House Amendments to Senate Bill No. 2853

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- 49 <u>SECTION 1.</u> (1) Except as otherwise indicated or required by 50 the context, all words and phrases used in this article shall have
- 51 the same meanings as are ascribed to them in Section 67-1-5.
- 52 (2) There is hereby created the Alcoholic Beverage
- 53 Corporation. The powers and duties held by the department and its
- 54 division with respect to the warehousing and distribution of
- 55 alcoholic beverages shall be transferred to the corporation. All
- 56 rules, regulations, standards, decisions and acts of the
- 57 department regarding alcoholic beverage warehousing and
- 58 distribution remain effective unless specifically revoked or
- 59 superseded by an official action of the corporation or its board.
- 60 (3) The corporation shall be managed in a manner enabling
- 61 the people of the state to benefit from its profits and to ensure
- 62 the integrity of alcoholic beverage warehousing and distribution.
- 63 (4) The existence of the corporation, which shall be
- 64 domiciled in the State of Mississippi, shall begin upon the

- 65 appointment of all five (5) members of the board as provided in
- 66 Section 67-1-21.
- 67 (5) The exclusive venue for any action or matter against the
- 68 corporation is the county in which its corporate headquarters is
- 69 located, and the circuit court for that county has exclusive
- 70 jurisdiction thereof. For purposes of court costs, the
- 71 corporation shall be a private corporation.
- 72 **SECTION 2.** (1) The affairs of the corporation shall be
- 73 administered by the Alcoholic Beverage Corporation Board of
- 74 Directors. The board shall be composed of five (5) members, three
- 75 (3) appointed by the Governor and two (2) appointed by the
- 76 Lieutenant Governor, all with the advice and consent of the
- 77 Senate. The Commissioner of Revenue and the State Treasurer shall
- 78 serve as ex officio, nonvoting members. Members appointed when
- 79 the Senate is not in session shall serve only until the end of the
- 80 next regular session, unless confirmed by the Senate.
- 81 (2) (a) Members of the board shall be residents of the
- 82 State of Mississippi, and the Governor and the Lieutenant Governor
- 83 shall take into account the goals of geographic, racial, gender
- 84 and other categories of diversity when nominating board members.
- 85 One (1) of the Governor's appointees shall be an owner of a store
- 86 operated under a package retailer's permit pursuant to Section
- 87 67-1-51, and one (1) of the Lieutenant Governor's appointees shall
- 88 be an operator of a beverage distribution warehouse, preferably in
- 89 the beer or soft drink industry.

90 (b) Of the initial appointees, the members' terms shall

91 be staggered as follows: one (1) term each to expire on December

- 92 31, 2025, December 31, 2026, December 31, 2027, December 31, 2028,
- 93 and December 31, 2029. After the expiration of the initial terms,
- 94 members of the board shall serve terms of four (4) years.
- 95 (c) Members may serve beyond the end of their
- 96 respective terms until their successors have been appointed and
- 97 qualified. No member shall serve more than two (2) consecutive
- 98 four-year terms. Members may be removed by their respective
- 99 appointing authority, either the Governor or the Lieutenant
- 100 Governor, for neglect of duty, misfeasance or nonfeasance in
- 101 office. The board shall annually elect a chairman from among its
- 102 voting members.
- 103 (3) Appointed members of the board shall be entitled to per
- 104 diem compensation pursuant to Section 25-3-69 paid by the
- 105 corporation and shall be reimbursed by the corporation for
- 106 necessary travel and other reasonable expenses incurred in the
- 107 performance of their official duties. No appointed member of the
- 108 board shall be considered a public officer.
- 109 (4) The board, upon the initial call of the Governor and the
- 110 chairman thereafter, shall meet at least monthly for the first
- 111 eighteen (18) months and at such other times as the chairman may
- 112 determine. Three (3) voting members of the board shall constitute
- 113 a quorum. The board shall also meet upon the call of three (3) or
- 114 more of its voting members. The board shall keep accurate and
- 115 complete records of all its meetings.

- 116 (5) All meetings of the board shall be subject to the Open
- 117 Meetings Act in Title 25, Chapter 41, Mississippi Code of 1972.
- 118 **SECTION 3.** (1) The president of the corporation shall be
- 119 appointed by the board, subject to the approval of the Governor.
- 120 The Governor shall, within thirty (30) days after receiving the
- 121 nomination of the president in writing, either approve or reject
- 122 the nomination. Failure to take either action within the required
- 123 time shall constitute approval by the Governor. If the Governor
- 124 rejects the nomination, then the board shall submit a different
- 125 nominee to the Governor.
- 126 (2) The president shall manage the daily affairs of the
- 127 corporation and shall have such powers and duties as specified by
- 128 this chapter, by the board and any rules or regulations it adopts.
- 129 The president shall not be a member of the board. The president
- 130 shall serve at the will and pleasure of the board.
- 131 (3) The president shall employ such personnel as he or she
- 132 deems necessary to perform the duties and exercise the powers of
- 133 the corporation. All personnel shall serve at the will and
- 134 pleasure of the president, unless otherwise specified by the
- 135 president.
- 136 (4) The board shall set the salary of the president.
- 137 (5) No employee shall be a member of the board.
- 138 **SECTION 4.** All records of the corporation shall be deemed
- 139 public records and subject to public inspection as provided by
- 140 Section 25-61-1 et seq., unless:

- 141 (a) The record relates to or was provided by a
- 142 confidential source or informant and relates to the security of
- 143 alcoholic beverage warehousing and distribution;
- 144 (b) The record involves a trade secret of the
- 145 corporation or of an alcoholic beverage permittee;
- 146 (c) The disclosure of the record would endanger the
- 147 security of the corporation or of an alcoholic beverage permittee;
- 148 or
- 149 (d) The record is covered by another exemption under
- 150 federal or state law.
- 151 **SECTION 5.** (1) The board shall provide the president with
- 152 private-sector perspectives on the operation of a business, large
- 153 marketing enterprise and the like. The board shall:
- 154 (a) Approve, disapprove, amend or modify the budget
- 155 recommended by the president for the operation of the corporation;
- 156 (b) Approve, disapprove, amend or modify the terms of
- 157 major procurements recommended by the president;
- 158 (c) Serve as a board of appeals for any denial,
- 159 revocation or cancellation by the president of a contract with an
- 160 alcoholic beverage vendor or retailer; and
- 161 (d) Adopt such administrative rules and regulations as
- 162 may be necessary to carry out and implement its powers and duties,
- 163 the operations of the corporation, the conduct of alcoholic
- 164 beverage warehousing and distribution in general, and any other
- 165 matters necessary or desirable for efficient and effective
- 166 alcoholic beverage operations.

- 167 (2) Any policies adopted by authority of this section or any 168 other section must be published and posted on the corporation's
- 169 website thirty (30) days before becoming effective.
- 170 **SECTION 6.** (1) The corporation, its employees and board
- 171 members shall provide for efficient and effective alcoholic
- 172 beverage warehousing and distribution. In pursuing the objectives
- 173 and purposes of this chapter, the corporation may:
- 174 (a) Sue and be sued in its corporate name;
- 175 (b) Adopt a corporate seal and a symbol;
- 176 (c) Hold patents, copyrights, trademarks and service
- 177 marks, and enforce its rights with respect thereto;
- 178 (d) Register to do business in Mississippi and appoint
- 179 agents upon which process may be served;
- 180 (e) Acquire real property and make improvements
- 181 thereon:
- 182 (f) Make, solicit and request proposals and offers, and
- 183 execute and effectuate any and all agreements or contracts
- 184 necessary for alcoholic beverage warehousing and distribution, and
- 185 to carry out all other functions of the corporation under this
- 186 chapter; and
- 187 (g) Adopt and amend such bylaws, rules and regulations,
- 188 with the approval of the board, as it deems necessary to
- 189 administer this chapter.
- 190 (2) The corporation shall:

- 191 (a) Carry out alcoholic beverage warehousing and
- 192 distribution in accordance with the provisions of this chapter and
- 193 the board's administrative rules and regulations;
- (b) Submit quarterly and annual reports to the
- 195 Governor, the Lieutenant Governor, the Speaker of the House of
- 196 Representatives, the State Treasurer, the State Auditor, the Joint
- 197 Legislative Committee on Performance Evaluation and Expenditure
- 198 Review, and the Commissioner of Revenue containing financial
- 199 information and projections which include, but are not limited to,
- 200 disclosure of gross revenues, expenses and net proceeds for the
- 201 period;
- 202 (c) Adopt by administrative rules and regulations a
- 203 system of continuous internal audits;
- 204 (d) Maintain records of all financial transactions of
- 205 the corporation;
- 206 (e) Adopt by administrative rules and regulations a
- 207 code of ethics for officers and employees of the corporation to
- 208 carry out the standards of conduct established by this chapter;
- 209 and
- 210 (f) Adopt by administrative rules and regulations
- 211 guidelines for the disposal of property if the corporation is
- 212 dissolved.
- 213 **SECTION 7.** (1) The president shall direct and supervise all
- 214 administrative and technical activities in accordance with the
- 215 provisions of this chapter and within the board's rules and
- 216 regulations. The president shall:

- 217 (a) Supervise and administer the operation of the 218 corporation;
- 219 (b) Employ and direct such personnel as may be
 220 necessary to carry out the purposes of this chapter and utilize
 221 such services, personnel or facilities of the corporation as he or
 222 she may deem necessary;
- 223 (c) Contract in accordance with the corporation's rules 224 and regulations with alcoholic beverage vendors and retailers;
- 225 (d) Make available for inspection by the board or any
 226 board member, upon request, all books, records, files and other
 227 information and documents of his or her office, and advise the
 228 board and recommend such rules and regulations and other matters
 229 deemed necessary and advisable to improve the operation and
 230 administration of the corporation;
- (e) Enter into any contract pursuant to this chapter with any person for the performance of any of the functions as provided in this chapter or the board's rules and regulations;
- 234 (f) Attend board meetings or appoint a designee to 235 attend on his or her behalf; and
- 236 (g) Not later than thirty (30) days before the
 237 beginning of the corporation's fiscal year, submit the proposed
 238 annual budget of the corporation and projected net proceeds to the
 239 board for review and approval. In addition, the proposed annual
 240 budget of the corporation shall include a personnel table
 241 reporting information for each full-time and part-time permanent

- (i) The position title and the salary for each
- 244 position in the existing operating budget for the current fiscal
- 245 year, indicating whether each position is filled or vacant as of
- 246 the reporting date; and
- 247 (ii) The position title and the salary recommended
- 248 for each position for the next fiscal year.
- 249 (2) The president, with the board's approval, may amend or
- 250 modify the budget at any time in any manner deemed necessary for
- 251 the proper operation of the corporation.
- 252 (3) Following his or her approval by the Governor and during
- 253 his or her entire employment by the board, the president shall
- 254 reside in Mississippi.
- 255 (4) The president and the board shall conduct an ongoing
- 256 examination of alcoholic beverage operations in other states and
- 257 countries, including reviewing available literature on the subject
- 258 of federal laws and regulations which may affect alcoholic
- 259 beverage operations, and of the reaction of citizens of this state
- 260 to existing or proposed features of alcoholic beverage operations,
- 261 with a view toward implementing improvements that will tend to
- 262 serve the purposes of this chapter.
- 263 (5) The president shall require bond from corporate
- 264 employees with access to corporate funds in such an amount as
- 265 provided in the board's rules and regulations.
- 266 (6) The president may:
- 267 (a) Require bond from other employees as he or she
- 268 deems necessary;

- 269 (b) For good cause, suspend, revoke or refuse to renew 270 any contract entered into in accordance with this chapter or the 271 board's rules and regulations;
- (c) Upon specific or general approval of the board,

 conduct hearings and administer oaths to persons for the purpose

 of assuring the integrity of alcoholic beverage warehousing and

 distribution, or to determine the qualifications or compliance by

 vendors and retailers;
- (d) Upon specific or general approval of the board,
 enter into personal service contracts pursuant to the board's
 rules and regulations, and compensate such consultants and
 technical assistants as may be required to carry out its duties;
 and
- (e) By agreement, secure information and services as he or she may deem necessary from any department, agency or unit of the federal, state or local government, and to the extent allowed by federal or state law, may compensate such department, agency or unit of government for its information and services.
- 287 (7) Agencies, departments or units of state government shall 288 cooperate with the corporation to assure efficient and effective 289 alcoholic beverage operations.
- 290 **SECTION 8.** The board may employ an attorney and/or may 291 contract with outside counsel upon determination of the need for 292 such counsel.
- 293 **SECTION 9.** (1) The corporation shall establish and maintain 294 a personnel program, including administrative rules and S. B. 2853

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295 regulations for its employees. The corporation may procure 296 benefit programs or group insurance plans and shall provide or 297 arrange for a retirement plan. Unless otherwise specified by the 298 president, employees of the corporation shall serve at the will 299 and pleasure of the president, who shall determine their 300 compensation and benefits. The employees shall be subject to 301 suspension, dismissal, reduction in pay, demotion, transfer or 302 other personnel action at the discretion of the president and 303 shall not be subject to civil service provisions. 304 compensation of officers at the division head level and above 305 shall be determined by the board. Corporation employees shall not 306 be considered state employees.

- 307 (2) No board member, officer or employee of the corporation 308 or any spouse, sibling, ascendant or descendant of a board member, 309 officer or employee shall have a financial interest in any vendor 310 or retailer doing business or proposing to do business with the 311 corporation.
- 312 (3) No board member, officer or employee of the corporation 313 with decision-making authority shall participate in any decision 314 involving a vendor or retailer in which the board member, officer 315 or employee or any spouse, sibling, ascendant or descendant of 316 such board member, officer or employee has a financial interest.
- 317 (4) No corporation officer or employee who leaves the employ 318 of the corporation, nor any board member, may represent any vendor 319 or retailer before the corporation for a period of one (1) year

- 320 following termination of employment with the corporation or
- 321 membership on the board.
- 322 **SECTION 10.** All division heads, officers and employees of
- 323 the corporation shall be considered public servants as defined in
- 324 Section 25-4-103. All division heads and officers of the
- 325 corporation are subject to Section 25-4-25 and shall be required
- 326 to file a Statement of Economic Interest with the Mississippi
- 327 Ethics Commission.
- 328 **SECTION 11.** To ensure the integrity of alcoholic beverage
- 329 operations, the corporation, through its board, shall:
- 330 (a) Compile and submit quarterly and annual reports and
- 331 financial statements, in compliance with Section 67-1-114(2)(b);
- 332 (b) Contract with an independent auditor who is a
- 333 certified public accountant or firm to conduct an annual financial
- 334 audit of the corporation's books and records. The cost of this
- 335 annual financial audit shall be an operating expense of the
- 336 corporation. Further:
- 337 (i) Such independent auditor shall have no
- 338 financial interest in any vendor or retailer with whom the
- 339 corporation is under contract;
- 340 (ii) All contracts for independent auditors shall
- 341 be reviewed by and subject to the approval of the Department of
- 342 Finance and Administration to ensure that the independent auditor
- 343 is qualified to perform the audit;
- 344 (iii) The audit shall be completed within ninety
- 345 (90) days after the close of the corporation's fiscal year; and

346 (iv) Contracts may be entered into for audit

347 services for a period not to exceed five (5) years, and the same

- 348 firm shall not receive two (2) consecutive audit contracts.
- 349 **SECTION 12.** For informational purposes only, the corporation
- 350 shall submit to the Joint Legislative Budget Committee a copy of
- 351 the corporation's annual operating budget for the upcoming fiscal
- 352 year. The budget shall include an estimate of net proceeds during
- 353 the succeeding fiscal year.
- 354 **SECTION 13.** Section 67-1-3, Mississippi Code of 1972, is
- 355 amended as follows:
- 356 67-1-3. (1) The policy of this state is reannounced in
- 357 favor of prohibition of the manufacture, sale, distribution, and
- 358 transportation of alcoholic beverages; and the provisions against
- 359 such manufacture, sale, distribution, and transportation of
- 360 alcoholic beverages, as contained in Chapter 31 of Title 97,
- 361 Mississippi Code of 1972, and elsewhere, are hereby redeclared the
- 362 law of this state. The purpose and intent of this article is to
- 363 vigorously enforce the prohibition laws throughout the state,
- 364 except in those counties and municipalities voting themselves out
- 365 from under the prohibition law in accordance with the provisions
- 366 of this article, and, in those counties and municipalities, to
- 367 require strict regulation and supervision of the manufacture,
- 368 sale, distribution, and transportation of intoxicating liquor
- 369 under a system of state licensing of manufacturers, wholesalers
- 370 and retailers, which licenses shall be subject to revocation for
- 371 violations of this article. However, from and after January 1,

372 2021, prohibition is renounced as to the possession of alcoholic

373 beverages. It shall thereafter be lawful to possess alcoholic

374 beverages throughout the state, unless otherwise prohibited in

375 this article. Nothing herein shall be construed to make lawful

376 the possession of alcoholic beverages with the intent to sell

377 except as authorized under this article.

- are repealed only to the extent of such conflict; however, except
 as is provided in this article, all laws prohibiting the
 manufacture, sale, and distribution of alcoholic beverages, which
 are not in conflict with this article shall remain in full force
 and effect, and all such laws shall remain in full force and
 effect in counties and municipalities wherein the manufacture,
- 385 sale, and distribution of alcoholic beverages has not been

387 or * * * 67-1-14, * * * or as otherwise provided in this article.

(3) The Legislature recognizes that alcoholic beverage operations are unique activities for state government and that a corporate structure will best enable them to be managed in an entrepreneurial and business-like manner. It is the intent of the

authorized as a result of an election held under Section 67-1-11

- 392 Legislature that the Mississippi Alcoholic Beverage Corporation
- 393 shall be accountable to the Governor, the Legislature and the
- 394 people of the state through a system of audits, reports and
- 395 disclosures as required by this article.
- 396 **SECTION 14.** Section 67-1-5, Mississippi Code of 1972, is
- 397 amended as follows:

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- 398 67-1-5. For the purposes of this article and unless 399 otherwise required by the context:
- 400 (a) "Alcoholic beverage" means any alcoholic liquid,
- 401 including wines of more than five percent (5%) of alcohol by
- 402 weight, capable of being consumed as a beverage by a human being,
- 403 but shall not include light wine, light spirit product and beer,
- 404 as defined in Section 67-3-3, Mississippi Code of 1972, but shall
- 405 include native wines and native spirits. The words "alcoholic
- 406 beverage" shall not include ethyl alcohol manufactured or
- 407 distilled solely for fuel purposes or beer of an alcoholic content
- 408 of more than eight percent (8%) by weight if the beer is legally
- 409 manufactured in this state for sale in another state.
- 410 (b) "Alcohol" means the product of distillation of any
- 411 fermented liquid, whatever the origin thereof, and includes
- 412 synthetic ethyl alcohol, but does not include denatured alcohol or
- 413 wood alcohol.
- 414 (c) "Distilled spirits" means any beverage containing
- 415 more than six percent (6%) of alcohol by weight produced by
- 416 distillation of fermented grain, starch, molasses or sugar,
- 417 including dilutions and mixtures of these beverages.
- 418 (d) "Wine" or "vinous liquor" means any product
- 419 obtained from the alcoholic fermentation of the juice of sound,
- 420 ripe grapes, fruits, honey or berries and made in accordance with
- 421 the revenue laws of the United States.

- 422 (e) "Person" means and includes any individual,
- 423 partnership, corporation, association or other legal entity
- 424 whatsoever.
- (f) "Manufacturer" means any person engaged in
- 426 manufacturing, distilling, rectifying, blending or bottling any
- 427 alcoholic beverage.
- 428 (g) "Wholesaler" means any person, other than a
- 429 manufacturer, engaged in distributing or selling any alcoholic
- 430 beverage at wholesale for delivery within or without this state
- 431 when such sale is for the purpose of resale by the purchaser.
- (h) "Retailer" means any person who sells, distributes,
- 433 or offers for sale or distribution, any alcoholic beverage for use
- 434 or consumption by the purchaser and not for resale.
- 435 (i) "State Tax Commission," "commission" or
- 436 "department" means the Department of Revenue of the State of
- 437 Mississippi, which shall create a division in its organization to
- 438 be known as the Alcoholic Beverage Control Division. Any
- 439 reference to the commission or the department hereafter means the
- 440 powers and duties of the Department of Revenue with reference to
- 441 supervision of the Alcoholic Beverage Control Division.
- 442 (j) "Division" means the Alcoholic Beverage Control
- 443 Division of the Department of Revenue.
- (k) "Municipality" means any incorporated city or town
- 445 of this state.
- (1) "Hotel" means an establishment within a
- 447 municipality, or within a qualified resort area approved as such

448 by the department, where, in consideration of payment, food and 449 lodging are habitually furnished to travelers and wherein are 450 located at least twenty (20) adequately furnished and completely 451 separate sleeping rooms with adequate facilities that persons 452 usually apply for and receive as overnight accommodations. Hotels 453 in towns or cities of more than twenty-five thousand (25,000) 454 population are similarly defined except that they must have fifty 455 (50) or more sleeping rooms. Any such establishment described in 456 this paragraph with less than fifty (50) beds shall operate one or 457 more regular dining rooms designed to be constantly frequented by customers each day. When used in this article, the word "hotel" 458 459 shall also be construed to include any establishment that meets the definition of "bed and breakfast inn" as provided in this 460 461 section.

(m) "Restaurant" means:

manner used and kept open for the serving of meals to guests for compensation, which has suitable seating facilities for guests, and which has suitable kitchen facilities connected therewith for cooking an assortment of foods and meals commonly ordered at various hours of the day; the service of such food as sandwiches and salads only shall not be deemed in compliance with this requirement. Except as otherwise provided in this paragraph, no place shall qualify as a restaurant under this article unless twenty-five percent (25%) or more of the revenue derived from such place shall be from the preparation, cooking and serving of meals

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474 and not from the sale of beverages, or unless the value of food

475 given to and consumed by customers is equal to twenty-five percent

476 (25%) or more of total revenue; or

477 (ii) Any privately owned business located in a

478 building in a historic district where the district is listed in

479 the National Register of Historic Places, where the building has a

480 total occupancy rating of not less than one thousand (1,000) and

481 where the business regularly utilizes ten thousand (10,000) square

482 feet or more in the building for live entertainment, including not

483 only the stage, lobby or area where the audience sits and/or

484 stands, but also any other portion of the building necessary for

485 the operation of the business, including any kitchen area, bar

486 area, storage area and office space, but excluding any area for

487 parking. In addition to the other requirements of this

488 subparagraph, the business must also serve food to guests for

489 compensation within the building and derive the majority of its

490 revenue from event-related fees, including, but not limited to,

491 admission fees or ticket sales to live entertainment in the

492 building, and from the rental of all or part of the facilities of

493 the business in the building to another party for a specific event

494 or function.

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(n) "Club" means an association or a corporation:

496 (i) Organized or created under the laws of this

497 state for a period of five (5) years prior to July 1, 1966;

- 498 (ii) Organized not primarily for pecuniary profit
- 499 but for the promotion of some common object other than the sale or
- 500 consumption of alcoholic beverages;
- 501 (iii) Maintained by its members through the
- 502 payment of annual dues;
- 503 (iv) Owning, hiring or leasing a building or space
- 504 in a building of such extent and character as may be suitable and
- 505 adequate for the reasonable and comfortable use and accommodation
- 506 of its members and their guests;
- 507 (v) The affairs and management of which are
- 508 conducted by a board of directors, board of governors, executive
- 509 committee, or similar governing body chosen by the members at a
- 510 regular meeting held at some periodic interval; and
- 511 (vi) No member, officer, agent or employee of
- 512 which is paid, or directly or indirectly receives, in the form of
- a salary or other compensation any profit from the distribution or
- 514 sale of alcoholic beverages to the club or to members or quests of
- 515 the club beyond such salary or compensation as may be fixed and
- 516 voted at a proper meeting by the board of directors or other
- 517 governing body out of the general revenues of the club.
- The department may, in its discretion, waive the five-year
- 519 provision of this paragraph. In order to qualify under this
- 520 paragraph, a club must file with the department, at the time of
- 521 its application for a license under this article, two (2) copies
- of a list of the names and residences of its members and similarly
- 523 file, within ten (10) days after the election of any additional

member, his name and address. Each club applying for a license shall also file with the department at the time of the application a copy of its articles of association, charter of incorporation, bylaws or other instruments governing the business and affairs thereof.

