailer's permit.

592 (5) (a) In addition to any other authority granted under 593 this section, the holder of a permit issued under subsection 594 (1)(c), (e), (f), (g), (1), (n) and/or (o) of this section may

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595 sell or otherwise provide alcoholic beverages and/or wine to a 596 patron of the permit holder in the manner authorized in the permit 597 and the patron may remove an open glass, cup or other container of 598 the alcoholic beverage and/or wine from the licensed premises and 599 may possess and consume the alcoholic beverage or wine outside of 600 the licensed premises if: (i) the licensed premises is located 601 within a leisure and recreation district created under Section 602 67-1-101 and (ii) the patron remains within the boundaries of the 603 leisure and recreation district while in possession of the 604 alcoholic beverage or wine.

605 (b) Nothing in this subsection shall be construed to 606 allow a person to bring any alcoholic beverages into a permitted 607 premises except to the extent otherwise authorized by this 608 article.

609 SECTION 2. Section 67-1-37, Mississippi Code of 1972, is 610 amended as follows:

611 67-1-37. The Department of Revenue, under its duties and 612 powers with respect to the Alcoholic Beverage Control Division 613 therein, shall have the following powers, functions and duties:

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

(b) To revoke, suspend or cancel, for violation of ornoncompliance with the provisions of this article, or the law

620 governing the production and sale of native wines or native 621 spirits, or any lawful rules and regulations of the department 622 issued hereunder, or for other sufficient cause, any permit issued 623 by it under the provisions of this article. The department shall 624 also be authorized to suspend the permit of any permit holder for 625 being out of compliance with an order for support, as defined in 626 Section 93-11-153. The procedure for suspension of a permit for 627 being out of compliance with an order for support, and the 628 procedure for the reissuance or reinstatement of a permit 629 suspended for that purpose, and the payment of any fees for the 630 reissuance or reinstatement of a permit suspended for that purpose, shall be governed by Section 93-11-157 or Section 631 93-11-163, as the case may be. If there is any conflict between 632 633 any provision of Section 93-11-157 or Section 93-11-163 and any 634 provision of this article, the provisions of Section 93-11-157 or 635 Section 93-11-163, as the case may be, shall control.

(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.

S. B. No. 2405 24/SS08/R831CS PAGE 26 (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.

(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.

653 (q) Subject to the provisions of subsection (3) of 654 Section 67-1-51, to issue rules and regulations governing the 655 issuance of retail permits for premises located near or around 656 schools, colleges, universities, churches and other public 657 institutions, and specifying the distances therefrom within which 658 no such permit shall be issued. The Alcoholic Beverage Control 659 Division shall not issue a package retailer's or on-premises 660 retailer's permit for the sale or consumption of alcoholic 661 beverages in or on the campus of any public school * * *. The 662 Alcoholic Beverage Control Division shall not issue a package 663 retailer's permit for the sale of alcoholic beverages in or on the 664 campus of any community or junior college, college or university. 665 To adopt and promulgate, repeal and amend, such (h) 666 rules, regulations, standards, requirements and orders, not

667 inconsistent with this article or any law of this state or of the

068 United States, as it deems necessary to control the manufacture, 069 importation, transportation, distribution, delivery and sale of 070 alcoholic liquor, whether intended for beverage or nonbeverage use 071 in a manner not inconsistent with the provisions of this article 072 or any other statute, including the native wine and native spirit 073 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.

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

693 Governor and through him to the Legislature of this state such 694 amendments to this article, if any, as it may think desirable.

(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.

704 (o) To enforce the provisions made unlawful by Chapter705 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

713 Administrative Procedures Law.

714 **SECTION 3.** This act shall take effect and be in force from 715 and after July 1, 2024.

S. B. No. 2405 24/SS08/R831CS PAGE 29 S. B. No. 2405 ST: Alcoholic beverages; revise certain provisions regarding locations for sale of.