529 (\circ) "Qualified resort area" means any area or locality 530 outside of the limits of incorporated municipalities in this state 531 commonly known and accepted as a place which regularly and customarily attracts tourists, vacationists and other transients 532 because of its historical, scenic or recreational facilities or 533 534 attractions, or because of other attributes which regularly and 535 customarily appeal to and attract tourists, vacationists and other 536 transients in substantial numbers; however, no area or locality 537 shall so qualify as a resort area until it has been duly and 538 properly approved as such by the department. The department may 539 not approve an area as a qualified resort area after July 1, 2018, 540 if any portion of such proposed area is located within two (2) miles of a convent or monastery that is located in a county 541 542 traversed by Interstate 55 and U.S. Highway 98. A convent or 543 monastery may waive such distance restrictions in favor of 544 allowing approval by the department of an area as a qualified 545 resort area. Such waiver shall be in written form from the owner, 546 the governing body, or the appropriate officer of the convent or 547 monastery having the authority to execute such a waiver, and the 548 waiver shall be filed with and verified by the department before 549 becoming effective.

(i) The department may approve an area or locality

551 outside of the limits of an incorporated municipality that is in

552 the process of being developed as a qualified resort area if such

area or locality, when developed, can reasonably be expected to

554 meet the requisites of the definition of the term "qualified

555 resort area." In such a case, the status of qualified resort area

556 shall not take effect until completion of the development.

557 (ii) The term includes any state park which is

558 declared a resort area by the department; however, such

559 declaration may only be initiated in a written request for resort

360 area status made to the department by the Executive Director of

561 the Department of Wildlife, Fisheries and Parks, and no permit for

562 the sale of any alcoholic beverage, as defined in this article,

563 except an on-premises retailer's permit, shall be issued for a

564 hotel, restaurant or bed and breakfast inn in such park.

(iii) The term includes:

1. The clubhouses associated with the state

park golf courses at the Lefleur's Bluff State Park, the John Kyle

State Park, the Percy Quin State Park and the Hugh White State

569 Park;

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570 2. The clubhouse and associated golf course,

571 tennis courts and related facilities and swimming pool and related

572 facilities where the golf course, tennis courts and related

573 facilities and swimming pool and related facilities are adjacent

574 to one or more planned residential developments and the golf

575 course and all such developments collectively include at least

- 576 seven hundred fifty (750) acres and at least four hundred (400)
- 577 residential units;
- 578 3. Any facility located on property that is a
- 579 game reserve with restricted access that consists of at least
- 580 three thousand (3,000) contiguous acres with no public roads and
- 581 that offers as a service hunts for a fee to overnight quests of
- 582 the facility;
- 4. Any facility located on federal property
- 584 surrounding a lake and designated as a recreational area by the
- 585 United States Army Corps of Engineers that consists of at least
- 586 one thousand five hundred (1,500) acres;
- 587 5. Any facility that is located in a
- 588 municipality that is bordered by the Pearl River, traversed by
- 589 Mississippi Highway 25, adjacent to the boundaries of the Jackson
- 590 International Airport and is located in a county which has voted
- 591 against coming out from under the dry law; however, any such
- 592 facility may only be located in areas designated by the governing
- 593 authorities of such municipality;
- 594 6. Any municipality with a population in
- 595 excess of ten thousand (10,000) according to the latest federal
- 596 decennial census that is located in a county that is bordered by
- 597 the Pearl River and is not traversed by Interstate Highway 20,
- 598 with a population in excess of forty-five thousand (45,000)
- 599 according to the latest federal decennial census;
- 7. The West Pearl Restaurant Tax District as
- 601 defined in Chapter 912, Local and Private Laws of 2007;

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8. a. Land that is located in any county in
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603 which Mississippi Highway 43 and Mississippi Highway 25 intersect

- 604 and:
- A. Owned by the Pearl River Valley
- 606 Water Supply District, and/or
- B. Located within the Reservoir
- 608 Community District, zoned commercial, east of Old Fannin Road,
- 609 north of Regatta Drive, south of Spillway Road, west of Hugh Ward
- 610 Boulevard and accessible by Old Fannin Road, Spillway Road, Spann
- 611 Drive and/or Lake Vista Place, and/or
- C. Located within the Reservoir
- 613 Community District, zoned commercial, west of Old Fannin Road,
- 614 south of Spillway Road and extending to the boundary of the
- 615 corporate limits of the City of Flowood, Mississippi;
- b. The board of supervisors of such
- 617 county, with respect to B and C of item 8.a., may by resolution or
- 618 other order:
- A. Specify the hours of operation
- 620 of facilities that offer alcoholic beverages for sale,
- B. Specify the percentage of
- 622 revenue that facilities that offer alcoholic beverages for sale
- 623 must derive from the preparation, cooking and serving of meals and
- 624 not from the sale of beverages, and
- 625 C. Designate the areas in which
- 626 facilities that offer alcoholic beverages for sale may be located;

```
627
                             Any facility located on property that is a
     game reserve with restricted access that consists of at least
628
629
     eight hundred (800) contiquous acres with no public roads, that
630
     offers as a service hunts for a fee to overnight quests of the
631
     facility, and has accommodations for at least fifty (50) overnight
632
     quests;
633
                         10. Any facility that:
634
                                  Consists of at least six thousand
                              a.
```

- a. Consists of at least six thousand

 (6,000) square feet being heated and cooled along with an

 additional adjacent area that consists of at least two thousand

 two hundred (2,200) square feet regardless of whether heated and

 cooled,
- b. For a fee is used to host events such as weddings, reunions and conventions,
- c. Provides lodging accommodations
 regardless of whether part of the facility and/or located adjacent
 to or in close proximity to the facility, and
- d. Is located on property that consists of at least thirty (30) contiguous acres;
- 11. Any facility and related property:
- a. Located on property that consists of at least one hundred twenty-five (125) contiguous acres and consisting of an eighteen-hole golf course, and/or located in a facility that consists of at least eight thousand (8,000) square feet being heated and cooled,

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653
     meals and hosting events, and
654
                                  Used for the purpose of teaching
655
     culinary arts courses and/or turf management and grounds keeping
     courses, and/or outdoor recreation and leadership courses;
656
657
                          12.
                              Any facility and related property that:
658
                                  Consist of at least eight thousand
                               a.
659
     (8,000) square feet being heated and cooled,
660
                              b. For a fee is used to host events,
661
                               C.
                                   Is used for the purpose of culinary
662
     arts courses, and/or live entertainment courses and art
663
     performances, and/or outdoor recreation and leadership courses;
664
                         13.
                              The clubhouse and associated golf course
665
     where the golf course is adjacent to one or more residential
666
     developments and the golf course and all such developments
667
     collectively include at least two hundred (200) acres and at least
668
     one hundred fifty (150) residential units and are located a. in a
669
     county that has voted against coming out from under the dry law;
670
     and b. outside of but in close proximity to a municipality in such
671
     county which has voted under Section 67-1-14, after January 1,
672
     2013, to come out from under the dry law;
673
                          14.
                              The clubhouse and associated
```

eighteen-hole golf course located in a municipality traversed by

Interstate Highway 55 and U.S. Highway 51 that has voted to come

b. Used for the purpose of providing

out from under the dry law;

674

675

676

```
677 15. a. Land that is planned for mixed-use
```

- 678 development and consists of at least two hundred (200) contiguous
- 679 acres with one or more planned residential developments
- 680 collectively planned to include at least two hundred (200)
- 681 residential units when completed, and also including a facility
- 682 that consists of at least four thousand (4,000) square feet that
- 683 is not part of such land but is located adjacent to or in close
- 684 proximity thereto, and which land is located:
- A. In a county that has voted to
- 686 come out from under the dry law,
- B. Outside the corporate limits of
- 688 any municipality in such county and adjacent to or in close
- 689 proximity to a golf course located in a municipality in such
- 690 county, and
- 691 C. Within one (1) mile of a state
- 692 institution of higher learning;
- 693 b. The board of supervisors of such
- 694 county may by resolution or other order:
- A. Specify the hours of operation
- 696 of facilities that offer alcoholic beverages for sale,
- B. Specify the percentage of
- 698 revenue that facilities that offer alcoholic beverages for sale
- 699 must derive from the preparation, cooking and serving of meals and
- 700 not from the sale of beverages, and
- 701 C. Designate the areas in which
- 702 facilities that offer alcoholic beverages for sale may be located;

```
703 16. Any facility with a capacity of five
```

- 704 hundred (500) people or more, to be used as a venue for private
- 705 events, on a tract of land in the Southwest Quarter of Section 33,
- 706 Township 2 South, Range 7 East, of a county where U.S. Highway 45
- 707 and U.S. Highway 72 intersect and that has not voted to come out
- 708 from under the dry law;
- 709 17. One hundred five (105) contiguous acres,
- 710 more or less, located in Hinds County, Mississippi, and in the
- 711 City of Jackson, Mississippi, whereon are constructed a variety of
- 712 buildings, improvements, grounds or objects for the purpose of
- 713 holding events thereon to promote agricultural and industrial
- 714 development in Mississippi;
- 715 18. Land that is owned by a state institution
- 716 of higher learning, and:
- 717 a. Located entirely within a county that
- 718 has elected by majority vote not to permit the transportation,
- 719 storage, sale, distribution, receipt and/or manufacture of light
- 720 wine and beer pursuant to Section 67-3-7, and
- 721 b. Adjacent to but outside the
- 722 incorporated limits of a municipality that has elected by majority
- 723 vote to permit the sale, receipt, storage and transportation of
- 724 light wine and beer pursuant to Section 67-3-9.
- 725 If any portion of the land described in this item 18 has been
- 726 declared a qualified resort area by the department before July 1,
- 727 2020, then that qualified resort area shall be incorporated into
- 728 the qualified resort area created by this item 18;

```
729
                         19. Any facility and related property:
730
                                  Used as a flea market or similar
731
     venue during a weekend (Saturday and Sunday) immediately preceding
732
     the first Monday of a month and having an annual average of at
733
     least one thousand (1,000) visitors for each such weekend and five
734
     hundred (500) vendors for Saturday of each such weekend, and
735
                              b. Located in a county that has not
736
     voted to come out from under the dry law and outside of but in
737
     close proximity to a municipality located in such county and which
     municipality has voted to come out from under the dry law;
738
739
                         20. Blocks 1, 2 and 3 of the original town
740
     square in any municipality with a population in excess of one
741
     thousand five hundred (1,500) according to the latest federal
742
     decennial census and which is located in:
743
                              a. A county traversed by Interstate 55
744
     and Interstate 20, and
745
                                  A judicial district that has not
746
     voted to come out from under the dry law;
747
                              Any municipality with a population in
                         21.
748
     excess of two thousand (2,000) according to the latest federal
749
     decennial census and in which is located a part of White's Creek
750
     Lake and in which U.S. Highway 82 intersects with Mississippi
751
     Highway 9 and located in a county that is partially bordered on
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one (1) side by the Big Black River;

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753 22. A restaurant located on a two-acre tract
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- 754 adjacent to a five-hundred-fifty-acre lake in the northeast corner
- 755 of a county traversed by U.S. Interstate 55 and U.S. Highway 84;
- 756 23. Any tracts of land in Oktibbeha County,
- 757 situated north of Bailey Howell Drive, Lee Boulevard and Old
- 758 Mayhew Road, east of George Perry Street and south of Mississippi
- 759 Highway 182, and not located on the property of a state
- 760 institution of higher learning; however, the board of supervisors
- 761 of such county may by resolution or other order:
- 762 a. Specify the hours of operation of
- 763 facilities that offer alcoholic beverages for sale;
- b. Specify the percentage of revenue
- 765 that facilities that offer alcoholic beverages for sale must
- 766 derive from the preparation, cooking and serving of meals and not
- 767 from the sale of beverages; and
- 768 c. Designate the areas in which
- 769 facilities that offer alcoholic beverages for sale may be located;
- 770 24. A municipality in which Mississippi
- 771 Highway 27 and Mississippi Highway 28 intersect;
- 772 25. A municipality through which run
- 773 Mississippi Highway 35 and Interstate 20;
- 774 26. A municipality in which Mississippi
- 775 Highway 16 and Mississippi Highway 35 intersect;
- 776 27. A municipality in which U.S. Highway 82
- 777 and Old Highway 61 intersect;

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778 28. A municipality in which Mississippi
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- 779 Highway 8 meets Mississippi Highway 1;
- 780 29. A municipality in which U.S. Highway 82
- 781 and Mississippi Highway 1 intersect;
- 782 30. A municipality in which Mississippi
- 783 Highway 50 meets Mississippi Highway 9;
- 784 31. An area bounded on the north by Pearl
- 785 Street, on the east by West Street, on the south by Court Street
- 786 and on the west by Farish Street, within a municipality bordered
- 787 on the east by the Pearl River and through which run Interstate 20
- 788 and Interstate 55;
- 789 32. Any facility and related property that:
- 790 a. Is contracted for mixed-use
- 791 development improvements consisting of office and residential
- 792 space and a restaurant and lounge, partially occupying the
- 793 renovated space of a four-story commercial building which
- 794 previously served as a financial institution; and adjacent
- 795 property to the west consisting of a single-story office building
- 796 that was originally occupied by the Brotherhood of Carpenters and
- 797 Joiners of American Local Number 569; and
- 798 b. Is situated on a tract of land
- 799 consisting of approximately one and one-tenth (1.10) acres, and
- 800 the adjacent property to the west consisting of approximately 0.5
- 801 acres, located in a municipality which is the seat of county
- 802 government, situated south of Interstate 10, traversed by U.S.
- 803 Highway 90, partially bordered on one (1) side by the Pascagoula

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804 River and having its most southern boundary bordered by the Gulf
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- 805 of Mexico, with a population greater than twenty-two thousand
- 806 (22,000) according to the 2010 federal decennial census; however,
- 807 the governing authorities of such a municipality may by ordinance:
- A. Specify the hours of operation
- 809 of facilities that offer alcoholic beverages for sale;
- 810 B. Specify the percentage of
- 811 revenue that facilities that offer alcoholic beverages for sale
- 812 must derive from the preparation, cooking and serving of meals and
- 813 not from the sale of beverages; and
- 814 C. Designate the areas within the
- 815 facilities in which alcoholic beverages may be offered for sale;
- 816 33. Any facility with a maximum capacity of
- 817 one hundred twenty (120) people that consists of at least three
- 818 thousand (3,000) square feet being heated and cooled, has a
- 819 commercial kitchen, has a pavilion that consists of at least nine
- 820 thousand (9,000) square feet and is located on land more
- 821 particularly described as follows:
- All that part of the East Half of the Northwest Quarter of
- 823 Section 21, Township 7 South, Range 4 East, Union County,
- 824 Mississippi, that lies South of Mississippi State Highway 348
- 825 right-of-way and containing 19.48 acres, more or less.
- 826 ALSO,
- The Northeast 38 acres of the Southwest Quarter of Section
- 828 21, Township 7 South, Range 4 East, Union County, Mississippi.
- 829 ALSO,

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The South 81 1/2 acres of the Southwest Quarter of Section
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- 831 21, Township 7 South, Range 4 East, Union County, Mississippi;
- 832 34. A municipality in which U.S. Highway 51
- 833 and Mississippi Highway 16 intersect;
- 35. A municipality in which Interstate 20
- 835 passes over Mississippi Highway 15;
- 836 36. Any municipality that is bordered in its
- 837 northwestern boundary by the Pearl River, traversed by U.S.
- 838 Highway 49 and Interstate 20, and is located in a county which has
- 839 voted against coming out from under the dry law;
- 840 37. A municipality in which Mississippi
- 841 Highway 28 and Mississippi Highway 29 North intersect;
- 842 38. An area bounded as follows within a
- 843 municipality through which run Interstate 22 and Mississippi
- 844 Highway 15: Beginning at a point at the intersection of Bankhead
- 845 Street and Tallahatchie Trails; then running to a point at the
- 846 intersection of Tallahatchie Trails and Interstate 22; then
- 847 running to a point at the intersection of Interstate 22 and Carter
- 848 Avenue; then running to a point at the intersection of Carter
- 849 Avenue and Camp Avenue; then running to a point at the
- 850 intersection of Camp Avenue and King Street; then running to a
- 851 point at the intersection of King Street and E. Main Street; then
- 852 running to a point at the intersection of E. Main Street and Camp
- 853 Avenue; then running to a point at the intersection of Camp Avenue
- 854 and Highland Street; then running to a point at the intersection
- 855 of Highland Street and Adams Street; then running to a point at

- 856 the intersection of Adams Street and Cleveland Street; then
- 857 running to a point at the intersection of Cleveland Street and N.
- 858 Railroad Avenue; then running to a point at the intersection of N.
- 859 Railroad Avenue and McGill Street; then running to a point at the
- 860 intersection of McGill Street and Snyder Street; then running to a
- 861 point at the intersection of Snyder Street and Bankhead Street;
- 862 then running to a point at the intersection of Bankhead Street and
- 863 Tallahatchie Trails and the point of the beginning;
- 39. A municipality through which run
- 865 Mississippi Highway 43 and U.S. Highway 80;
- 866 40. The coliseum in a municipality in which
- 867 U.S. Highway 72 passes over U.S. Highway 45;
- 868 41. A piece of property on the northeast
- 869 corner of the T-intersection where Builders Square Drive meets
- 870 Mississippi Highway 471;
- 871 42. The clubhouse and associated golf course,
- 872 tennis courts and related facilities and swimming pool and related
- 873 facilities located on Oaks Country Club Road less than one-half
- 874 (1/2) mile to the east of Mississippi Highway 15;
- 875 43. Any facility located on land more
- 876 particularly described as follows:
- The East Half (E 1/2) of the Southwest Quarter (SW 1/4) of
- 878 Section 15, Township 3 North, Range 2 East; a 4 acre parcel in the
- 879 Southwest Corner of the Southwest Quarter (SW 1/4) of the
- 880 Southeast Quarter (SE 1/4), Section 15, Township 3 North, Range 2
- 881 East, running 210 feet east and west and 840 feet running north

and south; the Northeast Quarter (NE 1/4) of the Northwest Quarter

883 (NW 1/4) of Section 22, Township 3 North, Range 2 East, all in

884 Rankin County, Mississippi;

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885 44. Any facility located on land more

886 particularly described as follows:

Beginning at a point 1915 feet west and 2171 feet north of southeast corner, Section 11, Township 24 North, Range 2 West, Second Judicial District, Tallahatchie County, Mississippi, which point is the southwest corner of J.C. Section Lot mentioned in deed recorded in Book 50, page 34, in the records of the Chancery Clerk's Office at Sumner, in said District of said County; thence South 80° West, 19 feet to the east boundary of United States Highway 49-E, thence East along the east boundary of said Highway 270 feet to point of beginning of Lot to be conveyed; thence southeast along the east boundary of said Highway 204 feet to a concrete post at the intersection of the east boundary of said Highway with the west boundary of gravel road from Sumner to Webb, known as Oil Mill Road, thence Northwest along west boundary of said Oil Mill Road 194 feet to center of driveway running southwest from said Oil Mill Road to U.S. Highway 49-E; thence South 66° West along center of said driveway 128 feet to point of beginning, being situated in Northwest Quarter of Southeast Quarter of Section 11, together with all improvements situated thereon;

45. Any facility that:

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907
                                  Consists of at least five thousand
     six hundred (5,600) square feet being heated and cooled along with
908
909
     a lakeside patio that consists of at least two thousand two
910
     hundred (2,200) square feet, regardless of whether such patio is
911
     part of the facility and/or located adjacent to or in close
912
     proximity to the facility;
913
                                   Includes a caterer's kitchen and
                              b.
914
     green room for entertainment preparation;
915
                                  For a fee is used to host events; and
                              C.
                                   Is located adjacent to or in close
916
                               d.
917
     proximity to an approximately nine (9) acre lake on property that
918
     consists of at least one hundred twenty (120) acres in a county
919
     traversed by Mississippi Highway 15 and U.S. Highway 278;
920
                              Any municipality with a population in
921
     excess of one thousand (1,000) according to the 2010 federal
922
     decennial census and which is located in a county that is
923
     traversed by U.S. Highways 84 and 98 and has not voted to come out
924
     from under the dry law;
925
                          47.
                              The clubhouse and associated nine-hole
926
     golf course, tennis courts and related facilities and swimming
927
     pool and related facilities located on or near U.S. Highway 82
928
     between Mississippi Highway 15 and Mississippi Highway 9;
929
                          48.
                              The downtown square area bound by East
930
     Service Drive, Commerce Street, Second Street and Court Street and
```

adjacent properties in a municipality through which run Interstate

55, U.S. Highway 51 and Mississippi Highway 306;

931

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933
                         49.
                              All parcels zoned for mixed-use
934
     development located west of Mississippi Highway 589, more than
935
     four hundred (400) feet north of Old Highway 24, east of
936
     Parkers Creek and Black Creek, and south of J M Burge Road;
937
                              Any facility used by a soccer club and
938
     located on Old Highway 11 between one-tenth (0.1) and two-tenths
939
     (0.2) of a mile from its intersection with Oak Grove Road, in a
940
     county in which U.S. Highway 98 and Mississippi Highway 589
941
     intersect;
942
                              Any municipality in which U.S. Highway 49
                         51.
     and Mississippi Highway 469 intersect;
943
944
                         52. Any facility that is:
                                  Owned by a Veterans of Foreign Wars
945
                              a.
946
     (VFW) organization that is a nonprofit corporation and registered
947
     with the Mississippi Secretary of State;
948
                              b. Used by such organization for its
949
     headquarters and other organization related purposes; and
950
                                  Located outside of a municipality in
951
     a county that has not voted to come out from under the dry law;
952
                         53.
                              The following within a municipality in
953
     which U.S. Highway 49 and U.S. 61 Highway intersect and through
954
     which flows the Sunflower River:
955
                              a. An area bounded as follows:
956
     at the southern point of the intersection of Sunflower Avenue and
```

1st Street and going south along said avenue on its eastern side

to 8th Street, then going east along said street on its northern

957

- 959 side to West Tallahatchie Street, then going north along said
- 960 street on its western side to 4th Street/Martin Luther King
- 961 Boulevard, then going east along said street/boulevard on its
- 962 northern side to Desoto Avenue, then going north along said avenue
- 963 on its western side to 1st Street, then going west along said
- 964 street on its southern side to the point of beginning along the
- 965 southern side of Court Street;
- 966 b. Lots located at or near the
- 967 intersection of Madison Avenue, Walnut Street, and Riverside
- 968 Avenue that are in a commercial zone; and
- 969 c. Any facility located on the west side
- 970 of Sunflower Avenue to the Sunflower River between the southern
- 971 side of 6th Street and the northern side of 8th Street and which
- 972 is operated as and/or was operated as a hotel or lodging facility,
- 973 in consideration of payment, regardless of whether the facility
- 974 meets the criteria for the definition of the term "hotel" in
- 975 paragraph (1) of this section; and
- 976 d. Any facility located on the west side
- 977 of Sunflower Avenue to the Sunflower River between the southern
- 978 side of 3rd Street and the northern side of 4th Street/Martin
- 979 Luther King Boulevard and which is operated as and/or was operated
- 980 as a musical venue, in consideration of payment;
- 981 54. Any municipality in which Mississippi
- 982 Highway 340 meets Mississippi Highway 15;
- 983 55. Any municipality in which Mississippi
- 984 Highway 540 and Mississippi Highway 149 intersect;

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985
                           56.
                                Any municipality in which Mississippi
 986
      Highway 15 and Mississippi Highway 345/Main Street intersect;
 987
                           57.
                                The property and structures thereon at
 988
      the following locations within a municipality through which run
 989
      U.S. Highway 45 and Mississippi Highway 145 and in which
 990
      Mississippi Highway 370 and Mississippi Highway 145 intersect:
 991
      104 West Main Street, 106 West Main Street, 108 West Main Street,
 992
      110 West Main Street and 112 West Main Street;
 993
                           58.
                                Any municipality in which U.S. Highway 11
      and Main Street intersect and which is located in a county having
 994
 995
      two (2) judicial districts;
 996
                                Any municipality in which Interstate 22
                           59.
 997
      passes over Mississippi Highway 9;
 998
                                Any facility located on land more
 999
      particularly described as follows:
1000
           A certain parcel of land being situated in the Southeast 1/4
1001
      of the Northeast 1/4 of Section 9, T3N-R3E, Rankin County,
1002
      Mississippi, and being more particularly described as follows:
                 Commence at an existing 1/2" iron pin marking the
1003
1004
           Southwest corner of the aforesaid Southeast 1/4 of the
1005
           Northeast 1/4 of Section 9, T3N-R3E and run thence North
1006
           00 degrees 06 minutes 13 seconds East along the East
           line of the Southeast 1/4 of the Northeast 1/4 for a
1007
1008
           distance of 33.18 feet to an existing 1/2" iron pin;
1009
           leaving said East line of the Southeast 1/4 of the
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Northeast 1/4, run thence South 89 degrees 53 minutes 47

seconds East for a distance of 2.08 feet to an existing 1/2" iron pin; run thence North 00 degrees 22 minutes 19 seconds East for a distance of 561.90 feet to an existing 1/2" iron pin; run thence North 00 degrees 16 minutes 18 seconds East for a distance of 76.42 feet to a set 1/2" iron pin marking the POINT OF BEGINNING of the parcel of land herein described; from said POINT OF BEGINNING, continue thence North 00 degrees 16 minutes 18 seconds East along an existing fence for a distance of 493.27 feet to an existing 1/2" iron pin; run thence North 03 degrees 08 minutes 15 seconds East for a distance of 170.22 feet to an existing 1/2" iron pin on the North line of the aforesaid Southeast 1/4 of the Northeast 1/4 of Section 9; run thence North 89 degrees 46 minutes 45 seconds East along said North line of the Southeast 1/4 of the Northeast 1/4 of Section 9 for a distance of 1,305.51 feet to an existing 1/2" iron pin marking Northeast corner thereof; leaving said North line of the Southeast 1/4 of the Northeast 1/4 of Section 9, run thence South 00 degrees 08 minutes 35 seconds West along the East line of said Southeast 1/4 of the Northeast 1/4 of Section 9 for a distance of 663.19 feet to a set 1/2" iron pin; leaving said East line of the Southeast 1/4 of the Northeast 1/4 of Section 9, run thence South 89 degrees 46 minutes 45 seconds West for a distance of 1,315.51 feet to the

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1037 POINT OF BEGINNING, containing 20.00 acres, more or less.

And Also: An easement for the purpose of ingress and egress being situated in the Southeast 1/4 of the Northeast 1/4 and in the Northeast 1/4 of the Southeast 1/4 of Section 9, T3N-R3E, Rankin County, Mississippi, and being more particularly described as follows:

Begin at an existing 1/2" iron pin marking the Southwest corner of the aforesaid Southeast 1/4 of the Northeast 1/4 of Section 9, T3N-R3E and run thence North 00 degrees 06 minutes 13 seconds East along the East line of the Southeast 1/4 of the Northeast 1/4 for a distance of 33.18 feet to an existing 1/2" iron pin; leaving said East line of the Southeast 1/4 of the Northeast 1/4, run thence South 89 degrees 53 minutes 47 seconds East for a distance of 2.08 feet to an existing 1/2" iron pin; run thence North 00 degrees 22 minutes 19 seconds East for a distance of 561.90 feet to an existing 1/2" iron pin; run thence North 00 degrees 16 minutes 18 seconds East for a distance of 76.42 feet to a set 1/2" iron pin; run thence North 89 degrees 46 minutes 45 seconds East for a distance of 25.00 feet to a set 1/2" iron pin; run thence South 00 degrees 16 minutes 18 seconds West for a distance of 76.66 feet to a set 1/2" iron pin; run thence South 00 degrees 22 minutes 19 seconds West for a distance of 619.81 feet to

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1063
           a set 1/2" iron pin; run thence South 89 degrees 43
1064
           minutes 01 seconds West for a distance of 26.81 feet to
1065
           a set 1/2" iron pin; run thence North 00 degrees 06
1066
           minutes 13 seconds East along the West line of the
1067
           aforesaid Northeast 1/4 of the Southeast 1/4 of Section
           9 for a distance of 25.00 feet to the POINT OF
1068
1069
           BEGINNING, containing 17,525.4 square feet, more or
1070
           less.
1071
                                Any municipality bordered on the east by
                           61.
1072
      the Pascagoula River and on the south by the Mississippi Sound;
                           62.
                                The property and structures thereon
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- the Pascagoula River and on the south by the Mississippi Sound;

 62. The property and structures thereon

 1074 located at parcel numbers 4969 198 000; 4969 200 000; 4969 201

 1075 000; 4969 206 000; 4969 207 000; 4969 208 000; 4969 218 000; 4969

 1076 199; 4969 204 000 and 4969 204 001, all in Block 4 of the original

 1077 town square in any municipality with a population in excess of one

 1078 thousand five hundred (1,500) according to the latest federal

 1079 decennial census and which is located in:
- 1080 a. A county traversed by Interstate 55 and Interstate 20, and
- b. A judicial district that has not voted to come out from under the dry law;
- 1084 63. Any municipality in which Mississippi 1085 Highway 12 meets Mississippi Highway 17;
- 1086 64. Any municipality in which U.S. Highway 49 1087 and Mississippi Highway 469 intersect;

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1088 65. The clubhouse and associated nine-hole
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1089 golf course and related facilities located on or near the eastern

- 1090 corner of the point at which Golf Course Road meets Athens Road,
- 1091 in a county in which Mississippi Highway 13 and Mississippi
- 1092 Highway 28 intersect, with GPS coordinates of approximately
- 1093 31.900370078041004, -89.7928067652611;
- 1094 66. Any facility located at the
- 1095 south-to-southwest corner of the intersection of Madison Street
- 1096 and Bolton Brownsville Road, in a municipality in which Bolton
- 1097 Brownsville Road passes over Interstate 20, with GPS coordinates
- 1098 of approximately 32.349067271758955, -90.4596221146197;
- 1099 67. Any facility located at the northwest
- 1100 corner of the intersection of Depot Street and Madison Street, in
- 1101 a municipality in which Bolton Brownsville Road passes over
- 1102 Interstate 20, with GPS coordinates of approximately
- 1103 32.34903152971068, -90.46047660172901;
- 1104 68. Any facility located on Hinds Boulevard
- 1105 approximately three-tenths (0.3) of a mile south of the point at
- 1106 which Hinds Boulevard diverges from Clinton Road, in a
- 1107 municipality whose northern boundary partially consists of Snake
- 1108 Creek Road, and whose southern boundary partially consists of
- 1109 Mississippi Highway 18, with GPS coordinates of approximately
- 1110 32.26384517526713, -90.41586570183475;
- 1111 69. Any facility located on Pleasant Grove
- 1112 Drive approximately one and three-tenths (1.3) miles southeast of
- 1113 its intersection with Harmony Drive, in a county through which run

- 1114 Interstate 55 and U.S. Highway 84, with GPS coordinates of
- 1115 approximately 31.512043770371907, -90.2506094382595;
- 1116 70. Any facility located immediately north of
- 1117 the intersection of two roads, both named Mason Clark Drive,
- 1118 located between two-tenths (0.2) and three-tenths (0.3) of a mile
- 1119 southwest of Mississippi Highway 57/63, with GPS coordinates of
- 1120 approximately 31.135950529733048, -88.53068674585575;
- 1121 71. Any facility located on Raj Road
- 1122 approximately three-tenths (0.3) of a mile south of Mississippi
- 1123 Highway 57/63, with GPS coordinates of approximately
- 1124 31.139553708288418, -88.53411203512971; and
- 1125 72. Any facility located on Raj Road
- 1126 approximately one-tenth (0.1) of a mile south of Mississippi
- 1127 Highway 57/63, with GPS coordinates of approximately
- 1128 31.14184097577295, -88.53287700849411;
- The status of these municipalities, districts, clubhouses,
- 1130 facilities, golf courses and areas described in this paragraph
- 1131 (o)(iii) as qualified resort areas does not require any
- 1132 declaration of same by the department.
- 1133 The governing authorities of a municipality described, in
- 1134 whole or in part, in item 6, 21, 24, 25, 26, 27, 28, 29, 30, 31,
- 1135 34, 35, 36, 37, 38, 39, 46, 48, 51, 53, 54, 55, 58, 59, 61, 63,
- 1136 64, 66, 67 or 68 of this paragraph (o) (iii) may by ordinance, with
- 1137 respect to the qualified resort area described in the same item:
- 1138 specify the hours of operation of facilities offering alcoholic
- 1139 beverages for sale; specify the percentage of revenue that

1140 facilities offering alcoholic beverages for sale must derive from

1141 the preparation, cooking and serving of meals and not from the

1142 sale of beverages; and designate the areas in which facilities

1143 offering alcoholic beverages for sale may be located.

1144 (p) "Native wine" means any product, produced in

Mississippi for sale, having an alcohol content not to exceed

twenty-one percent (21%) by weight and made in accordance with

1147 revenue laws of the United States, which shall be obtained

1148 primarily from the alcoholic fermentation of the juice of ripe

1149 grapes, fruits, berries, honey or vegetables grown and produced in

1150 Mississippi; provided that bulk, concentrated or fortified wines

1151 used for blending may be produced without this state and used in

1152 producing native wines. The department shall adopt and promulgate

1153 rules and regulations to permit a producer to import such bulk

1154 and/or fortified wines into this state for use in blending with

native wines without payment of any excise tax that would

1156 otherwise accrue thereon.

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1157 (q) "Native winery" means any place or establishment

within the State of Mississippi where native wine is produced, in

1159 whole or in part, for sale.

1160 (r) "Bed and breakfast inn" means an establishment

1161 within a municipality where in consideration of payment, breakfast

1162 and lodging are habitually furnished to travelers and wherein are

1163 located not less than eight (8) and not more than nineteen (19)

adequately furnished and completely separate sleeping rooms with

1165 adequate facilities, that persons usually apply for and receive as

1166 overnight accommodations; however, such restriction on the minimum

1167 number of sleeping rooms shall not apply to establishments on the

1168 National Register of Historic Places. No place shall qualify as a

1169 bed and breakfast inn under this article unless on the date of the

1170 initial application for a license under this article more than

1171 fifty percent (50%) of the sleeping rooms are located in a

1172 structure formerly used as a residence.

1173 (s) "Board" shall refer to the Board of Tax Appeals of

1174 the State of Mississippi.

1175 (t) "Spa facility" means an establishment within a

1176 municipality or qualified resort area and owned by a hotel where,

1177 in consideration of payment, patrons receive from licensed

1178 professionals a variety of private personal care treatments such

1179 as massages, facials, waxes, exfoliation and hairstyling.

1180 (u) "Art studio or gallery" means an establishment

1181 within a municipality or qualified resort area that is in the sole

business of allowing patrons to view and/or purchase paintings and

1183 other creative artwork.

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1184 (v) "Cooking school" means an establishment within a

1185 municipality or qualified resort area and owned by a nationally

1186 recognized company that offers an established culinary education

1187 curriculum and program where, in consideration of payment, patrons

1188 are given scheduled professional group instruction on culinary

1189 techniques. For purposes of this paragraph, the definition of

cooking school shall not include schools or classes offered by

1191 grocery stores, convenience stores or drugstores.

1192 (w) "Campus" means property owned by a public school

1193 district, community or junior college, college or university in

1194 this state where educational courses are taught, school functions

1195 are held, tests and examinations are administered or academic

1196 course credits are awarded; however, the term shall not include

1197 any "restaurant" or "hotel" that is located on property owned by a

1198 community or junior college, college or university in this state,

1199 and is operated by a third party who receives all revenue

1200 generated from food and alcoholic beverage sales.

1201 (x) "Native spirit" shall mean any beverage, produced

1202 in Mississippi for sale, manufactured primarily by the

1203 distillation of fermented grain, starch, molasses or sugar

1204 produced in Mississippi, including dilutions and mixtures of these

1205 beverages. In order to be classified as "native spirit" under the

1206 provisions of this article, at least fifty-one percent (51%) of

1207 the finished product by volume shall have been obtained from

1208 distillation of fermented grain, starch, molasses or sugar grown

1209 and produced in Mississippi.

1210 (y) "Native distillery" shall mean any place or

1211 establishment within this state where native spirit is produced in

1212 whole or in part for sale.

1213 (z) "Warehouse operator" shall have the meaning

1214 ascribed in Section 67-1-201.

1215 (aa) "Alcoholic beverage operations" means the

1216 warehousing and distribution of alcoholic beverages.

1217 (ab) "Corporation" means the Mississippi Alcoholic

1218 Beverage Corporation.

1219 (ac) "President" means the President of the Alcoholic

1220 Beverage Corporation, who shall serve as the corporation's chief

1221 executive officer.

1222 **SECTION 15.** Section 67-1-9, Mississippi Code of 1972, is

1223 amended as follows:

1224 67-1-9. (1) It shall be unlawful for any person to 1225 manufacture, distill, brew, sell, import into this state, export 1226 from the state, transport, distribute, warehouse, store, solicit, 1227 take order for, bottle, rectify, blend, treat, mix or process any 1228 alcoholic beverage except as authorized in this article. However, 1229 nothing contained herein shall prevent importers, wineries and 1230 distillers of alcoholic beverages from storing such alcoholic 1231 beverages in private bonded warehouses located within the State of 1232 Mississippi for the ultimate use and benefit of the * * * 1233 corporation as provided in Section 67-1-41. The * * corporation 1234 is hereby authorized to promulgate rules and regulations for the 1235 establishment of such private bonded warehouses and for the 1236 control of alcoholic beverages stored in such warehouses. 1237 Additionally, nothing herein contained shall prevent any duly 1238 licensed practicing physician or dentist from possessing or using

1239 alcoholic liquor in the strict practice of his profession, or

1240 prevent any hospital or other institution caring for sick and

1241 diseased persons, from possessing and using alcoholic liquor for

1242 the treatment of bona fide patients of such hospital or other

- 1243 institution. Any drugstore employing a licensed pharmacist may
- 1244 possess and use alcoholic liquors in the combination of
- 1245 prescriptions of duly licensed physicians. The possession and
- 1246 dispensation of wine by an authorized representative of any church
- 1247 for the purpose of conducting any bona fide rite or religious
- 1248 ceremony conducted by such church shall not be prohibited by this
- 1249 article.
- 1250 (2) Any person, upon conviction of any provision of this
- 1251 section, shall be punished as follows:
- 1252 (a) By a fine of not less than One Hundred Dollars
- 1253 (\$100.00), nor more than Five Hundred Dollars (\$500.00), or by
- 1254 imprisonment in the county jail not less than one (1) week nor
- 1255 more than three (3) months, or both, for the first conviction
- 1256 under this section.
- 1257 (b) By a fine of not less than One Hundred Dollars
- 1258 (\$100.00) nor more than Five Thousand Dollars (\$5,000.00) or by
- 1259 imprisonment in the county jail not less than sixty (60) days, nor
- 1260 more than six (6) months, or both fine and imprisonment, for the
- 1261 second conviction for violating this section.
- 1262 (c) By a fine of not less than One Hundred Dollars
- 1263 (\$100.00) nor more than Five Thousand Dollars (\$5,000.00) or by
- 1264 imprisonment in the State Penitentiary not less than one (1) year,
- 1265 nor more than five (5) years, or both fine and imprisonment, for
- 1266 conviction the third time under this section for the violation
- 1267 thereof after having been twice convicted of its violation.

1268 (3) Nothing in this section shall make it unlawful to
1269 transport bottles or containers of alcoholic beverages that are
1270 legally purchased in this state if the bottles or containers are
1271 unopened and are being transported on state or federal highway.

1272 **SECTION 16.** Section 67-1-13, Mississippi Code of 1972, is 1273 amended as follows:

67-1-13. (1) When this article has been made effective and operative in any county as a result of an election called and held as provided in Section 67-1-11, the same may be made ineffective and inapplicable therein by an election called and held upon a petition filed with the board of supervisors requesting same signed by at least twenty percent (20%) or fifteen hundred (1500), whichever number is the lesser, of the qualified electors of the county as is otherwise provided in Section 67-1-11, all of the provisions of which shall be fully applicable thereto. However, nothing herein shall authorize or permit the calling and holding of any election under this chapter in any county more often than once every two (2) years. If in such election, a majority of the qualified electors participating therein shall vote against the legalized sale of intoxicating liquor, then the prohibition laws of the State of Mississippi, except as otherwise provided under Sections 67-9-1 and 67-1-7(2), shall become applicable in said county.

1291 (2) Notwithstanding an election reinstating the prohibition 1292 laws in a political subdivision, the holder of a native wine or 1293 native spirit producer's permit or a native wine or native spirit

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1294 retailer's permit is allowed to continue to operate under such

1295 permits and to renew such permits. Possession of native wines or

1296 native spirits and personal property related to the activities of

1297 the native wine permit or native spirit permit holder which would

1298 otherwise be unlawful under prohibition shall be allowed subject

1299 to regulations of the * * * division.

1300 SECTION 17. Section 67-1-17, Mississippi Code of 1972, is

1301 amended as follows:

1302 67-1-17. (1) It shall be unlawful for any person to have or

1303 possess either alcoholic beverages or personal property intended

1304 for use in violating the provisions of this article, or

regulations prescribed under this article, or Chapter 31 of Title 1305

1306 97, Mississippi Code of 1972. No property rights shall exist in

any such personal property or alcoholic beverages. All such 1307

1308 personal property and alcoholic beverages shall be considered

1309 contraband and shall be seized and forfeited to the State of

1310 Mississippi.

The following are subject to forfeiture: 1311

1312 All alcoholic beverages which have been (a)

1313 manufactured, distilled, distributed, dispensed or acquired in

1314 violation of this article or Chapter 31 of Title 97, Mississippi

Code of 1972; 1315

All raw materials, products and equipment of any 1316

1317 kind which are used, or intended for use, in manufacturing,

compounding, processing, delivering, importing or exporting any 1318

- 1319 alcoholic beverage in violation of this article or Chapter 31 of
- 1320 Title 97, Mississippi Code of 1972;
- 1321 (c) All property which is used, or intended for use, as
- 1322 a container for property described in items (a) or (b) of this
- 1323 subsection;
- 1324 (d) All conveyances, including aircraft, vehicles or
- 1325 vessels, which are used, or intended for use, to transport, or in
- 1326 any manner to facilitate the transportation, for the purpose of
- 1327 sale or receipt, possession or concealment, of property described
- 1328 in item (a) of this subsection which is in excess of six (6)
- 1329 gallons or of property described in item (b) of this subsection;
- 1330 however,
- (i) No conveyance used by any person as a common
- 1332 carrier in the transaction of business as a common carrier is
- 1333 subject to forfeiture under this section unless it appears that
- 1334 the owner or other person in charge of the conveyance is a
- 1335 consenting party or privy to a violation of this article or
- 1336 Chapter 31 of Title 97, Mississippi Code of 1972;
- 1337 (ii) No conveyance is subject to forfeiture under
- 1338 this section by reason of any act or omission proved by the owner
- 1339 thereof to have been committed or omitted without his knowledge or
- 1340 consent; if the confiscating authority has reason to believe that
- 1341 the conveyance is a leased or rented conveyance, then the
- 1342 confiscating authority shall notify the owner of the conveyance
- 1343 within five (5) days of the confiscation; and

- 1344 (iii) A forfeiture of a conveyance encumbered by a
- 1345 bona fide security interest is subject to the interest of the
- 1346 secured party if he neither had knowledge of nor consented to the
- 1347 act or omission;
- 1348 (e) All money, deadly weapons, books, records and
- 1349 research products and materials, including formulas, microfilm,
- 1350 tapes and data which are used, or intended for use, in violation
- 1351 of this article or Chapter 31 of Title 97, Mississippi Code of
- 1352 1972.
- 1353 (3) Property subject to forfeiture may be seized by
- 1354 the * * * division and its agents, local law enforcement officers,
- 1355 Mississippi Highway Patrol officers and other law enforcement
- 1356 personnel charged by Section 67-1-91, with enforcing the
- 1357 provisions of this article upon process issued by any appropriate
- 1358 court having jurisdiction over the property. Seizure without
- 1359 process may be made if:
- 1360 (a) The seizure is incident to an arrest or a search
- 1361 under a search warrant or an administrative inspection under
- 1362 Section 67-1-37(k);
- 1363 (b) The property subject to seizure has been the
- 1364 subject of a prior judgment in favor of the state in a criminal
- 1365 injunction or forfeiture proceeding based upon this article or
- 1366 Chapter 31 of Article 97, Mississippi Code of 1972; or
- 1367 (c) The * * * division * * * and other law enforcement
- 1368 personnel described in this subsection have probable cause to
- 1369 believe that the property was used or is intended to be used in

- 1370 violation of this article or Chapter 31 of Article 97, Mississippi 1371 Code of 1972.
- 1372 Alcoholic beverages and raw materials seized or detained under the authority of this article or Chapter 31 of Title 97, 1373 Mississippi Code of 1972, is deemed to be in the custody of the 1374 1375 agent or agency so seizing the property and subject only to the 1376 orders and decrees of the court having jurisdiction over the 1377 property. When such property is seized it may be retained as 1378 evidence until final disposition of the cause in which such 1379 property is involved, and then the agent or agency so seizing the 1380 property shall physically transfer such alcoholic beverage or raw 1381 material to the Director of the * * * division * * * together with 1382 an appropriate inventory of the items seized. Alcoholic beverages 1383 and raw materials seized or detained under the authority of this 1384 section shall be disposed of in accordance with the provisions of 1385 Section 67-1-18.
- 1386 Any property other than alcoholic beverages and raw materials seized or detained pursuant to this article or Chapter 1387 1388 31 of Title 97, Mississippi Code of 1972, shall be deemed to be in 1389 the custody of the agent or agency so seizing the property and 1390 subject only to the orders and decrees of the court having 1391 jurisdiction over the property. When such property is seized it 1392 may be retained as evidence until the final disposition of the 1393 cause in which such property is involved. Property seized or 1394 detained other than alcoholic beverages or raw materials shall be

- 1395 disposed of in accordance with the provisions of Sections 67-1-93,
- 1396 67-1-95 and 67-1-97.
- 1397 **SECTION 18.** Section 67-1-18, Mississippi Code of 1972, is
- 1398 amended as follows:
- 1399 67-1-18. (1) Any alcoholic beverage, light wine, beer,
- 1400 light spirit product or raw material seized under the authority of
- 1401 this article, Chapter 3 of Title 67, or Chapter 31 of Title 97,
- 1402 Mississippi Code of 1972, shall be submitted to the custody of
- 1403 the * * * department * * * for disposition.
- 1404 (2) (a) Except as otherwise provided in this paragraph, the
- 1405 department shall not dispose of any alcoholic beverage, light
- 1406 wine, beer, light spirit product or raw material without first
- 1407 providing reasonable notice to all individuals having an interest
- 1408 in the property and an opportunity for them to appear and
- 1409 establish their right or claim to the property. If no hearing is
- 1410 requested by the passage of the appropriate deadline, the
- 1411 department shall require the alcoholic beverages, light wine,
- 1412 beer, light spirit products or raw materials to be sold for the
- 1413 benefit of the state or destroyed.
- 1414 (b) The provisions of paragraph (a) of this subsection
- 1415 shall not apply in cases in which the owner or possessor of the
- 1416 alcoholic beverage, light wine, beer, light spirit product or raw
- 1417 material is convicted of selling or possessing alcoholic
- 1418 beverages, beer, light spirit products, light wine or raw
- 1419 materials in a manner or location prohibited by law, or convicted
- of a violation of Section 67-1-81(2) or 67-3-70. In such cases,

- 1421 the alcoholic beverage, light wine, beer, light spirit product or
- 1422 raw materials seized in connection with the violation may be
- 1423 disposed of in the manner prescribed by the department.
- 1424 (3) (a) If the department orders the property, other than
- 1425 alcoholic beverages, sold, then the property shall be sold to the
- 1426 highest bidder, the bidder being any person, firm or government
- 1427 agency. The offer for sale shall be made to not less than three
- 1428 (3) qualified prospective buyers, by mailing them an invitation to
- 1429 bid, which shall describe the property, terms of sale, method of
- 1430 delivery, manner of bidding and fixing a time of not more than
- 1431 fifteen (15) days from the date of invitation for opening of bids
- 1432 received by the department.
- 1433 (b) All bids and payment shall be made in the manner as
- 1434 prescribed by the department. Bids, after opening, shall be
- 1435 subject to public inspection.
- 1436 (4) If the department orders the sale of seized alcoholic
- 1437 beverages, it may place the alcoholic beverages in the state
- 1438 inventory to be sold to authorized retailers in the same manner as
- 1439 other alcoholic beverages in the state inventory are sold.
- 1440 (5) Any appeal from a seizure and disposal made under this
- 1441 section shall be made pursuant to Section 67-1-72.
- 1442 **SECTION 19.** Section 67-1-23, Mississippi Code of 1972, is
- 1443 amended as follows:
- 1444 67-1-23. The commissioner \star \star shall appoint a director of
- 1445 the division, and may appoint or employ such agents, inspectors,
- 1446 clerks and other employees for such division as may be necessary

to carry out the provisions of this article or to perform the
duties and exercise the powers conferred by this article upon the
department. The commissioner * * * shall have the authority to
employ, compensate, terminate, suspend with or without pay,
promote, demote, transfer or reprimand the director, agents,
inspectors, clerks and other employees of the division. The
director and all permanent employees of the division shall devote

SECTION 20. Section 67-1-25, Mississippi Code of 1972, is amended as follows:

their full time to the duties of their respective offices.

67-1-25. No person shall be appointed director, agent or inspector for the \star \star \star department under this article who is not a citizen of the United States. No director, agent, inspector or other employee shall be appointed under this article who has been convicted of any violation of any federal or state law concerning the manufacture, sale or possession of alcoholic liquor prior or subsequent to July 1, 1966, or who has paid a fine or penalty in settlement of any prosecution against him for any violation of such laws or shall have forfeited his bond to appear in court to answer charges for any such violation, nor shall any person be so appointed who has been convicted of a felony in any state or federal court. No person appointed or employed by the * * * department under this article may, directly or indirectly, individually or as a member of a partnership or limited liability company, or as a shareholder of a corporation, have any interest whatsoever in the manufacture, sale or distribution of alcoholic

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- 1473 liquor, or receive any compensation or profit therefrom, or have
- 1474 any interest whatsoever in the purchases or sales made by the
- 1475 persons authorized by this article to purchase or to sell
- 1476 alcoholic liquor.
- 1477 This section shall not prevent any person appointed or
- 1478 employed by the * * * department from purchasing and keeping in
- 1479 his possession for the use of himself or members of his family or
- 1480 guests any alcoholic liquor which may be purchased or kept by any
- 1481 other person by virtue of this article.
- 1482 **SECTION 21.** Section 67-1-27, Mississippi Code of 1972, is
- 1483 amended as follows:
- 1484 67-1-27. Before entering into the duties of his office, the
- 1485 director, and such other agents, inspectors and employees
- 1486 appointed under the provisions of this article as the * * *
- 1487 department shall designate, shall give surety bond, with some
- 1488 company authorized to do business in the State of Mississippi and
- 1489 approved by the State Insurance Commissioner, appearing thereon as
- 1490 surety, in a sum of not less than Five Thousand Dollars
- 1491 (\$5,000.00), conditioned upon the faithful performance of their
- 1492 duties. The premiums for such bonds shall be paid out of funds
- 1493 appropriated for the support of the * * * department.
- 1494 **SECTION 22.** Section 67-1-29, Mississippi Code of 1972, is
- 1495 amended as follows:
- 1496 67-1-29. The director, secretary, agents, inspectors, clerks
- 1497 and employees of the * * * department appointed under this article
- 1498 shall receive such reasonable compensation as may be fixed by

1499 the * * * department. The director and all agents, inspectors,

1500 clerks, and other employees shall be reimbursed for all actual and

1501 necessary traveling and other expenses and disbursements incurred

1502 or made by them in the discharge of their official duties. Such

compensation and expenses shall be paid from funds appropriated

1504 for the support of the \star \star department.

1505 **SECTION 23.** Section 67-1-33, Mississippi Code of 1972, is

1506 amended as follows:

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1507 67-1-33. (1) No member of the Board of Tax Appeals, the

1508 commissioner * * *, or person appointed or employed by the

1509 department under this article, and no board member or officer or

1510 employee of the corporation, including its warehouse operator,

1511 shall solicit, accept or receive any gift, gratuity, emolument or

1512 employment from any person subject to the provisions of this

1513 article, or from any officer, agent or employee thereof.

1514 (2) No member of the Board of Tax Appeals, the

1515 commissioner * * *, or person appointed or employed by the

1516 department under this article, and no board member or officer or

1517 employee of the corporation, including its warehouse operator,

1518 shall solicit, request from or recommend, directly or indirectly,

1519 to any person subject to the provisions of this article, or to any

1520 officer, agent or employee thereof, the appointment of any person

1521 to any place or position.

1522 (3) Every person subject to the provisions of this article,

1523 and every officer, agent or employee thereof, is hereby forbidden

1524 to offer to any member of the Board of Tax Appeals, to the

- 1525 commissioner * * * or to any person appointed or employed by the
- 1526 department under this article, or to any board member or officer
- 1527 or employee of the corporation, including its warehouse operator,
- 1528 any gift, gratuity, emolument or employment.
- 1529 (4) If any member of the Board of Tax Appeals, the
- 1530 commissioner * * * or any person appointed or employed by the
- 1531 department under this article, or any board member or officer or
- 1532 employee of the corporation, including its warehouse operator,
- 1533 shall violate any of the provisions of this section, he shall be
- 1534 removed from the office or employment held by him.
- 1535 (5) Every person violating the provisions of this section
- 1536 shall be quilty of a misdemeanor.
- 1537 (6) For purposes of this provision, the terms "gift,"
- 1538 "gratuity," "emolument" and "employment" do not include the
- 1539 payment of expenses associated with social occasions afforded
- 1540 public servants or any other benefit that does not come within the
- 1541 definition of "pecuniary benefit" as defined in Section 25-4-103.
- 1542 **SECTION 24.** Section 67-1-35, Mississippi Code of 1972, is
- 1543 amended as follows:
- 67-1-35. The department may, for authentication of records,
- 1545 process and proceedings, adopt, keep and use a seal for the * * *
- 1546 division * * *, of which seal judicial notice shall be taken in
- 1547 all courts of this state. Any process, notice or other paper
- 1548 which the department may be authorized by law to issue under this
- 1549 article shall be deemed sufficient if signed by the director and
- 1550 authenticated by such seal. All acts, orders, proceedings, rules,

1551 regulations, entries, minutes, and other records of the department

1552 in connection with this article, and all reports and documents

1553 filed with it under this article, may be proved in any court of

1554 this state by a copy thereof certified to by the director with the

1555 seal of the division affixed.

1556 **SECTION 25.** Section 67-1-37, Mississippi Code of 1972, is

1557 amended as follows:

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1558 67-1-37. The department * * *, under its duties and powers

1559 with respect to the * * * division * * *, shall have the following

1560 powers, functions and duties:

1561 (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

1563 part of the permit monies when the permit cannot be used due to a

1564 natural disaster or act of God.

1565 (b) To revoke, suspend or cancel, for violation of or

noncompliance with the provisions of this article, or the law

1567 governing the production and sale of native wines or native

1568 spirits, or any lawful rules and regulations of the department

1569 issued hereunder, or for other sufficient cause, any permit issued

1570 by it under the provisions of this article. The department shall

1571 also be authorized to suspend the permit of any permit holder for

1572 being out of compliance with an order for support, as defined in

1573 Section 93-11-153. The procedure for suspension of a permit for

1574 being out of compliance with an order for support, and the

1575 procedure for the reissuance or reinstatement of a permit

1576 suspended for that purpose, and the payment of any fees for the

1577 reissuance or reinstatement of a permit suspended for that

1578 purpose, shall be governed by Section 93-11-157 or Section

1579 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

1581 provision of this article, the provisions of Section 93-11-157 or

1582 Section 93-11-163, as the case may be, shall control.

1583 (c) To prescribe forms of permits and applications for

1584 permits and of all reports which it deems necessary in

1585 administering this article.

1586 (d) To fix standards, not in conflict with those

1587 prescribed by any law of this state or of the United States, to

1588 secure the use of proper ingredients and methods of manufacture of

1589 alcoholic beverages.

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1590 (e) To issue rules regulating the advertising of

alcoholic beverages in the state in any class of media and

1592 permitting advertising of the retail price of alcoholic beverages.

1593 (f) To issue reasonable rules and regulations, not

1594 inconsistent with the federal laws or regulations, requiring

1595 informative labeling of all alcoholic beverages offered for sale

1596 within this state and providing for the standards of fill and

1597 shapes of retail containers of alcoholic beverages; however, such

1598 containers shall not contain less than fifty (50) milliliters by

1599 liquid measure.

1600 (g) Subject to the provisions of subsection (3) of

1601 Section 67-1-51, to issue rules and regulations governing the

1602 issuance of retail permits for premises located near or around

schools, colleges, universities, churches and other public
institutions, and specifying the distances therefrom within which
no such permit shall be issued. The * * division shall not
issue a package retailer's or on-premises retailer's permit for
the sale or consumption of alcoholic beverages in or on the campus

1608 of any public school, community or junior college, college or

1609 university.

- 1610 To adopt and promulgate, repeal and amend, such 1611 rules, regulations, standards, requirements and orders, not inconsistent with this article or any law of this state or of the 1612 1613 United States, as it deems necessary to control the manufacture, importation, transportation, distribution, delivery and sale of 1614 1615 alcoholic liquor, whether intended for beverage or nonbeverage use in a manner not inconsistent with the provisions of this article 1616 or any other statute, including the native wine and native spirit 1617 1618 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

- 1628 like report to each member of the Legislature of this state upon 1629 the convening thereof at its next regular session.
- 1630 (k) To inspect, or cause to be inspected, any premises
 1631 where alcoholic liquors intended for sale are manufactured,
 1632 stored, distributed or sold, and to examine or cause to be
 1633 examined all books and records pertaining to the business
- (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.
- 1640 (m) To designate hours and days when alcoholic
 1641 beverages may be sold in different localities in the state which
 1642 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.
- 1649 (o) To enforce the provisions made unlawful by Chapter 1650 3, Title 67 and Section 97-5-49.
- (p) To delegate its authority under this article to
 the * * * division, its director or any other officer or employee
 of the department that it deems appropriate.

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conducted therein.

1654 (q) To prescribe and charge a fee to defray the costs
1655 of shipping alcoholic beverages, provided that such fee is
1656 determined in a manner provided by the department by rules and/or
1657 regulations adopted in accordance with the Mississippi

1658 Administrative Procedures Law.

SECTION 26. Section 67-1-41, Mississippi Code of 1972, is amended as follows:

1661 67-1-41. (1) The * * * corporation is hereby created a 1662 wholesale distributor and seller of alcoholic beverages, not 1663 including malt liquors, within the State of Mississippi. It is 1664 granted the right to import and sell alcoholic beverages at 1665 wholesale within the state, and no person who is granted the right 1666 to sell, distribute or receive alcoholic beverages at retail shall 1667 purchase any alcoholic beverages from any source other than 1668 the * * * corporation, except as authorized in subsections (4), 1669 (9) and (12) of this section. The \star \star corporation may establish 1670 warehouses, and the * * * corporation may purchase alcoholic beverages in such quantities and from such sources as it may deem 1671 1672 desirable and sell the alcoholic beverages to authorized 1673 permittees within the state including, at the discretion of 1674 the * * * corporation, any retail distributors operating within 1675 any military post or qualified resort areas within the boundaries 1676 of the state, keeping a correct and accurate record of all such 1677 transactions and exercising such control over the distribution of alcoholic beverages as seem right and proper in keeping with the 1678 1679 provisions or purposes of this article.

- (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.
- 1686 (3) No alcoholic beverage intended for sale or resale shall
 1687 be imported, shipped or brought into this state for delivery to
 1688 any person other than as provided in this article, or as otherwise
 1689 provided by law for native wines or native spirits.
- 1690 (4)The * * * corporation may promulgate rules and regulations which authorize on-premises retailers to purchase 1691 1692 limited amounts of alcoholic beverages from package retailers and 1693 for package retailers to purchase limited amounts of alcoholic 1694 beverages from other package retailers. The * * * corporation 1695 shall develop and provide forms to be completed by the on-premises 1696 retailers and the package retailers verifying the transaction. The completed forms shall be forwarded to the * * * corporation 1697 1698 within a period of time prescribed by the * * * corporation.
- (5) The * * * corporation may promulgate rules which

 authorize the holder of a package retailer's permit to permit

 individual retail purchasers of packages of alcoholic beverages to

 return, for exchange, credit or refund, limited amounts of

 original sealed and unopened packages of alcoholic beverages

 purchased by the individual from the package retailer.

- 1705 (6) The department shall maintain all forms to be completed 1706 by applicants necessary for licensure by the department at all 1707 district offices of the department.
- 1708 (7) The department may promulgate rules which authorize the 1709 manufacturer of an alcoholic beverage or wine to import, transport 1710 and furnish or give a sample of alcoholic beverages or wines to the holders of package retailer's permits, on-premises retailer's 1711 1712 permits, native wine or native spirit retailer's permits and 1713 temporary retailer's permits who have not previously purchased the brand of that manufacturer from the * * \star corporation. 1714 1715 holder of the designated permits, the manufacturer may furnish not 1716 more than five hundred (500) milliliters of any brand of alcoholic 1717 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.
- 1726 (9) The department may promulgate rules and regulations that
 1727 authorize the holder of a research permit to import and purchase
 1728 limited amounts of alcoholic beverages from importers, wineries
 1729 and distillers of alcoholic beverages or from the * * *
- 1730 <u>corporation</u>. The department shall develop and provide forms to be

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- 1731 completed by the research permittee verifying each transaction.
- 1732 The completed forms shall be forwarded to the department within a
- 1733 period of time prescribed by the department. The records and
- 1734 inventory of alcoholic beverages shall be open to inspection at
- 1735 any time by the director of the * * * division or any duly
- 1736 authorized agent.
- 1737 (10) The * * * corporation may promulgate rules facilitating
- 1738 a retailer's on-site pickup of alcoholic beverages sold by
- 1739 the * * * corporation or as authorized by the * * * corporation,
- 1740 including, but not limited to, native wines and native spirits, so
- 1741 that those alcoholic beverages may be delivered to the retailer at
- 1742 the manufacturer's location instead of via shipment from the * * *
- 1743 corporation's warehouse.
- 1744 (11) [Through June 30, 2026] This section shall not apply
- 1745 to alcoholic beverages authorized to be sold by the holder of a
- 1746 distillery retailer's permit or a festival wine permit.
- 1747 (11) [From and after July 1, 2026] This section shall not
- 1748 apply to alcoholic beverages authorized to be sold by the holder
- 1749 of a distillery retailer's permit.
- 1750 (12) (a) An individual resident of this state who is at
- 1751 least twenty-one (21) years of age may purchase wine from a winery
- 1752 and have the purchase shipped into this state so long as it is
- 1753 shipped to a package retailer permittee in Mississippi; however,
- 1754 the permittee shall pay to the * * * corporation all taxes, fees
- 1755 and surcharges on the wine that are imposed upon the sale of wine
- 1756 shipped by the * * * corporation or its warehouse operator. No

1757 credit shall be provided to the permittee for any taxes paid to 1758 another state as a result of the transaction. Package retailers may charge a service fee for receiving and handling shipments from 1759 wineries on behalf of the purchasers. The * * * corporation shall 1760 1761 develop and provide forms to be completed by the package retailer 1762 permittees verifying the transaction. The completed forms shall 1763 be forwarded to the * * * corporation within a period of time 1764 prescribed by the * * * corporation.

- 1765 The purchaser of wine that is to be shipped to a 1766 package retailer's store shall be required to get the prior 1767 approval of the package retailer before any wine is shipped to the 1768 package retailer. A purchaser is limited to no more than ten (10) 1769 cases of wine per year to be shipped to a package retailer. A package retailer shall notify a purchaser of wine within two (2) 1770 1771 days after receiving the shipment of wine. If the purchaser of 1772 the wine does not pick up or take the wine from the package 1773 retailer within thirty (30) days after being notified by the 1774 package retailer, the package retailer may sell the wine as part 1775 of his inventory.
- 1776 Shipments of wine into this state under this (C) 1777 section shall be made by a duly licensed carrier. It shall be the 1778 duty of every common or contract carrier, and of every firm or corporation that shall bring, carry or transport wine from outside 1779 1780 the state for delivery inside the state to package retailer permittees on behalf of consumers, to prepare and file with 1781

corporation, of known wine shipments containing the name of the common or contract carrier, firm or * * * company 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 * * * corporation shall be made available by the * * * corporation to the public via the Mississippi Public Records Act process in the same manner as other state alcohol filings.

Upon the * * * corporation's request, any records supporting the report shall be made available to the * * * corporation within a reasonable time after the * * * corporation 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 * * * corporation, and shall be open and available to inspection by the * * * corporation upon the * * * corporation'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 * * * corporation 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 * * * corporation'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 * * * corporation, of any * * * state agency regarding 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, or both. Each shipment shall constitute a separate offense.
- If any provision of this article, or its application to 1823 1824 any person or circumstance, is determined by a court to be invalid 1825 or unconstitutional, the remaining provisions shall be construed 1826 in accordance with the intent of the Legislature to further limit 1827 rather than expand commerce in alcoholic beverages to protect the 1828 health, safety, and welfare of the state's residents, and to 1829 enhance strict regulatory control over taxation, distribution and 1830 sale of alcoholic beverages through the three-tier regulatory system imposed by this article upon all alcoholic beverages to 1831 1832 curb relationships and practices calculated to stimulate sales and impair the state's policy favoring trade stability and the 1833 1834 promotion of temperance.

- 1835 **SECTION 27.** Section 67-1-43, Mississippi Code of 1972, is
- 1836 amended as follows:
- 1837 67-1-43. Any authorized retail distributor who shall
- 1838 purchase or receive alcoholic beverages from any source except
- 1839 from the * * * corporation or its warehouse operator, unless
- 1840 authorized by rules and regulations of the * * * corporation
- 1841 promulgated under Section 67-1-41, shall be guilty of a
- 1842 misdemeanor and upon conviction thereof shall be punished by a
- 1843 fine of not less than Five Hundred Dollars (\$500.00), nor more
- 1844 than Two Thousand Dollars (\$2,000.00), to which may be added
- 1845 imprisonment in the county jail for not more than six (6) months.
- 1846 Any authorization of such person to sell intoxicating beverages
- 1847 may be revoked as provided by law.
- 1848 **SECTION 28.** Section 67-1-45, Mississippi Code of 1972, is
- 1849 amended as follows:
- 1850 67-1-45. No manufacturer, rectifier or distiller of
- 1851 alcoholic beverages shall sell or attempt to sell any such
- 1852 alcoholic beverages, except malt liquor, within the State of
- 1853 Mississippi, except to the * * * corporation, or as provided in
- 1854 Section 67-1-41, or pursuant to Section 67-1-51. A producer of
- 1855 native wine or native spirit may sell native wines or native
- 1856 spirits, respectively, to the * * * corporation or to consumers at
- 1857 the location of the native winery or native distillery or its
- 1858 immediate vicinity.
- 1859 Any violation of this section by any manufacturer, rectifier
- 1860 or distiller shall be punished by a fine of not less than Five

- 1861 Hundred Dollars (\$500.00), and not more than Two Thousand Dollars
- 1862 (\$2,000.00), to which may be added imprisonment in the county jail
- 1863 not to exceed six (6) months.
- 1864 **SECTION 29.** Section 67-1-47, Mississippi Code of 1972, is
- 1865 amended as follows:
- 1866 67-1-47. All distillers or distributors having contracts
- 1867 with the * * * corporation for the sale of alcoholic beverages to
- 1868 the * * * corporation, before making delivery of any merchandise
- 1869 to the * * * corporation, shall register with the Secretary of
- 1870 State giving their name, address, name of all local agents and any
- 1871 other pertinent information which may be required by the Secretary
- 1872 of State and appointing an agent for the service of process within
- 1873 the State of Mississippi.
- 1874 **SECTION 30.** Section 67-1-49, Mississippi Code of 1972, is
- 1875 amended as follows:
- 1876 67-1-49. All distillers or distributors having contracts
- 1877 with the * * * corporation for the sale of alcoholic beverages to
- 1878 said * * * corporation, shall, on or before February 1st of each
- 1879 year, file a statement, under oath, with the * * * corporation and
- 1880 with the Secretary of State, listing the names and addresses of
- 1881 each person, firm or corporation in Mississippi to whom or which
- 1882 said distiller or distributor shall have paid or agreed to pay any
- 1883 fee, retainer, salary, or remuneration, during the preceding year,
- 1884 together with a statement of the purpose for such payment.
- 1885 Failure to file such statement shall constitute grounds for
- 1886 the * * * corporation to suspend the right of the distiller or

- 1887 distributor to sell to said * * * corporation until such time as
 1888 said statement shall be filed.
- 1889 **SECTION 31.** Section 67-1-51, Mississippi Code of 1972, is 1890 amended as follows:
- 1891 67-1-51. (1) Permits which may be issued by the department shall be as follows:
- 1893 (a) Manufacturer's permit. A manufacturer's permit

 1894 shall permit the manufacture, importation in bulk, bottling and

 1895 storage of alcoholic liquor and its distribution and sale to

 1896 manufacturers holding permits under this article in this state and

 1897 to persons outside the state who are authorized by law to purchase

 1898 the same, and to sell as provided by this article.
- 1899 Manufacturer's permits shall be of the following classes:
- 1900 Class 1. Distiller's and/or rectifier's permit, which shall
- 1901 authorize the holder thereof to operate a distillery for the
- 1902 production of distilled spirits by distillation or redistillation
- 1903 and/or to operate a rectifying plant for the purifying, refining,
- 1904 mixing, blending, flavoring or reducing in proof of distilled
- 1905 spirits and alcohol.
- 1906 Class 2. Wine manufacturer's permit, which shall authorize
- 1907 the holder thereof to manufacture, import in bulk, bottle and
- 1908 store wine or vinous liquor.
- 1909 Class 3. Native wine producer's permit, which shall
- 1910 authorize the holder thereof to produce, bottle, store and sell
- 1911 native wines.

1912 Class 4. Native spirit producer's permit, which shall
1913 authorize the holder thereof to produce, bottle, store and sell
1914 native spirits.

1915 Package retailer's permit. Except as otherwise 1916 provided in this paragraph and Section 67-1-52, a package 1917 retailer's permit shall authorize the holder thereof to operate a store exclusively for the sale at retail in original sealed and 1918 1919 unopened packages of alcoholic beverages, including native wines, 1920 native spirits and edibles, not to be consumed on the premises where sold. Alcoholic beverages shall not be sold by any retailer 1921 1922 in any package or container containing less than fifty (50) milliliters by liquid measure. A package retailer's permit, with 1923 1924 prior approval from the department, shall authorize the holder 1925 thereof to sample new product furnished by a manufacturer's 1926 representative or his employees at the permitted place of business 1927 so long as the sampling otherwise complies with this article and 1928 applicable department regulations. Such samples may not be provided to customers at the permitted place of business. 1929 Ιn 1930 addition to the sale at retail of packages of alcoholic beverages, 1931 the holder of a package retailer's permit is authorized to sell at 1932 retail corkscrews, wine glasses, soft drinks, ice, juices, mixers, 1933 other beverages commonly used to mix with alcoholic beverages, and 1934 fruits and foods that have been submerged in alcohol and are commonly referred to as edibles. Nonalcoholic beverages sold by 1935 1936 the holder of a package retailer's permit shall not be consumed on 1937 the premises where sold.

1938 On-premises retailer's permit. Except as otherwise 1939 provided in subsection (5) of this section, an on-premises retailer's permit shall authorize the sale of alcoholic beverages, 1940 1941 including native wines and native spirits, for consumption on the 1942 licensed premises only; however, a patron of the permit holder may 1943 remove one (1) bottle of wine from the licensed premises if: the patron consumed a portion of the bottle of wine in the course 1944 1945 of consuming a meal purchased on the licensed premises; (ii) the 1946 permit holder securely reseals the bottle; (iii) the bottle is 1947 placed in a bag that is secured in a manner so that it will be 1948 visibly apparent if the bag is opened; and (iv) a dated receipt 1949 for the wine and the meal is available. Additionally, as part of 1950 a carryout order, a permit holder may sell one (1) bottle of wine 1951 to be removed from the licensed premises for every two (2) entrees 1952 In addition, an on-premises retailer's permittee at a 1953 permitted premises located on Jefferson Davis Avenue within 1954 one-half (1/2) mile north of U.S. Highway 90 may serve alcoholic beverages by the glass to a patron in a vehicle using a 1955 1956 drive-through method of delivery if the permitted premises is 1957 located in a leisure and recreation district established under 1958 Section 67-1-101. Such a sale will be considered to be made on 1959 the permitted premises. An on-premises retailer's permit shall be issued only to qualified hotels, restaurants and clubs, small 1960 1961 craft breweries, microbreweries, and to common carriers with adequate facilities for serving passengers. In resort areas, 1962 1963 whether inside or outside of a municipality, the department, in

1964 its discretion, may issue on-premises retailer's permits to such 1965 establishments as it deems proper. An on-premises retailer's permit when issued to a common carrier shall authorize the sale 1966 1967 and serving of alcoholic beverages aboard any licensed vehicle 1968 while moving through any county of the state; however, the sale of 1969 such alcoholic beverages shall not be permitted while such vehicle 1970 is stopped in a county that has not legalized such sales. on-premises retailer's permit is applied for by a common carrier 1971 1972 operating solely in the water, such common carrier must, along with all other qualifications for a permit, (i) be certified to 1973 1974 carry at least one hundred fifty (150) passengers and/or provide 1975 overnight accommodations for at least fifty (50) passengers and 1976 (ii) operate primarily in the waters within the State of 1977 Mississippi which lie adjacent to the State of Mississippi south 1978 of the three (3) most southern counties in the State of 1979 Mississippi and/or on the Mississippi River or navigable waters 1980 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

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alcoholic beverages for his own account, and no such beverage

1991 shall be brought into this state in pursuance of the exercise of

1992 such permit otherwise than through a permit issued to a wholesaler

1993 or manufacturer in the state.

- 1994 Native wine retailer's permit. Except as otherwise 1995 provided in subsection (5) of this section, a native wine 1996 retailer's permit shall be issued only to a holder of a Class 3 1997 manufacturer's permit, and shall authorize the holder thereof to 1998 make retail sales of native wines to consumers for on-premises 1999 consumption or to consumers in originally sealed and unopened 2000 containers at an establishment located on the premises of or in 2001 the immediate vicinity of a native winery. When selling to 2002 consumers for on-premises consumption, a holder of a native wine 2003 retailer's permit may add to the native wine alcoholic beverages not produced on the premises, so long as the total volume of 2004 2005 foreign beverage components does not exceed twenty percent (20%) 2006 of the mixed beverage. Hours of sale shall be the same as those 2007 authorized for on-premises permittees in the city or county in 2008 which the native wine retailer is located.
- 2010 provided in subsection (5) of this section, a temporary retailer's
 2011 permit shall permit the purchase and resale of alcoholic
 2012 beverages, including native wines and native spirits, during legal
 2013 hours on the premises described in the temporary permit only.

2014 Temporary retailer's permits shall be of the following

classes:

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2016 Class 1. A temporary one-day permit may be issued to bona 2017 fide nonprofit civic or charitable organizations authorizing the sale of alcoholic beverages, including native wine and native 2018 2019 spirit, for consumption on the premises described in the temporary 2020 permit only. Class 1 permits may be issued only to applicants 2021 demonstrating to the department, by a statement signed under 2022 penalty of perjury submitted ten (10) days prior to the proposed 2023 date or such other time as the department may determine, that they 2024 meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59. 2025 2026 Class 1 permittees shall obtain all alcoholic beverages from 2027 package retailers located in the county in which the temporary 2028 permit is issued. Alcoholic beverages remaining in stock upon 2029 expiration of the temporary permit may be returned by the 2030 permittee to the package retailer for a refund of the purchase 2031 price upon consent of the package retailer or may be kept by the 2032 permittee exclusively for personal use and consumption, subject to 2033 all laws pertaining to the illegal sale and possession of 2034 alcoholic beverages. The department, following review of the 2035 statement provided by the applicant and the requirements of the 2036 applicable statutes and regulations, may issue the permit. 2037

Class 2. A temporary permit, not to exceed seventy (70)

days, may be issued to prospective permittees seeking to transfer

a permit authorized in paragraph (c) of this subsection. A Class

permit may be issued only to applicants demonstrating to the

department, by a statement signed under the penalty of perjury,

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2042 that they meet the qualifications of Sections 67-1-5(1), (m), (n),
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- 2043 (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and
- 2044 67-1-59. The department, following a preliminary review of the
- 2045 statement provided by the applicant and the requirements of the
- 2046 applicable statutes and regulations, may issue the permit.
- 2047 Class 2 temporary permittees must purchase their alcoholic
- 2048 beverages directly from the * * * corporation or, with approval of
- 2049 the * * * corporation, purchase the remaining stock of the
- 2050 previous permittee. If the proposed applicant of a Class 1 or
- 2051 Class 2 temporary permit falsifies information contained in the
- 2052 application or statement, the applicant shall never again be
- 2053 eligible for a retail alcohol beverage permit and shall be subject
- 2054 to prosecution for perjury.
- 2055 Class 3. A temporary one-day permit may be issued to a
- 2056 retail establishment authorizing the complimentary distribution of
- 2057 wine, including native wine, to patrons of the retail
- 2058 establishment at an open house or promotional event, for
- 2059 consumption only on the premises described in the temporary
- 2060 permit. A Class 3 permit may be issued only to an applicant
- 2061 demonstrating to the department, by a statement signed under
- 2062 penalty of perjury submitted ten (10) days before the proposed
- 2063 date or such other time as the department may determine, that it
- 2064 meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
- 2065 and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
- 2066 A Class 3 permit holder shall obtain all alcoholic beverages from
- 2067 the holder(s) of a package retailer's permit located in the county

2068 in which the temporary permit is issued. Wine remaining in stock 2069 upon expiration of the temporary permit may be returned by the 2070 Class 3 temporary permit holder to the package retailer for a 2071 refund of the purchase price, with consent of the package 2072 retailer, or may be kept by the Class 3 temporary permit holder 2073 exclusively for personal use and consumption, subject to all laws 2074 pertaining to the illegal sale and possession of alcoholic 2075 beverages. The department, following review of the statement 2076 provided by the applicant and the requirements of the applicable 2077 statutes and regulations, may issue the permit. No retailer may 2078 receive more than twelve (12) Class 3 temporary permits in a 2079 calendar year. A Class 3 temporary permit shall not be issued to 2080 a retail establishment that either holds a merchant permit issued 2081 under paragraph (1) of this subsection, or holds a permit issued 2082 under Chapter 3 * * * of Title 67, Mississippi Code of 1972, 2083 authorizing the holder to engage in the business of a retailer of 2084 light wine or beer.

(g) Caterer's permit. A caterer's permit shall permit the purchase of alcoholic beverages by a person engaging in business as a caterer and the resale of alcoholic beverages by such person in conjunction with such catering business. No person shall qualify as a caterer unless forty percent (40%) or more of the revenue derived from such catering business shall be from the serving of prepared food and not from the sale of alcoholic beverages and unless such person has obtained a permit for such business from the Department of Health. A caterer's permit shall

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2094 not authorize the sale of alcoholic beverages on the premises of 2095 the person engaging in business as a caterer; however, the holder 2096 of an on-premises retailer's permit may hold a caterer's permit. 2097 When the holder of an on-premises retailer's permit or an 2098 affiliated entity of the holder also holds a caterer's permit, the 2099 caterer's permit shall not authorize the service of alcoholic 2100 beverages on a consistent, recurring basis at a separate, fixed 2101 location owned or operated by the caterer, on-premises retailer or 2102 affiliated entity and an on-premises retailer's permit shall be 2103 required for the separate location. All sales of alcoholic 2104 beverages by holders of a caterer's permit shall be made at the 2105 location being catered by the caterer, and, except as otherwise 2106 provided in subsection (5) of this section, such sales may be made 2107 only for consumption at the catered location. The location being 2108 catered may be anywhere within a county or judicial district that 2109 has voted to come out from under the dry laws or in which the sale 2110 and distribution of alcoholic beverages is otherwise authorized by Such sales shall be made pursuant to any other conditions 2111 law. 2112 and restrictions which apply to sales made by on-premises retail 2113 permittees. The holder of a caterer's permit or his employees 2114 shall remain at the catered location as long as alcoholic 2115 beverages are being sold pursuant to the permit issued under this 2116 paragraph (q), and the permittee shall have at the location the 2117 identification card issued by the * * * division * * *. No unsold alcoholic beverages may be left at the catered location by the 2118 2119 permittee upon the conclusion of his business at that location.

- 2120 Appropriate law enforcement officers and * * * division personnel 2121 may enter a catered location on private property in order to 2122 enforce laws governing the sale or serving of alcoholic beverages.
- 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 * * corporation or from importers, wineries and distillers of alcoholic beverages for professional research.
- 2130 (i) Alcohol processing permit. An alcohol processing 2131 permit shall authorize the holder thereof to purchase, transport 2132 and possess alcoholic beverages for the exclusive use in cooking, processing or manufacturing products which contain alcoholic 2133 2134 beverages as an integral ingredient. An alcohol processing permit 2135 shall not authorize the sale of alcoholic beverages on the 2136 premises of the person engaging in the business of cooking, 2137 processing or manufacturing products which contain alcoholic 2138 beverages. The amounts of alcoholic beverages allowed under an alcohol processing permit shall be set by the department. 2139
- 2140 (j) Hospitality cart permit. A hospitality cart permit
 2141 shall authorize the sale of alcoholic beverages from a mobile cart
 2142 on a golf course that is the holder of an on-premises retailer's
 2143 permit. The alcoholic beverages sold from the cart must be
 2144 consumed within the boundaries of the golf course.

- 2145 (k) Special service permit. A special service permit
 2146 shall authorize the holder to sell commercially sealed alcoholic
 2147 beverages to the operator of a commercial or private aircraft for
 2148 en route consumption only by passengers. A special service permit
 2149 shall be issued only to a fixed-base operator who contracts with
 2150 an airport facility to provide fueling and other associated
 2151 services to commercial and private aircraft.
- 2152 (1)Merchant permit. Except as otherwise provided in 2153 subsection (5) of this section, a merchant permit shall be issued 2154 only to the owner of a spa facility, an art studio or gallery, or 2155 a cooking school, and shall authorize the holder to serve 2156 complimentary by the glass wine only, including native wine, at the holder's spa facility, art studio or gallery, or cooking 2157 2158 school. A merchant permit holder shall obtain all wine from the 2159 holder of a package retailer's permit.
- 2160 (m) Temporary alcoholic beverages charitable auction 2161 A temporary permit, not to exceed five (5) days, may be permit. 2162 issued to a qualifying charitable nonprofit organization that is 2163 exempt from taxation under Section 501(c)(3) or (4) of the 2164 Internal Revenue Code of 1986. The permit shall authorize the 2165 holder to sell alcoholic beverages for the limited purpose of 2166 raising funds for the organization during a live or silent auction 2167 that is conducted by the organization and that meets the following 2168 requirements: (i) the auction is conducted in an area of the state where the sale of alcoholic beverages is authorized; (ii) if 2169 2170 the auction is conducted on the premises of an on-premises

2171 retailer's permit holder, then the alcoholic beverages to be 2172 auctioned must be stored separately from the alcoholic beverages sold, stored or served on the premises, must be removed from the 2173 premises immediately following the auction, and may not be 2174 2175 consumed on the premises; (iii) the permit holder may not conduct 2176 more than two (2) auctions during a calendar year; (iv) the permit 2177 holder may not pay a commission or promotional fee to any person 2178 to arrange or conduct the auction.

2179 Event venue retailer's permit. An event venue (n) 2180 retailer's permit shall authorize the holder thereof to purchase 2181 and resell alcoholic beverages, including native wines and native 2182 spirits, for consumption on the premises during legal hours during 2183 events held on the licensed premises if food is being served at 2184 the event by a caterer who is not affiliated with or related to 2185 the permittee. The caterer must serve at least three (3) entrees. 2186 The permit may only be issued for venues that can accommodate two 2187 hundred (200) persons or more. The number of persons a venue may 2188 accommodate shall be determined by the local fire department and 2189 such determination shall be provided in writing and submitted 2190 along with all other documents required to be provided for an 2191 on-premises retailer's permit. The permittee must derive the 2192 majority of its revenue from event-related fees, including, but not limited to, admission fees or ticket sales for live 2193 2194 entertainment in the building. "Event-related fees" do not include alcohol, beer or light wine sales or any fee which may be 2195 2196 construed to cover the cost of alcohol, beer or light wine. This

2197 determination shall be made on a per event basis. An event may 2198 not last longer than two (2) consecutive days per week.

- 2199 (\circ) Temporary theatre permit. A temporary theatre 2200 permit, not to exceed five (5) days, may be issued to a charitable 2201 nonprofit organization that is exempt from taxation under Section 2202 501(c)(3) or (4) of the Internal Revenue Code and owns or operates 2203 a theatre facility that features plays and other theatrical 2204 performances and productions. Except as otherwise provided in 2205 subsection (5) of this section, the permit shall authorize the 2206 holder to sell alcoholic beverages, including native wines and 2207 native spirits, to patrons of the theatre during performances and 2208 productions at the theatre facility for consumption during such 2209 performances and productions on the premises of the facility 2210 described in the permit. A temporary theatre permit holder shall 2211 obtain all alcoholic beverages from package retailers located in 2212 the county in which the permit is issued. Alcoholic beverages 2213 remaining in stock upon expiration of the temporary theatre permit may be returned by the permittee to the package retailer for a 2214 2215 refund of the purchase price upon consent of the package retailer 2216 or may be kept by the permittee exclusively for personal use and 2217 consumption, subject to all laws pertaining to the illegal sale 2218 and possession of alcoholic beverages.
- 2219 (p) Charter ship operator's permit. Subject to the 2220 provisions of this paragraph (p), a charter ship operator's permit 2221 shall authorize the holder thereof and its employees to serve, 2222 monitor, store and otherwise control the serving and availability

2223 of alcoholic beverages to customers of the permit holder during 2224 private charters under contract provided by the permit holder. A 2225 charter ship operator's permit shall authorize such action by the 2226 permit holder and its employees only as to alcoholic beverages 2227 brought onto the permit holder's ship by customers of the permit 2228 holder as part of such a private charter. All such alcoholic 2229 beverages must be removed from the charter ship at the conclusion 2230 of each private charter. A charter ship operator's permit shall 2231 not authorize the permit holder to sell, charge for or otherwise 2232 supply alcoholic beverages to customers, except as authorized in 2233 this paragraph (p). For the purposes of this paragraph (p), 2234 "charter ship operator" means a common carrier that (i) is 2235 certified to carry at least one hundred fifty (150) passengers 2236 and/or provide overnight accommodations for at least fifty (50) 2237 passengers, (ii) operates only in the waters within the State of 2238 Mississippi, which lie adjacent to the State of Mississippi south 2239 of the three (3) most southern counties in the State of Mississippi, and (iii) provides charters under contract for tours 2240 2241 and trips in such waters.

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

2243 Class 1 manufacturer's permit may obtain a distillery retailer's

2244 permit. A distillery retailer's permit shall authorize the holder

2245 thereof to sell at retail alcoholic beverages to consumers for

2246 on-premises consumption, or to consumers by the sealed and

2247 unopened bottle from a retail location at the distillery for

2248 off-premises consumption. The holder may only sell product

2249 manufactured by the manufacturer at the distillery described in 2250 the permit. However, when selling to consumers for on-premises 2251 consumption, a holder of a distillery retailer's permit may add 2252 other beverages, alcoholic or not, so long as the total volume of 2253 other beverage components containing alcohol does not exceed 2254 twenty percent (20%). Hours of sale shall be the same as those authorized for on-premises permittees in the city or county in 2255 2256 which the distillery retailer is located.

2257 The holder shall not sell at retail more than ten percent 2258 (10%) of the alcoholic beverages produced annually at its 2259 distillery. The holder shall not make retail sales of more than 2260 two and twenty-five one-hundredths (2.25) liters, in the 2261 aggregate, of the alcoholic beverages produced at its distillery 2262 to any one (1) individual for consumption off the premises of the 2263 distillery within a twenty-four-hour period. The hours of sale 2264 shall be the same as those hours for package retailers under this 2265 The holder of a distillery retailer's permit is not article. 2266 required to purchase the alcoholic beverages authorized to be sold 2267 by this paragraph from the * * * corporation's liquor distribution 2268 warehouse; however, if the holder does not purchase the alcoholic 2269 beverages from the * * * corporation's liquor distribution 2270 warehouse, the holder shall pay to the department all taxes, fees 2271 and surcharges on the alcoholic beverages that are imposed upon 2272 the sale of alcoholic beverages shipped by the * * * corporation or its warehouse operator. In addition to alcoholic beverages, 2273 2274 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.

2278 Festival Wine Permit. Any wine manufacturer or (r)2279 native wine producer permitted by Mississippi or any other state 2280 is eligible to obtain a Festival Wine Permit. This permit authorizes the entity to transport product manufactured by it to 2281 2282 festivals held within the State of Mississippi and sell sealed, 2283 unopened bottles to festival participants. The holder of this 2284 permit may provide samples at no charge to participants. 2285 "Festival" means any event at which three (3) or more vendors are 2286 present at a location for the sale or distribution of goods. 2287 holder of a Festival Wine Permit is not required to purchase the 2288 alcoholic beverages authorized to be sold by this paragraph from 2289 the * * * corporation's liquor distribution warehouse. However, 2290 if the holder does not purchase the alcoholic beverages from the * * * corporation's liquor distribution warehouse, the holder 2291 2292 of this permit shall pay to the department all taxes, fees and 2293 surcharges on the alcoholic beverages sold at such festivals that 2294 are imposed upon the sale of alcoholic beverages shipped by the * * * corporation. Additionally, the entity shall file all 2295 2296 applicable reports and returns as prescribed by the department. 2297 This permit is issued per festival and provides authority to sell 2298 for two (2) consecutive days during the hours authorized for on-premises permittees' sales in that county or city. The holder 2299 2300 of the permit shall be required to maintain all requirements set

2301 by Local Option Law for the service and sale of alcoholic

2302 beverages. This permit may be issued to entities participating in

2303 festivals at which a Class 1 temporary permit is in effect.

This paragraph (r) shall stand repealed from and after July

2305 1, 2026.

2306 (s) Charter vessel operator's permit. Subject to the 2307 provisions of this paragraph (s), a charter vessel operator's 2308 permit shall authorize the holder thereof and its employees to 2309 sell and serve alcoholic beverages to passengers of the permit holder during public tours, historical tours, ecological tours and 2310 2311 sunset cruises provided by the permit holder. The permit shall authorize the holder to only sell alcoholic beverages, including 2312 2313 native wines, to passengers of the charter vessel operator during public tours, historical tours, ecological tours and sunset 2314 2315 cruises provided by the permit holder aboard the charter vessel 2316 operator for consumption during such tours and cruises on the 2317 premises of the charter vessel operator described in the permit. For the purposes of this paragraph (s), "charter vessel operator" 2318 2319 means a common carrier that (i) is certified to carry at least 2320 forty-nine (49) passengers, (ii) operates only in the waters 2321 within the State of Mississippi, which lie south of Interstate 10 2322 in the three (3) most southern counties in the State of Mississippi, and lie adjacent to the State of Mississippi south of 2323 2324 the three (3) most southern counties in the State of Mississippi, 2325 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).

- 2328 Native spirit retailer's permit. Except as 2329 otherwise provided in subsection (5) of this section, a native 2330 spirit retailer's permit shall be issued only to a holder of a 2331 Class 4 manufacturer's permit, and shall authorize the holder 2332 thereof to make retail sales of native spirits to consumers for 2333 on-premises consumption or to consumers in originally sealed and 2334 unopened containers at an establishment located on the premises of 2335 or in the immediate vicinity of a native distillery. When selling 2336 to consumers for on-premises consumption, a holder of a native 2337 spirit retailer's permit may add to the native spirit alcoholic 2338 beverages not produced on the premises, so long as the total volume of foreign beverage components does not exceed twenty 2339 2340 percent (20%) of the mixed beverage. Hours of sale shall be the 2341 same as those authorized for on-premises permittees in the city or 2342 county in which the native spirit retailer is located.
- Delivery service permit. Any individual, limited 2343 (u) 2344 liability company, corporation or partnership registered to do 2345 business in this state is eligible to obtain a delivery service 2346 Subject to the provisions of Section 67-1-51.1, this 2347 permit authorizes the permittee, or its employee or an independent contractor acting on its behalf, to deliver alcoholic beverages, 2348 2349 beer, light wine and light spirit product from a licensed retailer 2350 to a person in this state who is at least twenty-one (21) years of 2351 age for the individual's use and not for resale. This permit does

2352 not authorize the delivery of alcoholic beverages, beer, light 2353 wine or light spirit product to the premises of a location with a permit for the manufacture, distribution or retail sale of 2354 2355 alcoholic beverages, beer, light wine or light spirit product. 2356 The holder of a package retailer's permit or an on-premises 2357 retailer's permit under Section 67-1-51 or of a beer, light wine 2358 and light spirit product permit under Section 67-3-19 is 2359 authorized to apply for a delivery service permit as a privilege 2360 separate from its existing retail permit.

2361 (V) Food truck permit. A food truck permit shall 2362 authorize the holder of an on-premises retailer's permit to use a 2363 food truck to sell alcoholic beverages off its premises to quests 2364 who must consume the beverages in open containers. For the purposes of this paragraph (v), "food truck" means a fully encased 2365 2366 food service establishment on a motor vehicle or on a trailer that 2367 a motor vehicle pulls to transport, and from which a vendor, 2368 standing within the frame of the establishment, prepares, cooks, sells and serves food for immediate human consumption. 2369 The term 2370 "food truck" does not include a food cart that is not motorized. 2371 Food trucks shall maintain such distance requirements from 2372 schools, churches, kindergartens and funeral homes as are required 2373 for on-premises retailer's permittees under this article, and all sales must be made within a valid leisure and recreation district 2374 2375 established under Section 67-1-101. Food trucks cannot sell or serve alcoholic beverages unless also offering food prepared and 2376 2377 cooked within the food truck, and permittees must maintain a

2378 twenty-five percent (25%) food sale revenue requirement based on

2379 the food sold from the food truck alone. The hours allowed for

2380 sale shall be the same as those for on-premises retailer's

2381 permittees in the location. This permit will not be required for

2382 the holder of a caterer's permit issued under this article to

2383 cater an event as allowed by law. Permittees must provide notice

2384 of not less than forty-eight (48) hours to the department of each

2385 location at which alcoholic beverages will be sold.

- 2386 (2) Except as otherwise provided in subsection (4) of this 2387 section, retail permittees may hold more than one (1) retail permit, at the discretion of the department.
- 2389 (3) (a) Except as otherwise provided in this subsection, no
 2390 authority shall be granted to any person to manufacture, sell or
 2391 store for sale any intoxicating liquor as specified in this
 2392 article within four hundred (400) feet of any church, school,
 2393 kindergarten or funeral home. However, within an area zoned
 2394 commercial or business, such minimum distance shall be not less
 2395 than one hundred (100) feet.
- 2396 (b) A church or funeral home may waive the distance
 2397 restrictions imposed in this subsection in favor of allowing
 2398 issuance by the department of a permit, pursuant to subsection (1)
 2399 of this section, to authorize activity relating to the
 2400 manufacturing, sale or storage of alcoholic beverages which would
 2401 otherwise be prohibited under the minimum distance criterion.
- 2402 Such waiver shall be in written form from the owner, the governing

2403 body, or the appropriate officer of the church or funeral home

- having the authority to execute such a waiver, and the waiver shall be filed with and verified by the department before becoming effective.
- 2407 The distance restrictions imposed in this (C) 2408 subsection shall not apply to the sale or storage of alcoholic 2409 beverages at a bed and breakfast inn listed in the National 2410 Register of Historic Places or to the sale or storage of alcoholic 2411 beverages in a historic district that is listed in the National 2412 Register of Historic Places, is a qualified resort area and is located in a municipality having a population greater than one 2413 2414 hundred thousand (100,000) according to the latest federal decennial census. 2415
- 2416 (d) The distance restrictions imposed in this 2417 subsection shall not apply to the sale or storage of alcoholic 2418 beverages at a qualified resort area as defined in Section 2419 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.
- 2426 (f) The distance restrictions imposed in this
 2427 subsection shall not apply to the sale or storage of alcoholic
 2428 beverages at a licensed premises in a building consisting of at
 2429 least five thousand (5,000) square feet and located approximately

- 2430 six hundred (600) feet from the intersection of Mississippi
- 2431 Highway 15 and Mississippi Highway 4.
- 2432 (g) The distance restrictions imposed in this
- 2433 subsection shall not apply to the sale or storage of alcoholic
- 2434 beverages at a licensed premises in a building located at or near
- 2435 the intersection of Ward and Tate Streets and adjacent properties
- 2436 in the City of Senatobia, Mississippi.
- 2437 (h) The distance restrictions imposed in this
- 2438 subsection shall not apply to the sale or storage of alcoholic
- 2439 beverages at a theatre facility that features plays and other
- 2440 theatrical performances and productions and (i) is capable of
- 2441 seating more than seven hundred fifty (750) people, (ii) is owned
- 2442 by a municipality which has a population greater than ten thousand
- 2443 (10,000) according to the latest federal decennial census, (iii)
- 2444 was constructed prior to 1930, (iv) is on the National Register of
- 2445 Historic Places, and (v) is located in a historic district.
- 2446 (i) The distance restrictions imposed in this
- 2447 subsection shall not apply to the sale or storage of alcoholic
- 2448 beverages at a licensed premises in a building located
- 2449 approximately one and six-tenths (1.6) miles north of the
- 2450 intersection of Mississippi Highway 15 and Mississippi Highway 4
- 2451 on the west side of Mississippi Highway 15.
- 2452 (4) No person, either individually or as a member of a firm,
- 2453 partnership, limited liability company or association, or as a
- 2454 stockholder, officer or director in a corporation, shall own or
- 2455 control any interest in more than one (1) package retailer's

- 2456 permit, nor shall such person's spouse, if living in the same
- 2457 household of such person, any relative of such person, if living
- 2458 in the same household of such person, or any other person living
- 2459 in the same household with such person own any interest in any
- 2460 other package retailer's permit.
- 2461 (5) (a) In addition to any other authority granted under
- 2462 this section, the holder of a permit issued under subsection
- 2463 (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may
- 2464 sell or otherwise provide alcoholic beverages and/or wine to a
- 2465 patron of the permit holder in the manner authorized in the permit
- 2466 and the patron may remove an open glass, cup or other container of
- 2467 the alcoholic beverage and/or wine from the licensed premises and
- 2468 may possess and consume the alcoholic beverage or wine outside of
- 2469 the licensed premises if: (i) the licensed premises is located
- 2470 within a leisure and recreation district created under Section
- 2471 67-1-101 and (ii) the patron remains within the boundaries of the
- 2472 leisure and recreation district while in possession of the
- 2473 alcoholic beverage or wine.
- 2474 (b) Nothing in this subsection shall be construed to
- 2475 allow a person to bring any alcoholic beverages into a permitted
- 2476 premises except to the extent otherwise authorized by this
- 2477 article.
- 2478 **SECTION 32.** Section 67-1-52, Mississippi Code of 1972, is
- 2479 amended as follows:
- 2480 67-1-52. A package retailer's permit issued under Section
- 2481 67-1-51(b) shall be authorized to offer tastings or samplings to

2482 be conducted at the package retailer's permitted place of business 2483 during which tastes or samples of alcoholic beverages or wine may 2484 be offered or served to consumers at no cost to the consumer. 2485 During a tasting or sampling authorized by this section, limited 2486 amounts of alcoholic beverages or wine may be consumed on the 2487 permitted place of business. A tasting or sampling shall not 2488 authorize the sale of alcoholic beverages or wine for consumption 2489 on the permitted place of business, but shall only authorize the 2490 limited consumption of alcoholic beverages or wine at the 2491 permitted place of business for the sole purpose of tasting or 2492 sampling various alcoholic beverages or wine. No one under 2493 twenty-one (21) years of age may participate in a tasting or 2494 sampling. No sample may be provided to a visibly intoxicated 2495 person. No food may be served or sold at a tasting or sampling. 2496 Each sample of wine served shall not exceed one and one-fourth 2497 (1-1/4) ounces and no more than a cumulative total of five (5)2498 ounces of wine may be dispensed to any one (1) person during a 2499 tasting or sampling. Each sample of a distilled spirit served 2500 shall not exceed one-fourth (1/4) of an ounce and no more than a 2501 cumulative total of one (1) ounce of distilled spirits may be 2502 dispensed to any one (1) person during a tasting or sampling. All 2503 product tasted or sampled must be provided by the package retailer 2504 from its inventory. Such product cannot be sample product 2505 provided by a manufacturer and must have been purchased from 2506 the * * * corporation warehouse or from a licensed wholesaler. 2507 Employees of the package retailer may serve any product for

2508 tasting or sampling. In addition, a third party may serve any

2509 product for tasting or sampling and may open, touch and pour

2510 product as well as make a presentation and answer questions.

2511 package retailer shall be responsible for all such actions by the

2512 third party. Tickets for a tasting or sampling shall not be sold

2513 in the permitted place of business or any other location.

2514 SECTION 33. Section 67-1-53, Mississippi Code of 1972, is

2515 amended as follows:

2517

2526

2516 67-1-53. (1) Application for permits shall be in such form

and shall contain such information as shall be required by the

regulations of the * * * department; however, no regulation of 2518

2519 the * * * department shall require personal financial information

2520 from any officer of a corporation applying for an on-premises

2521 retailer's permit to sell alcoholic beverages unless such officer

2522 owns ten percent (10%) or more of the stock of such corporation.

2523 Every applicant for each type of permit authorized by

2524 Section 67-1-51 shall give notice of such application by

publication for two (2) consecutive issues in a newspaper of 2525

general circulation published in the city or town in which

2527 applicant's place of business is located. However, in instances

2528 where no newspaper is published in the city or town, then the

2529 notice shall be published in a newspaper of general circulation

2530 published in the county where the applicant's business is located.

2531 If no newspaper is published in the county, the notice shall be

2532 published in a qualified newspaper which is published in the

closest neighboring county and circulated in the county of 2533

- 2534 applicant's residence. The notice shall be printed in ten-point 2535 black face type and shall set forth the type of permit to be applied for, the exact location of the place of business, the name
- 2536
- 2537 of the owner or owners thereof, and if operating under an assumed
- 2538 name, the trade name together with the names of all owners, and if
- 2539 a corporation, the names and titles of all officers. The cost of
- such notice shall be borne by the applicant. 2540
- 2541 Each application or filing made under this section shall
- 2542 include the social security number(s) of the applicant in
- accordance with Section 93-11-64 * * *. 2543
- 2544 SECTION 34. Section 67-1-55, Mississippi Code of 1972, is
- amended as follows: 2545
- 2546 67-1-55. No permit of any type shall be issued by the * * *
- 2547 department until the applicant has first filed with the * * *
- 2548 department a sworn statement disclosing all persons who are
- 2549 financially involved in the operation of the business for which
- 2550 the permit is sought. If an applicant is an individual, he will
- 2551 swear that he owns one hundred percent (100%) of the business for
- 2552 which he is seeking a permit. If the applicant is a partnership,
- 2553 all partners and their addresses shall be disclosed and the extent
- 2554 of their interest in the partnership shall be disclosed.
- 2555 applicant is a corporation, the total stock in the corporation
- 2556 shall be disclosed and each shareholder and his address and the
- 2557 amount of stock in the corporation owned by him shall be
- 2558 disclosed. If the applicant is a limited liability company, each
- 2559 member and their addresses shall be disclosed and the extent of

- 2560 their interest in the limited liability company shall be
- 2561 disclosed. If the applicant is a trust, the trustee and all
- 2562 beneficiaries and their addresses shall be disclosed. If the
- 2563 applicant is a combination of any of the above, all information
- 2564 required to be disclosed above shall be required.
- 2565 All the disclosures shall be in writing and kept on file at
- 2566 the * * * department's office and shall be available to the
- 2567 public.
- Every applicant must, when applying for a renewal of his
- 2569 permit, disclose any change in the ownership of the business or
- 2570 any change in the beneficiaries of the income from the business.
- 2571 Any person who willfully fails to fully disclose the
- 2572 information required by this section, or who gives false
- 2573 information, shall be quilty of a misdemeanor and, upon conviction
- 2574 thereof, shall be fined a sum not to exceed Five Hundred Dollars
- 2575 (\$500.00) or imprisoned for not more than one (1) year, or both,
- 2576 and the person or applicant shall never again be eligible for any
- 2577 permit pertaining to alcoholic beverages.
- 2578 **SECTION 35.** Section 67-1-57, Mississippi Code of 1972, is
- 2579 amended as follows:
- 2580 67-1-57. Before a permit is issued the department shall
- 2581 satisfy itself:
- 2582 (a) That the applicant, if an individual, or if a
- 2583 partnership, each of the members of the partnership, or if a
- 2584 corporation, each of its principal officers and directors, or if a
- 2585 limited liability company, each member of the limited liability

company, is of good moral character and, in addition, enjoys a reputation of being a peaceable, law-abiding citizen of the 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 age, and has not been convicted of a felony in any state or federal court.

- 2592 That, except in the case of an application for a (b) 2593 solicitor's permit, the applicant is the true and actual owner of 2594 the business for which the permit is desired, and that he intends to carry on the business authorized for himself and not as the 2595 2596 agent of any other person, and that he intends to superintend in 2597 person the management of the business or that he will designate a 2598 manager to manage the business for him. All managers must be 2599 approved by the department prior to completing any managerial 2600 tasks on behalf of the permittee and must possess all of the 2601 qualifications required of a permittee; however, a felony 2602 conviction, other than a crime of violence, does not automatically 2603 disqualify a person from being approved as a manager if the person was released from incarceration at least three (3) years prior to 2604 2605 application for approval as a manager. A felony conviction, other 2606 than a crime of violence, may be considered by the department in 2607 determining whether all other qualifications are met.
- (c) That the applicant for a package retailer's permit,
 if an individual, is a resident of the State of Mississippi. If
 the applicant is a partnership, each member of the partnership
 must be a resident of the state. If the applicant is a limited

- 2612 liability company, each member of the limited liability company
- 2613 must be a resident of the state. If the applicant is a
- 2614 corporation, the designated manager of the corporation must be a
- 2615 resident of the state.
- 2616 (d) That the place for which the permit is to be issued
- 2617 is an appropriate one considering the character of the premises
- 2618 and the surrounding neighborhood.
- 2619 (e) That the place for which the permit is to be issued
- 2620 is within the corporate limits of an incorporated municipality or
- 2621 qualified resort area or club which comes within the provisions of
- 2622 this article.
- 2623 (f) That the applicant is not indebted to the state for
- 2624 any taxes, fees or payment of penalties imposed by any law of the
- 2625 State of Mississippi or by any rule or regulation of the * * *
- 2626 department.
- 2627 (g) That the applicant is not in the habit of using
- 2628 alcoholic beverages to excess and is not physically or mentally
- 2629 incapacitated, and that the applicant has the ability to read and
- 2630 write the English language.
- 2631 (h) That the \star \star department does not believe and has
- 2632 no reason to believe that the applicant will sell or knowingly
- 2633 permit any agent, servant or employee to unlawfully sell liquor in
- 2634 a dry area or in any other manner contrary to law.
- 2635 (i) That the applicant is not residentially domiciled
- 2636 with any person whose permit or license has been cancelled for

- 2637 cause within the twelve (12) months next preceding the date of the 2638 present application for a permit.
- 2639 (j) That the * * * department has not, in the exercise
 2640 of its discretion which is reserved and preserved to it, refused
 2641 to grant permits under the restrictions of this section, as well
 2642 as under any other pertinent provision of this article.
- 2643 That there are not sufficient legal reasons to deny (k) 2644 a permit on the ground that the premises for which the permit is 2645 sought has previously been operated, used or frequented for any purpose or in any manner that is lewd, immoral or offensive to 2646 2647 public decency. In the granting or withholding of any permit to 2648 sell alcoholic beverages at retail, the * * * department in 2649 forming its conclusions may give consideration to any 2650 recommendations made in writing by the district or county attorney 2651 or county, circuit or chancery judge of the county, or the sheriff 2652 of the county, or the mayor or chief of police of an incorporated 2653 city or town wherein the applicant proposes to conduct his 2654 business and to any recommendations made by representatives of 2655 the * * * department.
- 2656 (1) That the applicant and the applicant's key

 2657 employees, as determined by the * * * department, do not have a

 2658 disqualifying criminal record. In order to obtain a criminal

 2659 record history check, the applicant shall submit to the * * *

 2660 department a set of fingerprints from any local law enforcement

 2661 agency for each person for whom the records check is required.
- 2662 The * * * $\underline{\text{department}}$ shall forward the fingerprints to the * * *

- 2663 Department of Public Safety. If no disqualifying record is
- 2664 identified at the state level, the Department of Public Safety
- 2665 shall forward the fingerprints to the Federal Bureau of
- 2666 Investigation for a national criminal history record check. Costs
- 2667 for processing the set or sets of fingerprints shall be borne by
- 2668 the applicant. The * * * department shall not deny employment to
- 2669 an employee of the applicant prior to the identification of a
- 2670 disqualifying record or other disqualifying information.
- 2671 **SECTION 36.** Section 67-1-61, Mississippi Code of 1972, is
- 2672 amended as follows:
- 2673 67-1-61. All permits issued by the * * * department shall
- 2674 expire twelve months from date of issuance, and no permit shall be
- 2675 issued for a period longer than one year. Each permit shall state
- 2676 a class to which it belongs, the name of the permittee, the
- 2677 address of the premises for which granted, and the date of its
- 2678 expiration. All permits issued shall at all times be prominently
- 2679 displayed on the premises for which issued.
- 2680 **SECTION 37.** Section 67-1-63, Mississippi Code of 1972, is
- 2681 amended as follows:
- 2682 67-1-63. (1) Any permittee may renew his permit at the
- 2683 expiration thereof for an additional term of one (1) year,
- 2684 provided he is then qualified to receive a permit and the premises
- 2685 for which the renewal is sought are suitable for such purposes.
- 2686 The renewal privilege herein provided for shall not be construed
- 2687 as a vested right. No "on-premises" retailer's permit shall be
- 2688 renewed at the expiration thereof for any "hotel" or "restaurant"

- under this article unless the * * department is satisfied that the holder thereof is continuing to meet the requirements of a hotel or restaurant, as defined in Section 67-1-5.
- 2692 (2) When an application for the renewal of a permit has been denied by the department for a reason other than for being incomplete, for failure to pay any applicable license privilege taxes or fees required for renewal or for failure to post a bond, cash or securities as required by Section 27-71-21, the permittee shall be allowed to continue to operate under the permit for which renewal was denied until the last of the following dates:
- 2699 (a) The date on which the permit expires;
- 2700 (b) The date on which the time period for filing an
 2701 appeal of the denial of the renewal to the Board of Tax Appeals
 2702 expires;
- 2703 (c) If the denial is timely appealed to the Board of Tax 2704 Appeals and this appeal is later withdrawn, the date on which the 2705 withdrawal of appeal occurs; or
- 2706 If the denial is timely appealed to the Board of Tax 2707 Appeals and an order is entered by the Board of Tax Appeals 2708 affirming the denial of the renewal, the date on which the 2709 permittee receives notice of the decision of the Board of Tax 2710 Appeals affirming the denial. Refusal to accept delivery of such notice or the posting of the final decision of the Board of Tax 2711 2712 Appeals at the permitted place of business shall constitute receipt of notice by the permittee of this decision. 2713

- 2714 (3) If the denial of an application for renewal of a permit
 2715 is appealed to the Board of Tax Appeals and the board reverses the
 2716 denial of the application for renewal, the department shall renew
 2717 and issue the permit from its last expiration date.
- 2718 (4)The issuance and/or renewal of a permit based on the 2719 decision of the Board of Tax Appeals shall not bar or estop the 2720 department from appealing this decision of the Board of Tax 2721 Appeals to chancery court under Section 67-1-39. Any subsequent 2722 renewal of this permit while an appeal by the department from the 2723 decision of the Board of Tax Appeals is pending shall be subject 2724 to the final decision of the court on this appeal. If in such an 2725 appeal by the department, a court enters a final decision and/or 2726 order reversing the decision of the board and affirming the denial 2727 of the application for a permit or the application for renewal of 2728 a permit, the permit, even if subsequently renewed, shall be 2729 deemed denied and not authorize the permittee to sell alcoholic 2730 beverages under that permit after the date on which the decision 2731 and/or order of the court affirming the denial of the permit 2732 becomes final and not subject to any further appeal.
- 2733 **SECTION 38.** Section 67-1-65, Mississippi Code of 1972, is 2734 amended as follows:
- 67-1-65. In any county having heretofore voted, or which hereafter votes, to come out from under the prohibition law, in which there is not located an incorporated municipality within such county, the * * * department may issue package retailer's permits in such county.

2740 **SECTION 39.** Section 67-1-67, Mississippi Code of 1972, is amended as follows:

2742 67-1-67. No permit shall be transferred by the permittee to 2743 any other person or any other place except with the written 2744 consent of the * * * department upon a regular application 2745 therefor in writing and upon consideration thereof as provided in 2746 this article for an original application for a permit. 2747 department shall not approve the transfer of the permit of any 2748 person against whom there is pending in the courts or before 2749 the * * * department any charge of keeping a disorderly house, or 2750 of violating this article or the laws against gambling in this 2751 state or against whom there is pending any proceedings for the 2752 revocation, suspension or cancellation of the permit.

2753 **SECTION 40.** Section 67-1-69, Mississippi Code of 1972, is 2754 amended as follows:

2755 67-1-69. No person holding any permit issued under the 2756 provisions of this article shall engage in any business or 2757 activity authorized by such permit unless such person shall 2758 qualify so to do by complying with all statutes of the United 2759 States of America, and all regulations issued pursuant thereto, 2760 which are applicable or shall pertain to such business or 2761 activity, and shall continue to be so qualified at all times while engaging in such business or activity. As a prerequisite to the 2762 2763 issuance of any permit under this article, the applicant shall first obtain the required federal occupational stamp for the type 2764

- 2765 of business for which the permit has been approved by the * * \star
- 2766 <u>department</u>.
- 2767 **SECTION 41.** Section 67-1-72, Mississippi Code of 1972, is
- 2768 amended as follows:
- 2769 67-1-72. (1) Except as otherwise provided in this article,
- 2770 any applicant or holder of a permit issued under this article
- 2771 which is aggrieved by an action of the department * * * to deny
- 2772 his application for a permit, to deny the renewal of his permit or
- 2773 to revoke or suspend his permit shall be allowed to appeal to the
- 2774 Board of Tax Appeals from this action. This appeal is to be filed
- 2775 by the aggrieved person with the Executive Director of the Board
- 2776 of Tax Appeals, with a copy being sent to the department * * *,
- 2777 within fifteen (15) days from the date that person received notice
- 2778 of the action of the department being aggrieved. If the person
- 2779 aggrieved fails to appeal within this fifteen-day period, the
- 2780 action of the department * * * shall take effect as set out in the
- 2781 notice. The department * * * retains the authority to change at
- 2782 any time the action aggrieved to in an appeal under this
- 2783 subsection. The applicant or holder of any permit issued under
- 2784 this article may waive his right to notice and opportunity to a
- 2785 hearing as provided by this subsection and agree to the action
- 2786 being taken by the department. The inability of the
- 2787 department * * * to issue or renew a permit due to an incomplete
- 2788 application or due to the failure of the applicant to pay the
- 2789 annual privilege taxes and fees provided by Section 27-71-5 and/or
- 2790 the failure of the applicant to post or deposit the bond, cash or

securities as required by Section 27-71-21 shall not constitute a denial for purposes of this subsection.

2793 Any applicant for approval as a manager of an 2794 establishment operating under a permit issued under this article 2795 or who holds the designation of an approved manager of an 2796 establishment operating under a permit issued under this article 2797 and who is aggrieved by an action of the department * * * to deny 2798 his application for approval as a manager or to revoke or suspend 2799 his designation as an approved manager shall be allowed to appeal 2800 to the Board of Tax Appeals from this action. This appeal is to 2801 be filed by the aggrieved person with the Executive Director of 2802 the Board of Tax Appeals, with a copy being sent to the 2803 department * * *, within fifteen (15) days from the date that 2804 person received notice of the action of the department being 2805 aggrieved. If the person aggrieved fails to appeal within this 2806 fifteen-day period, the action of the department * * * shall take 2807 effect as set out in the notice. The department * * * retains the 2808 authority to change at any time the action aggrieved to in an 2809 appeal under this subsection. The applicant or holder of an 2810 approved manager designation may waive his right to notice and 2811 opportunity to a hearing as provided by this subsection and agree 2812 to the action being taken by the department. The inability of the department * * * to consider an application for approval of an 2813 2814 applicant as a manager due to an incomplete application shall not 2815 constitute a denial of the application for purposes of this subsection. 2816

2818 qualified resort area under this article who is aggrieved by the decision of the department * * * to deny the qualified resort area 2819 2820 as requested and any county or municipality wherein the proposed 2821 qualified resort area is located may appeal to the Board of Tax 2822 Appeals from such decision. This appeal is to be filed by the 2823 aggrieved applicant or by the affected county or municipality with 2824 the Executive Director of the Board of Tax Appeals, with a copy 2825 being sent to the department * * *, within fifteen (15) days from 2826 the date that the person or entity filing the appeal received 2827 notice of the decision of the department * * * to deny the 2828 qualified resort area. If an appeal is not filed within this 2829 fifteen-day period, the decision of the department * * * shall 2830 The department * * * retains the authority to become final. 2831 change at any time the decision aggrieved to in an appeal under 2832 this subsection. The inability of the department * * * to 2833 consider an application for the approval of an area or locality as a qualified resort area due to an incomplete application shall not 2834 2835 constitute a denial of that application for purposes of this 2836 subsection.

Any applicant for approval of an area or locality as a

2837 (4) Any person, including any county or municipality in
2838 which the qualified resort area is located, who is aggrieved by
2839 the decision of the department * * * to revoke the approval of an
2840 area or locality as a qualified resort area may appeal to the
2841 Board of Tax Appeals from such decision. This appeal is to be
2842 filed by the aggrieved person with the Executive Director of the

2843 Board of Tax Appeals, with a copy being sent to the 2844 department * * *, within fifteen (15) days from the date that the person or entity filing the appeal received notice of the decision 2845 2846 of the department to revoke approval of the qualified resort area. 2847 At the discretion of the department * * *, in addition to any 2848 other notice to be provided under this subsection, the department may provide notice of its decision to revoke approval of the 2849 2850 qualified resort area by publication in the same manner as 2851 provided by regulation when approval of a qualified resort area is 2852 In regard to such publication, the fifteen-day period sought. 2853 provided herein will begin on the date that notice is first 2854 published. If an appeal is not filed within this fifteen-day 2855 period, the decision of the department * * * shall become final. 2856 The department * * * retains the authority to change at any time 2857 the decision aggrieved to in an appeal under this subsection.

or transfer of a permit, other than a temporary retailer's permit, issued under this article and who timely requests in writing a hearing on his objection shall be given a hearing before the Board of Tax Appeals unless the permit is denied by the department * * * and an appeal is not taken by the applicant to the Board of Tax Appeals from that denial or the applicant withdraws his application. Any written request for a hearing on an objection must be filed with the department * * * within fifteen (15) days from the first date of publication of the notice of such application under Section 67-1-53. If the department determines

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that the permit should be denied, notice will be provided to the 2869 2870 applicant as set out in subsection (1) of this section, and if the applicant timely requests a hearing on the denial as provided by 2871 2872 this subsection (5), the department will advise the Executive 2873 Director of the Board of Tax Appeals and the applicant of the 2874 written request for a hearing on an objection to the permit. 2875 hearing on the objection to the permit and the hearing on the 2876 appeal by the applicant from the denial of the department of the 2877 application shall be consolidated and heard by the Board of Tax 2878 Appeals at the same time. If the department determines that the 2879 permit should be issued, the department will advise the applicant 2880 and the Executive Director of the Board of Tax Appeals of the 2881 timely written request for a hearing on an objection to the 2882 application and a hearing will be set before the Board of Tax Appeals on this objection. If prior to the hearing, either the 2883 2884 person requesting the hearing withdraws his request or the 2885 applicant withdraws his application, the hearing will be cancelled 2886 and the objection proceedings before the Board of Tax Appeals on 2887 the application will be dismissed as moot. In the case of such 2888 withdrawals, the Board of Tax Appeals is authorized to assess to 2889 either or both parties any costs incurred by it prior to such 2890 The department * * * retains authority to issue the withdrawal. 2891 permit to the applicant where the person objecting to the 2892 application withdraws his request for a hearing.

2893 (6) Any person objecting to an application for approval by the department * * * of * * * \underline{an} area or locality as a qualified

2895 resort area under this article and who timely requests in writing 2896 a hearing on his objection shall be given a hearing before the Board of Tax Appeals unless approval of the application is denied 2897 2898 by the department * * * and an appeal is not taken by the 2899 applicant or the county or municipality in which the proposed 2900 qualified resort area is located to the Board of Tax Appeals from 2901 that denial or the applicant withdraws his application. Any 2902 written request for a hearing on an objection must be filed with 2903 the department * * * within fifteen (15) days from the first date 2904 of publication of the notice of such application as provided by 2905 regulation. If the department determines that the application for 2906 approval of the proposed area or locality as a qualified resort 2907 area should be denied, the department will proceed with denial of 2908 such application as set out in subsection (3) of this section, and if the applicant or the county or municipality in which the 2909 2910 proposed qualified resort area is located timely requests a 2911 hearing on the denial as provided by subsection (3) of this 2912 section, the department will advise the Executive Director of the 2913 Board of Tax Appeals and the applicant of the written request for 2914 a hearing on an objection to the application. The hearing on the 2915 objection to approval of the proposed qualified resort area and 2916 the hearing on the appeal from the denial of the department of the 2917 application for such approval shall be consolidated and heard by 2918 the Board of Tax Appeals at the same time. If the department determines that the proposed qualified resort area should be 2919 2920 approved, the department will advise the applicant and the

Executive Director of the Board of Tax Appeals of the timely written request for a hearing on an objection to the application and a hearing will be set before the Board of Tax Appeals on this objection. If prior to the hearing, either the person requesting the hearing withdraws his request or the applicant withdraws his application, the hearing will be cancelled and the objection proceedings before the Board of Tax Appeals on the application will be dismissed as moot. In the case of such withdrawals, the Board of Tax Appeals is authorized to assess to either or both parties any costs incurred by it prior to such withdrawal. department * * * retains authority to approve the proposed area or locality as a qualified resort area where the person objecting to the application withdraws his request for a hearing.

(7) Any person having an interest in any alcoholic beverages, light wine, beer, light spirit products or raw materials which the department * * * intends to dispose of under Section 67-1-18 shall be given reasonable notice of this proposed disposal, and upon such notice, this person may request a hearing before the Board of Tax Appeals to establish his right or claim to this property. This request for a hearing shall be filed with the Board of Tax Appeals, with a copy sent to the department * * *, within fifteen (15) days from the date of receipt of the notice provided above by the person filing the request. If a request is not received by the Board of Tax Appeals within this fifteen-day period, the department may order the property disposed of in accordance with Section 67-1-18.

2947 Upon receipt of a written request for hearing or appeal 2948 as set out above, the executive director shall schedule a hearing 2949 before the Board of Tax Appeals on this request or appeal. A 2950 notice of the hearing shall be mailed to all persons or entities having an interest in the matter being heard which shall always 2951 2952 include the person or entity filing the request or appeal for 2953 which the hearing is being set, the applicant or holder of any 2954 permit, approved manager status or qualified resort area status in 2955 issue, any person who filed a written request for a hearing on an 2956 objection to any application in issue and the department * * *. 2957 This notice shall provide the date, time and location of the 2958 hearing. Mailing to the attorney representing a person or entity 2959 in the matter being heard shall be the same as mailing to the 2960 person or entity the attorney represents. Failure of the person 2961 or entity on whose request or appeal the matter was set for 2962 hearing to appear personally or through his designated 2963 representative at the hearing shall constitute an involuntary 2964 withdrawal of his request or appeal. Upon such withdrawal, the 2965 Board of Tax Appeals shall note on the record the failure of the 2966 person or entity to appear at the hearing and shall dismiss the 2967 request or appeal and remand the matter back to the 2968 department * * * for appropriate action.

(9) At any hearing before the Board of Tax Appeals on an appeal or hearing request as set out above, two (2) members of the Board of Tax Appeals shall constitute a quorum. At the hearing, the Board of Tax Appeals shall try the issues presented according

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2973 to law and the facts and pursuant to any quidelines established by 2974 The rules of evidence shall be relaxed at the hearing 2975 and the hearing shall be recorded by a court reporter. 2976 reaching a decision on the issues presented, the Board of Tax 2977 Appeals shall enter an order setting forth its findings and 2978 decision in the matter. A copy of the order of the Board of Tax 2979 Appeals shall be mailed to the person or entity filing the request 2980 or appeal which was heard, the applicant or holder of any permit, 2981 approved manager status or qualified resort area status in issue, any person who filed a written request for a hearing on an 2982 2983 objection to any application in issue and the department * * * to

2986 **SECTION 42.** Section 67-1-75, Mississippi Code of 1972, is 2987 amended as follows:

notify them of the findings and decision of the Board of Tax

- 2988 67-1-75. If the holder of a package retailer's permit, or 2989 any employee thereof:
- 2990 (a) Shall sell, offer for sale or permit to be sold in,
 2991 on or about the premises covered by such permit any alcoholic
 2992 beverages except in the original sealed and unopened packages; or
- 2993 (b) Shall permit the drinking or consumption of any 2994 alcoholic beverages in, on or about the premises covered by such 2995 permit except as may be otherwise authorized by this article; or
- (c) Shall sell, offer for sale or permit the sale in, on or about the premises of alcoholic beverages in any package or container containing less than fifty (50) milliliters by liquid

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2999 measure; then such person or employee shall be guilty of a

3000 misdemeanor and, upon conviction, shall be punished by a fine of

3001 not more than One Thousand Dollars (\$1,000.00) or by imprisonment

3002 in the county jail for a term of not more than one (1) year, or by

3003 both such fine and imprisonment, in the discretion of the court.

3004 In addition, in the case of the commission of any of such offenses

3005 by the holder of a permit, it shall be the duty of the * * \star

3006 department forthwith to revoke the permit held by such person and

conviction of the criminal offense shall not be a condition

3008 precedent to such revocation.

3009 **SECTION 43.** Section 67-1-77, Mississippi Code of 1972, is

3010 amended as follows:

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3011 67-1-77. (1) It shall be unlawful for the holder of a

3012 manufacturer's or wholesaler's permit, or anyone connected with

3013 the business of such holder, or for any other distiller, wine

3014 manufacturer, rectifier, blender or bottler, to have any financial

3015 interest in any premises upon which any alcoholic beverage is sold

3016 at retail by any permittee, or in the business conducted by such

3017 permittee, except that:

3018 (a) The holder of a manufacturer's or wholesaler's

3019 permit may contract for the service of a representative in the

3020 area of governmental affairs on a part-time basis with a holder of

3021 an on-premises permit.

3022 (b) A distiller, wine manufacturer, rectifier, blender

or bottler may have a financial interest in a premises upon which

3024 alcoholic beverages are sold at retail by a permittee, or in the

- business conducted by a permittee, if the permittee does not sell or serve any alcoholic beverages that are distilled, manufactured, rectified, blended or bottled by the distiller, wine manufacturer, rectifier, blender or bottler having the financial interest in the premises or in the business conducted by a permittee.
- 3030 (c) [Through June 30, 2026] A distiller, wine
 3031 manufacturer, rectifier, blender or bottler may have a financial
 3032 interest in and possess a distillery retailer's permit and a wine
 3033 festival permit.
- 3034 (c) [From and after July 1, 2026] A distiller, wine 3035 manufacturer, rectifier, blender or bottler may have a financial interest in and possess a distillery retailer's permit.
- 3037 (d) The holder of a manufacturer's permit which is
 3038 located adjacent to the Mississippi Museum of Art and is bordered
 3039 by Court Street, Farish Street, South Street and Town Creek may
 3040 have a financial interest in a premises upon which alcoholic
 3041 beverages are sold at retail.
- 3042 It shall also be unlawful for any such person, or anyone (2) 3043 connected with his, its, or their business to lend any money or make any gift or offer any gratuity, to any retail permittee, 3044 except as authorized by regulations of the * * * department, to 3045 3046 the holder of any retail permit issued under the provisions of this article. Except as above provided, no retail permittee shall 3047 3048 accept, receive, or make use of any money or gift furnished by any such person, or become indebted to such person except for the 3049 3050 purchase of alcoholic beverages.

- 3051 (3) The * * * department shall not prohibit the furnishing
 3052 of advertising specialties, printed materials, or other things
 3053 having nominal value to a retail permittee. This section shall
 3054 not be construed to prohibit the possession by any person of
 3055 advertising specialties, printed materials, or other things having
 3056 nominal value furnished by a retail permittee.
- 3057 (4) Any person violating the provisions of this section
 3058 shall, upon conviction, be punished by a fine of not more than
 3059 Five Thousand Dollars (\$5,000.00) or by imprisonment for not more
 3060 than two (2) years, or by both such fine and imprisonment, in the
 3061 discretion of the court.
- 3062 **SECTION 44.** Section 67-1-83, Mississippi Code of 1972, is 3063 amended as follows:
- 3064 67-1-83. (1) It shall be unlawful for any permittee orany 3065 employee or agent thereof to sell or furnish any alcoholic 3066 beverage to any person who is visibly intoxicated, or to any 3067 person who is known to habitually drink alcoholic beverages to 3068 excess, or to any person who is known to be an habitual user of 3069 narcotics or other habit-forming drugs. It shall also be unlawful 3070 for the holder of any package retailer's permit to sell any 3071 alcoholic beverages except by delivery in person to the purchaser 3072 at the place of business of the permittee, unless the holder of a package retailer's permit also holds a delivery service permit or 3073 3074 uses a delivery service permittee to effect delivery.
- 3075 (2) It shall be unlawful for any permittee or any employee 3076 or agent thereof to sell or furnish any alcoholic beverage to any

3077 person to whom the department has, after investigation, decided to 3078 prohibit the sale of those beverages because of an appeal to the 3079 department so to do by the husband, wife, father, mother, brother, 3080 sister, child, or employer of the person. The interdiction in 3081 those cases shall last until removed by thedepartment, but no 3082 person shall be held to have violated this subsection unless he 3083 has been informed by the department, by registered letter, that it 3084 is forbidden to sell to that individual or unless that fact is 3085 otherwise known to the permittee or its employee or agent.

- 3086 (3) It shall be unlawful for any holder of a package
 3087 retailer's permit, or any employee or agent thereof, engaged
 3088 solely in the business of package retail sales under this article
 3089 to sell or furnish any alcoholic beverage before 10:00 a.m. and
 3090 after 10:00 p.m. or to sell alcoholic beverages on Sunday and
 3091 Christmas Day.
- 3092 Any person who violates any of the provisions of this 3093 section shall be quilty of a misdemeanor and, upon conviction, 3094 shall be punished by a fine of not more than Five Hundred Dollars 3095 (\$500.00) or by imprisonment in the county jail for a term of not 3096 more than six (6) months, or by both that fine and imprisonment, 3097 in the discretion of the court. In addition to any other penalties prescribed by law, the * * * $\frac{1}{2}$ department may immediately 3098 3099 revoke the permit of any permittee who violates the provisions of 3100 this section.
- 3101 **SECTION 45.** Section 67-1-87, Mississippi Code of 1972, is 3102 amended as follows:

- 3103 67-1-87. (1)Any person convicted of a violation of any of 3104 the provisions of this article for which no other penalty is specifically provided herein shall be quilty of a misdemeanor and 3105 shall be punished by a fine of not more than One Thousand Dollars 3106 3107 (\$1,000.00), or by imprisonment for not more than six (6) months, 3108 or by both such fine and imprisonment.
- 3109 (2) Any person convicted of a violation of any rules or 3110 regulations promulgated by the * * * department or corporation 3111 under the authority of this article shall be subject to a civil 3112 penalty to be assessed by the * * * department or corporation, 3113 respectively, in an amount not to exceed One Thousand Dollars 3114 (\$1,000.00) to be deposited into the State General Fund.
- 3115 SECTION 46. Section 67-1-89, Mississippi Code of 1972, is 3116 amended as follows:
- 67-1-89. In addition to any other rights and remedies which 3117 3118 it may have, the * * * department, in the name of the * * * 3119 commissioner, shall have the right to resort to and apply for injunctive relief, both temporary and permanent, in any court of 3120 3121 competent jurisdiction to enforce compliance with the provisions 3122 of this article and to restrain and prevent violations and 3123 threatened violations thereof. The Attorney General, district 3124 attorneys and county attorneys of this state, shall aid and assist 3125 the * * * department in all such actions when requested by
- 3126 the * * * commissioner so to do.
- **SECTION 47.** Section 67-1-91, Mississippi Code of 1972, is 3127
- 3128 amended as follows:

3129 67-1-91. (1) It is hereby made the duty of every police and 3130 peace officer and every district and county attorney and the * * * division of the * * * department to enforce the provisions of this 3131 article and to inform against and diligently prosecute persons 3132 3133 whom they have reasonable cause to believe to be offenders against 3134 the provisions thereof. Every such officer refusing or neglecting to do so shall be guilty of a misdemeanor, and the court, in 3135 3136 addition to imposing the penalty therefor, shall adjudge 3137 forfeiture of his office.

- 3138 (2) In any county or municipality where it is readily 3139 apparent that local law enforcement authorities in cooperation with the agents and inspectors provided by the * * * department 3140 3141 cannot control the illegal sale of alcoholic beverages, the * * * department shall request such assistance as it may deem necessary 3142 3143 from the Mississippi Highway Safety Patrol; and it shall be the 3144 duty of the Governor of the State of Mississippi to see that the 3145 laws of the state are properly enforced by use of the additional authority as herein provided. 3146
- 3147 The officers, agents and representatives of the * * * (3) 3148 department and the * * * division thereof are authorized and 3149 directed to strictly enforce the prohibition laws throughout the 3150 state, except in those counties and municipalities which have voted for the legalized sale of intoxicating liquor. The State 3151 3152 Highway Patrol, sheriffs, police departments, constables, and all peace officers, and prosecuting attorneys, the Attorney General's 3153 3154 office, district attorneys, county attorneys, city attorneys, and

3155 all others charged with upholding the law, as well as the

3156 citizenry of this state, are hereby urged and directed to uphold

the dignity of the law, to foster public respect therefor and to 3157

strictly enforce the laws against intoxicating liquor in all cases 3158

3159 while operating a motor vehicle on the streets and highways of

3160 this state, and to enforce the law and prosecute against the

wrongful use of intoxicating liquor in any county or municipality 3161

3162 by a permit holder or licensee or anyone else under such

3163 circumstances and conditions as would lead to a breakdown in

public law or is violative of the public sense of common decency, 3164

3165 as well as to enforce the law against gambling, organized crime,

3166 or social vice and corruption.

3167 SECTION 48. Section 67-1-101, Mississippi Code of 1972, is

3168 amended as follows:

67-1-101. (1) For the purposes of this section, the 3169

3170 following words shall have the following meanings ascribed in this

3171 section, unless the context clearly otherwise requires:

3172 "Municipality" means any incorporated city, town or (a)

3173 village that has voted in favor of coming out from under the dry

3174 law or is in a county that has voted in favor of coming out from

3175 under the dry law.

"Leisure and recreation district" means an area 3176

3177 officially designated by ordinance or resolution of the governing

authorities of a municipality or county as a leisure and 3178

recreation district. 3179

- 3180 (c) "County" means any county that has voted in favor 3181 of coming out from under the dry law.
- 3182 (2) Subject to the provisions of this section, the (a) governing authorities of a municipality, by ordinance, may 3183 establish one or more leisure and recreation districts within the 3184 3185 corporate boundaries of the municipality and designate the 3186 geographic area or areas to be included within a district. governing authorities of a municipality, by ordinance, may modify 3187 3188 the boundaries of a leisure and recreation district. In addition, the boundaries of a leisure and recreation district may extend 3189 3190 from within the municipality into the unincorporated area of the 3191 county in which the municipality is located if the county consents 3192 to the extension and has voted in favor of coming out from under 3193 the dry law.
- 3194 (b) Subject to the provisions of this section, the
 3195 board of Supervisors of a county, by resolution, may establish one
 3196 or more leisure and recreation districts within the county that
 3197 are outside the corporate limits of any municipality in the county
 3198 and designate the geographic area or areas to be included within
 3199 the districts.
- 3200 (c) The designation or modification of the geographic
 3201 area or areas as a leisure and recreation district shall include a
 3202 detailed description of the area or areas within the district,
 3203 boundaries of the district and a georeferenced map of the
 3204 district. In addition to any other matters addressed in an
 3205 ordinance or resolution establishing or modifying a leisure and

3206 recreation district, a municipality or county, as the case may be,

3207 must describe the manner in which the municipality or county, as

- 3208 the case may be, will provide for adequate law enforcement and
- 3209 other public safety measures and services within the district.
- 3210 Following the establishment and/or modification of a leisure and
- 3211 recreation district, the municipality or county, as the case may
- 3212 be, shall provide the department * * * with (i) a copy of any
- 3213 ordinance or resolution relating to the establishment or
- 3214 modification of the district, (ii) verification from the municipal
- 3215 police department and/or applicable sheriff's department
- 3216 indicating how such department will provide adequate law
- 3217 enforcement and other public safety measures and services within
- 3218 the district, and (iii) a list of persons or other entities that
- 3219 hold permits issued under Section 67-1-51(c), (e), (f), (g), (l),
- 3220 (n) or (o) and are located and/or doing business under such
- 3221 permits in the district at the time the district is established.
- 3222 **SECTION 49.** Section 67-1-201, Mississippi Code of 1972, is
- 3223 amended as follows:
- 3224 67-1-201. In addition to the definitions provided in Section
- 3225 67-1-5, which apply to this article, the following terms as used
- 3226 in this article shall have the following meanings unless otherwise
- 3227 required by the context:
- 3228 (a) "Commissioner" means the Commissioner of Revenue.
- 3229 (b) "Construction contractor" means an entity
- 3230 contracting with the Department of Finance and Administration to
- 3231 design and construct a warehouse under this article.

- 3232 (c) "Occasional improvements" means items of
 3233 maintenance, repairs, upgrades or other improvements for the
 3234 warehouse or its equipment that are not performed on a monthly
- 3235 basis.
- 3236 (d) "Regular maintenance" means monthly overhead
- 3237 expenses, including, but not limited to, utilities, cleaning
- 3238 services and lawn care.
- 3239 (e) "Shipping costs" means the cost to the \star \star
- 3240 corporation per case of alcoholic beverages delivered from the
- 3241 warehouse to the permittee's premises.
- 3242 (f) "State" means the State of Mississippi.
- 3243 (g) "Warehouse" or "new warehouse" means a liquor
- 3244 distribution warehouse constructed under this article.
- 3245 (h) "Warehouse operator" or "operator" means an entity
- 3246 contracting with the * * * corporation to perform warehouse and
- 3247 distribution operations.
- 3248 (i) "Warehouse and distribution operations" or
- 3249 "operations" means services provided to or on behalf of the state
- 3250 for the management of the warehouse and the distribution of
- 3251 alcoholic beverages. "Warehouse and distribution operations" or
- 3252 "operations" may include shipping; however, nothing herein shall
- 3253 preclude the * * * corporation from entering into separate
- 3254 contracts for operations and for shipping.
- 3255 **SECTION 50.** Section 67-1-203, Mississippi Code of 1972, is
- 3256 amended as follows:

- 3257 67-1-203. (1) The Department of Finance and Administration, 3258 using the monies available in the ABC Warehouse Construction Fund 3259 created in Section 67-1-211(1) and such other monies as the 3260 Legislature may make available, shall purchase land for and shall 3261 provide for the design and construction of a warehouse for 3262 the * * * corporation in the most expedient and cost-effective 3263 manner practicable as determined by the Executive Director of the 3264 Department of Finance and Administration.
- 3265 The Department of Finance and Administration shall 3266 select a suitable site for the warehouse within fifty (50) miles 3267 of the new state capitol building. In selecting a site, the 3268 Department of Finance and Administration shall consider the 3269 feasibility of selecting state-owned land by comparing the cost of 3270 preparing the state-owned land for construction to the cost of 3271 acquiring other land and preparing such other land for 3272 construction.
- 3273 (3) The contract for design and construction shall provide
 3274 that the operator shall be consulted so that the warehouse may, so
 3275 far as possible, suit the preferences of the operator in
 3276 furtherance of effective operations. The contract shall also
 3277 provide that the design shall aim to fill demand for the next
 3278 twenty-five (25) years.
- 3279 (4) A contract for warehouse construction shall not be 3280 entered into unless the construction contractor has demonstrated:
- 3281 (a) The qualifications, experience and management 3282 personnel necessary to carry out the terms of the contract;

- 3283 (b) The ability to comply with applicable federal and 3284 state laws; and
- 3285 (c) The ability to expedite the design and construction 3286 of facilities comparable to the warehouse.
- 3287 **SECTION 51.** Section 67-1-205, Mississippi Code of 1972, is 3288 amended as follows:
- 3289 67-1-205. (1) The * * * corporation shall assume the

 3290 department's contract for warehouse and distribution operations as

 3291 of July 1, 2024, and shall negotiate all such subsequent

 3292 contracts. The shipping contract in effect on July 1, 2022, shall

 3293 remain in effect until the expiration of its term.
- 3294 (2) The * * * corporation shall pay regular maintenance
 3295 expenses and shall reimburse the operator for services performed
 3296 under the contract out of monies appropriated by the Legislature.
- 3297 (3) The contract shall include the following terms:
- 3298 (a) The * * * corporation shall pay the operator

 3299 cost-plus on these operations at a set dollar amount per case of

 3300 alcoholic beverages sold. Otherwise, the contract shall not alter

 3301 the current cash flow of operations;
- 3302 (b) The operator shall be allotted a monthly spending
 3303 limit for occasional improvements. The state may, at any time,
 3304 review the operator's spending. The operator shall obtain prior
 3305 state approval for any spending over the monthly limit set in the
 3306 contract. The contract shall allow the operator to pay out of
 3307 pocket, in which case the state will reimburse the operator on a

monthly basis out of monies in the ABC Warehouse Improvements Fund created in Section 67-1-211(2);

- 3310 (c) Shipping costs, where the contract encompasses
 3311 shipping, shall be based on a set dollar amount per case of
 3312 alcoholic beverages shipped from the warehouse to the permittee's
 3313 premises;
- (d) The * * * corporation and the operator may provide

 for the operator's software to interface with the * * *

 corporation's system in a manner allowing for information sharing

 in furtherance of efficient operations while also protecting the

 security of the * * * corporation's system;
- (e) The * * * corporation shall develop quality and efficiency criteria for determining whether to renew a contract for warehouse and distribution operations;
- 3322 The obligation of the * * * corporation to proceed 3323 under the contract is conditioned upon the appropriation of funds 3324 by the Legislature and the receipt of state or federal funds. the funds anticipated for the continuing time fulfillment of the 3325 3326 agreement are, at any time, not forthcoming or insufficient, 3327 either through the failure of the federal government to provide 3328 funds or of the State of Mississippi to appropriate funds, or the 3329 discontinuance or material alteration of the program under which funds were provided, or if funds are not otherwise available to 3330 3331 the * * * corporation, the * * * corporation shall have the right, upon ten (10) working days' written notice to the operator, to 3332 3333 terminate this agreement without damage, penalty, cost or other

- expenses to the * * * corporation of any kind whatsoever. The seffective date of termination shall be as specified in the notice of termination;
- 3337 (g) The state and the operator as parties to the
 3338 contract and all terms of the contract shall be subject to and
 3339 governed by the laws of the state at the time the contract is
 3340 entered into, and any later amendments to such laws, through the
 3341 duration of the contract; and
- 3342 (h) The operator shall be required to comply with any
 3343 duties, responsibilities, conditions or other provisions required
 3344 by state law during the duration of the contract, regardless of
 3345 whether such duties, responsibilities, conditions or other
 3346 provisions were required by state law at the time the contract was
 3347 entered into.
- The initial contract for operations shall terminate on 3348 3349 the earlier of: (a) four (4) years from the date it commences; or 3350 (b) the last day of the use of the warehouse that is in service on 3351 July 1, 2022. The contract may be renewed for four (4) years, 3352 with another option to renew at the end of that four-year term. 3353 The * * * corporation shall issue requests for proposals before 3354 entering any subsequent contract. Requests for proposals shall be 3355 required whenever a contract is not renewed, but no less 3356 frequently than every twelve (12) years.
- 3357 (5) The contract shall provide that all employees needed for 3358 operations shall be employees of the operator.

- 3359 (6) A contract for warehouse and distribution operations
- 3360 shall not be entered into unless the operator has demonstrated:
- 3361 (a) The qualifications, experience and management
- 3362 personnel necessary to carry out the terms of the contract; and
- 3363 (b) The ability to comply with applicable federal and
- 3364 state laws.
- 3365 (7) A contract for operations shall not be entered into
- 3366 unless the following requirements are met:
- 3367 (a) In addition to fire and casualty insurance, the
- 3368 operator provides at least Ten Million Dollars (\$10,000,000.00) of
- 3369 liability insurance. The liability insurance shall be issued by
- 3370 an insurance company with a rating of at least an A- according to
- 3371 AM Best standards. In determining the adequacy of such insurance,
- 3372 the Department of Finance and Administration shall determine
- 3373 whether:
- 3374 (i) The insurance is adequate to protect the state
- 3375 from any and all actions by a third party against the operator or
- 3376 the state as a result of the contract;
- 3377 (ii) The insurance is adequate to protect the
- 3378 state against any and all claims arising as a result of any
- 3379 occurrence during the term of the contract;
- 3380 (iii) The insurance is adequate to assure the
- 3381 operator's ability to fulfill its contract with the state in all
- 3382 respects, and to assure that the operator is not limited in this
- 3383 ability because of financial liability which results from
- 3384 judgments; and

3385 (iv) The insurance is adequate to satisfy such
3386 other requirements specified by the independent risk
3387 management/actuarial firm.

- 3388 (b) The sovereign immunity of the state shall not apply
 3389 to the operator. Neither the operator nor the operator's insurer
 3390 may plead the defense of sovereign immunity in any action arising
 3391 out of the performance of the contract.
- 3392 (c) The operator shall post a performance bond to
 3393 assure the operator's faithful performance of the specifications
 3394 and conditions of the contract. The bond is required throughout
 3395 the term of the contract. The terms and conditions must be
 3396 approved by the * * * corporation and the Department of Finance
 3397 and Administration, and such approval is a condition precedent to
 3398 the contract taking effect.
- The operator shall defend any suit or claim brought 3399 3400 against the state arising out of any act or omission in 3401 operations, and shall hold the state harmless from such claim or 3402 suit. The operator shall be solely responsible for the payment of 3403 any legal or other costs relative to any such claim or suit. 3404 operator shall reimburse the state for any costs that it may incur 3405 as a result of such claim or suit immediately upon being submitted 3406 a statement therefor by the Attorney General.

Any suit brought or claim made arising out of any act or omission in operations shall be made or brought against the operator and not the state. 3410 The Attorney General retains all rights and emoluments of his

3411 or her office which include direction and control over any

- 3412 litigation or claim involving the state.
- 3413 **SECTION 52.** Section 67-1-207, Mississippi Code of 1972, is
- 3414 amended as follows:
- 3415 67-1-207. A plan shall be developed and certified by
- 3416 the * * * president which demonstrates the method by which the
- 3417 state would resume control of the warehouse upon termination of
- 3418 the contract for operations. The plan shall be submitted for
- 3419 review and comment to the Governor, the Lieutenant Governor, the
- 3420 Speaker of the House, the Chairmen of the Senate Finance Committee
- 3421 and the House Ways and Means Committee, and the Joint Legislative
- 3422 Committee on Performance Evaluation and Expenditure Review.
- 3423 **SECTION 53.** Section 67-1-211, Mississippi Code of 1972, is
- 3424 amended as follows:
- 3425 67-1-211. (1) A special fund, to be designated the "ABC
- 3426 Warehouse Construction Fund," is created within the State
- 3427 Treasury. The fund shall be maintained by the State Treasurer as
- 3428 a separate and special fund, separate and apart from the State
- 3429 General Fund * * *. Monies in this special fund shall be used to
- 3430 assist the Department of Finance and Administration in paying the
- 3431 costs associated with land acquisition for, and the design,
- 3432 construction, furnishing and equipping of, a new warehouse for
- 3433 the * * * corporation. In addition, monies in this special fund
- 3434 shall be used to pay the costs of relocating inventory to the new
- 3435 warehouse from the warehouse that is in service on July 1, 2022.

- 3436 Unexpended amounts remaining in the fund at the end of a fiscal
- 3437 year shall not lapse into the State General Fund, and any interest
- 3438 earned or investment earnings or interest earned on amounts in the
- 3439 fund shall be deposited to the credit of the fund.
- 3440 (2) A special fund, to be designated the "ABC Warehouse
- 3441 Improvements Fund," is created within the State Treasury. The
- 3442 fund shall be maintained by the State Treasurer as a separate and
- 3443 special fund, separate and apart from the State General
- 3444 Fund * * *. Monies in this special fund shall be used to assist
- 3445 the * * * corporation in paying the costs associated with
- 3446 occasional improvements. Unexpended amounts remaining in the fund
- 3447 at the end of a fiscal year shall not lapse into the State General
- 3448 Fund, and any interest earned or investment earnings or interest
- 3449 earned on amounts in the fund shall be deposited to the credit of
- 3450 the fund.
- 3451 **SECTION 54.** Section 67-3-3, Mississippi Code of 1972, is
- 3452 amended as follows:
- 3453 67-3-3. When used in this chapter, unless the context
- 3454 indicates otherwise:
- 3455 (a) "Commissioner" means the Commissioner of
- 3456 Revenue \star \star , and his authorized agents and employees.
- 3457 (b) "Person" means one or more persons, a company, a
- 3458 corporation, a partnership, a syndicate or an association.
- 3459 (c) "Brewpub" shall have the meaning ascribed to such
- 3460 term in Section 27-71-301.

- 3461 (d) "Beer" means a malt beverage as defined in the 3462 Federal Alcohol Administration Act and any rules and regulations 3463 adopted pursuant to such act of an alcoholic content of not more 3464 than eight percent (8%) by weight.
- 3465 (e) "Light wine" means wine of an alcoholic content of 3466 not more than five percent (5%) by weight.
- 3467 "Small craft brewery" means a person having a (f) 3468 permit under this chapter to manufacture or brew light wine, light 3469 spirit product or beer in this state and who manufactures or brews not more than sixty thousand (60,000) barrels of light wine, light 3470 3471 spirit product or beer at all breweries that such person or its 3472 affiliates, subsidiary or parent company owns or controls or with 3473 whom such person contracts with for the manufacture of light wine, light spirit product or beer. For purposes of this paragraph, 3474 contract-brewed beer manufactured by a person having a permit 3475 3476 under this chapter to manufacture or brew light wine, light spirit 3477 product or beer shall be included in the sixty-thousand-barrel 3478 limitation.
- 3479 (g) "Growler" means a sealed container that holds not 3480 more than one hundred twenty-eight (128) ounces of light wine, 3481 light spirit product or beer. A growler must have a label on it 3482 stating what it contains.
- 3483 (h) "Manufacturer" shall have the meaning ascribed to 3484 such term in Section 27-71-301.
- 3485 (i) "Contract-brewed beer" means beer brewed by a 3486 manufacturer who:

- 3487 (i) Makes the beer pursuant to a written contract
- 3488 with another beer manufacturer, and neither entity has a
- 3489 controlling interest in the other entity;
- 3490 (ii) Makes the beer in accordance with a recipe
- 3491 that is a trade secret of the beer manufacturer having its beer
- 3492 made under contract; and
- 3493 (iii) Has no right to sell the beer to any other
- 3494 beer manufacturer, importer or wholesaler other than the beer
- 3495 manufacturer who contracted for the beer.
- 3496 (j) "Light spirit product" means a beverage of an
- 3497 alcoholic content of not more than six percent (6%) by weight and
- 3498 containing one or more distilled spirits, as defined in Section
- 3499 67-1-5.
- 3500 (k) "Microbrewery" means a person having a permit under
- 3501 this chapter to manufacture or brew light wine, light spirit
- 3502 product or beer in this state and who manufactures or brews not
- 3503 more than three thousand (3,000) barrels of light wine, light
- 3504 spirit product or beer at its permitted location.
- 3505 (1) "Corporation" means the Mississippi Alcoholic
- 3506 Beverage Corporation.
- 3507 (m) "President" means the President of the Alcoholic
- 3508 Beverage Corporation, who shall serve as the corporation's chief
- 3509 executive officer.
- 3510 **SECTION 55.** Section 67-3-17, Mississippi Code of 1972, is
- 3511 amended as follows:

3512 67-3-17. (1)Any person desiring to engage in any business 3513 taxable under Sections 27-71-303 through 27-71-317, \star * either as a retailer, or as a wholesaler or distributor, or as a 3514 manufacturer, of light wines, light spirit products or beer, shall 3515 3516 file with the commissioner an application for a permit allowing 3517 him to engage in such business. The application for a permit shall contain a statement showing the name of the business, and if 3518 a partnership, firm, association or limited liability company, the 3519 3520 name of each partner or member, and if a corporation the names of two (2) principal officers, the post office address, and the 3521 3522 nature of business in which engaged. In case any business is 3523 conducted at two (2) or more separate places, a separate permit 3524 for each place of business shall be required. The commissioner 3525 shall prescribe the form of the application and designate who is required to sign the application. The application shall be signed 3526 3527 under penalty of perjury.

3528 The application shall include a statement that the (2) applicant will not, except as otherwise authorized in this 3529 3530 chapter, allow any alcoholic beverages as defined in Section 3531 67-1-5, any beer having an alcoholic content of more than eight 3532 percent (8%) by weight, any spirit product having an alcoholic 3533 content of more than six percent (6%) by weight, or any wine 3534 having an alcoholic content of more than five percent (5%) by 3535 weight, to be kept, stored or secreted in or on the premises 3536 described in such permit or license, and that the applicant will 3537 not otherwise violate any law of this state, or knowingly allow

- any other person to violate any such law, while in or on such premises.
- 3540 (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 * * *.
- 3543 **SECTION 56.** Section 67-3-19, Mississippi Code of 1972, is amended as follows:
- 3545 67-3-19. Where application is made for a permit to engage in 3546 the business of a retailer of light wine, light spirit product or 3547 beer, the applicant shall show in his application that he 3548 possesses the following qualifications:
- 3549 (a) Applicant must be a person at least twenty-one (21) 3550 years of age, of good moral character and a resident of the State 3551 of Mississippi.
- 3552 (b) Applicant shall not have been convicted of a
 3553 felony, or of pandering or of keeping or maintaining a house of
 3554 prostitution, or have been convicted within two (2) years of the
 3555 date of his application of any violation of the laws of this state
 3556 or the laws of the United States relating to alcoholic liquor.
- 3557 (c) Applicant shall not have had revoked, except for a
 3558 violation of Section 67-3-52, within two (2) years next preceding
 3559 his application, any license or permit issued to him pursuant to
 3560 the laws of this state, or any other state, to sell alcoholic
 3561 liquor of any kind.

- 3562 (d) Applicant shall be the owner of the premises for 3563 which the permit is sought or the holder of an existing lease 3564 thereon.
- 3565 (e) Applicant shall not be residentially domiciled with 3566 any person whose permit has been revoked for cause, except for a 3567 violation of Section 67-3-52, within two (2) years next preceding 3568 the date of the present application for a permit.
- 3569 (f) The applicant has not had any license or permit to sell beer, light spirit product or light wine at retail revoked, within five (5) years next preceding his application, due to a violation of Section 67-3-52.
- 3573 (g) Applicant shall not employ any person whose permit
 3574 has been revoked when such person owned or operated the business
 3575 on the premises for which a permit is sought or allow such person
 3576 to have any financial interest in the business of the applicant,
 3577 until such person is qualified to obtain a permit in his own name.
- 3578 (h) The applicant is not indebted to the State of 3579 Mississippi for any taxes.
- 3580 (i) If applicant is a partnership, all members of the 3581 partnership must be qualified to obtain a permit. Each member of 3582 the partnership must be a resident of the State of Mississippi.
- (j) If applicant is a corporation, all officers and directors thereof, and any stockholder owning more than five percent (5%) of the stock of such corporation, and the person or persons who shall conduct and manage the licensed premises for the corporation shall possess all the qualifications required herein

- for any individual permittee. However, the requirements as to residence shall not apply to officers, directors and stockholders of such corporation.
- 3591 Any misstatement or concealment of fact in an application 3592 shall be grounds for denial of the application or for revocation of the permit issued thereon.
- 3594 The commissioner may refuse to issue a permit to an applicant 3595 for a place that is frequented by known criminals, prostitutes, or 3596 other law violators or troublemakers who disturb the peace and 3597 quietude of the community and frequently require the assistance of 3598 peace officers to apprehend such law violators or to restore 3599 order. The burden of proof of establishing the foregoing shall 3600 rest upon the commissioner.
- 3601 **SECTION 57.** Section 67-3-22, Mississippi Code of 1972, is 3602 amended as follows:
- 3603 67-3-22. (1) The production limits for a brewpub shall be 3604 based upon production as determined by the department * * * 3605 pursuant to Section 27-71-307 * * * and a brewpub shall not 3606 manufacture more than seventy-five thousand (75,000) gallons of light wine or beer per calendar year.
- 3608 (2) Light wine or beer produced at a brewpub shall not be 3609 sold at a price less than it cost to manufacture such light wine 3610 or beer.
- 3611 (3) A brewpub shall be required to offer for sale light wine 3612 or beer that is normally carried on the inventory of wholesalers 3613 or distributors of light wine or beer.

- 3614 **SECTION 58.** Section 67-3-23, Mississippi Code of 1972, is 3615 amended as follows:
- 3616 67-3-23. Upon receipt of an application for a permit to
- 3617 engage in any business taxable under * * * Sections 27-71-303
- 3618 through 27-71-317 * * * and the oath required by Section 67-3-17,
- 3619 the commissioner shall issue to such applicant, without cost, a
- 3620 permit to engage in such business upon condition that the
- 3621 applicant shall obtain a license and pay the tax imposed under the
- 3622 provisions of law for the privilege of engaging, or continuing, in
- 3623 such business. Such permit shall be displayed at all times in
- 3624 some conspicuous place at the applicant's place of business. No
- 3625 permit shall be transferable.
- 3626 **SECTION 59.** Section 67-3-28, Mississippi Code of 1972, is
- 3627 amended as follows:
- 3628 67-3-28. (1) Any person desiring to engage in business as a
- 3629 brewpub shall file with the commissioner, along with the
- 3630 application required by Section 67-3-17, \star \star a certificate
- 3631 issued by a licensed testing laboratory indicating that such
- 3632 laboratory has tested a sample of the applicant's beer, light
- 3633 spirit product or light wine, or a combination thereof, and that
- 3634 the alcohol content of such sample of beer does not exceed eight
- 3635 percent (8%) by weight, and the alcohol content of such sample of
- 3636 light spirit product does not exceed six percent (6%) by weight,
- 3637 and the alcoholic content of such sample of light wine does not
- 3638 exceed five percent (5%) by weight.

3639 Every brewpub shall be required to submit to random 3640 testing by the commissioner to determine whether any beer being manufactured, sold, kept, stored or secreted by the license holder 3641 contains an alcohol content greater than eight percent (8%) by 3642 3643 weight, and light spirit product being manufactured, sold, kept, 3644 stored or secreted by the license holder contains an alcoholic content greater than six percent (6%) by weight, and any light 3645 wine being manufactured, sold, kept, stored or secreted by the 3646 3647 license holder contains an alcoholic content greater than five percent (5%) by weight. The commissioner shall establish and 3648 3649 administer testing standards and procedures to be used in such 3650 random testing. The brewpub licensee shall be responsible for all 3651 costs incurred by the commissioner in conducting random testing 3652 under this section.

3653 **SECTION 60.** Section 67-5-5, Mississippi Code of 1972, is 3654 amended as follows:

67-5-5. For purposes of this chapter, the following words and phrases shall have the definitions ascribed herein, unless the context otherwise requires:

(a) "Native wine" shall mean any product, produced in Mississippi for sale, having an alcohol content not to exceed twenty-one percent (21%) by weight and made in accordance with revenue laws of the United States, which shall be obtained primarily from the alcoholic fermentation of the juice of ripe grapes, fruits, berries, honey or vegetables grown and produced in Mississippi; provided that bulk, concentrated or fortified wines

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3665 used for blending may be produced without this state and used in

3666 producing native wines. The * * * $\frac{1}{2}$ department shall adopt and

3667 promulgate rules and regulations to permit a producer to import

3668 such bulk and/or fortified wines into this state for use in

3669 blending with native wines without payment of any excise tax that

3670 would otherwise accrue thereon. In order to be classified as

3671 "native wine" under the provisions of this chapter, at least

3672 fifty-one percent (51%) of the finished product by volume shall

3673 have been obtained from fermentation of grapes, fruits, berries,

3674 honey or vegetables grown and produced in Mississippi.

3675 (b) "Native winery" shall mean any place or

establishment within this state where native wine is produced in

3677 whole or in part for sale.

3678 (c) "Produce" shall mean to do or to perform any act or

3679 thing in the process of making native wine.

3680 (d) "Person" shall mean one or more natural persons, or

3681 a corporation, partnership or association.

3682 (e) "Producer" shall mean any person who owns, operates

or conducts a native winery, but it does not mean the employees of

3684 such persons.

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3685 (f) "Consumer" shall mean any person who purchases

3686 native wine for the purpose of consuming it, giving it away, or

3687 distributing it in any way other than by sale, barter or exchange.

3688 (g) "Commission" or "department" shall mean the

3689 Mississippi * * * Department of Revenue.

- 3690 (h) * * * "Corporation" shall mean the Mississippi
- 3691 Alcoholic Beverage Corporation.
- 3692 (i) "President" shall mean the President of the
- 3693 Alcoholic Beverage Corporation, who shall serve as the
- 3694 corporation's chief executive officer.
- 3695 **SECTION 61.** Section 67-5-9, Mississippi Code of 1972, is
- 3696 amended as follows:
- 3697 67-5-9. (1) Every native winery in the State of Mississippi
- 3698 shall apply for a permit as provided for in Section 67-1-51, * * *
- 3699 and shall be issued said initial and renewal permit by the * * \star
- 3700 department upon meeting the qualifications and requirements
- 3701 presently set forth by law or regulation for permits authorized by
- 3702 said Section 67-1-51.
- 3703 (2) Every native winery shall register with the Secretary of
- 3704 State, shall show the location and permit number of said winery,
- 3705 shall show the name and address of the producer owning, conducting
- 3706 or operating the winery, shall show the name and address of all
- 3707 local agents and such other pertinent information which may be
- 3708 required by the Secretary of State, and shall appoint an agent for
- 3709 service of process within the State of Mississippi.
- 3710 **SECTION 62.** Section 67-5-11, Mississippi Code of 1972, is
- 3711 amended as follows:
- 3712 67-5-11. (1) Within the State of Mississippi, every native
- 3713 winery is authorized to make sales to the * * * corporation or to
- 3714 consumers at the location of the native winery or its immediate
- 3715 vicinity. Every native winery is authorized to make sales to any

- producer, manufacturer, wholesaler, retailer or consumer located outside of the State of Mississippi who are authorized by law to
- 3718 purchase the same.
- 3719 (2) With respect to native wines or distilled spirits sold
- 3720 by the \star \star corporation to retailers under Section 67-1-41, the
- 3721 native winery or distillery retailer may hold those wines or
- 3722 spirits for onsite pickup instead of shipping them to the * * *
- 3723 corporation warehouse, at the option of the retailer and pursuant
- 3724 to any rules promulgated by the * * * corporation.
- 3725 **SECTION 63.** Section 67-5-13, Mississippi Code of 1972, is
- 3726 amended as follows:
- 67-5-13. (1) Upon every producer holding a permit for the
- 3728 production of native wine, there is levied and imposed for each
- 3729 location for the privilege of engaging and continuing in this
- 3730 state in the production of native wine an annual privilege license
- 3731 tax in an amount equal to Ten Dollars (\$10.00) for each ten
- 3732 thousand (10,000) gallons, or any part thereof, of native wine
- 3733 produced by the winery.
- 3734 (2) There is levied and assessed an excise tax upon each
- 3735 case of native wine sold by a producer to any source to be
- 3736 collected from the producer in the amount provided for in Section
- 3737 27-71-7. However, native wine produced in Mississippi for export
- 3738 and sale without this state and native wine produced in
- 3739 Mississippi and sold to the * * * corporation shall not be subject
- 3740 to the excise tax, nor shall the tax accrue or be collected on

- native wines dispensed, as free samples in quantities of not more than six (6) ounces, in the tasting room of a native winery.
- 3743 (3) The privilege tax imposed by subsection (1) of this 3744 section shall be collected in the same manner as presently 3745 provided by law for the collection of other alcoholic beverages. 3746 The excise tax imposed by subsection (2) of this section shall be
- 3747 reported monthly by the producer to the * * * department and the
- 3748 corporation on all sales made in Mississippi to consumers at the
- 3749 location of the native winery or its immediate vicinity, along
- 3750 with a statement of gallonage produced during that month, and the
- 3751 producer shall remit the tax due and owing with each report. The
- 3752 producer shall also include in the report a statement of gallonage
- 3753 sold and exported for sale outside this state.
- 3754 (4) The corporation shall remit all taxes levied by and
- 3755 collected under this section to the department in accordance with
- 3756 regulations promulgated by the department, and all such taxes
- 3757 shall be deposited in the $\underline{\text{State}}$ General Fund.
- 3758 **SECTION 64.** Section 67-7-5, Mississippi Code of 1972, is
- 3759 amended as follows:
- 3760 67-7-5. As used in this chapter, the following words or
- 3761 phrases, or the plural thereof, whenever they appear in this
- 3762 chapter, unless the context clearly requires otherwise, shall have
- 3763 the meaning ascribed to them in this section.
- 3764 (a) "Agreement" means any agreement between a
- 3765 wholesaler and a supplier, whether oral or written, whereby a
- 3766 wholesaler is granted the right to purchase and sell a brand or

- 3767 brands of light wine, light spirit product or beer sold by a 3768 supplier.
- 3769 (b) "Ancillary business" means a business owned by the
 3770 wholesaler, by a substantial stockholder of a wholesaler, or by a
 3771 substantial partner of a wholesaler, the primary business of which
 3772 is directly related to the transporting, storing or marketing of
 3773 the brand or brands of light wine, light spirit product or beer of
 3774 a supplier with whom the wholesaler has an agreement; or a
 3775 business owned by a wholesaler, a substantial stockholder of a
- 3777 (c) "Commission" or "department" means the <u>Mississippi</u>
 3778 Department of Revenue * * *.
- 3779 (d) "Commissioner" means the Commissioner of 3780 Revenue * * *.
- 3781 "Designated member" means the spouse, child, 3782 grandchild, parent, brother or sister of a deceased individual who 3783 owned an interest, including a controlling interest, in a 3784 wholesaler, or any person who inherits under the deceased 3785 individual's will, or under the laws of intestate succession of 3786 this state; or any person who or entity which has otherwise, 3787 through a valid testamentary device by the deceased individual, 3788 succeeded the deceased individual in the wholesaler's business, or 3789 has succeeded to the deceased individual's ownership interest in 3790 the wholesaler pursuant to a written contract or instrument which has been previously approved by the supplier; "designated member" 3791 3792 includes the appointed and qualified personal representative and

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wholesaler.

the testamentary trustee of a deceased individual owning an ownership interest in a wholesaler, and it includes the person appointed by a court as the guardian or conservator of the property of an incapacitated individual owning an ownership interest in a wholesaler.

- 3798 (f) "Establish" means to adjust or regulate, to provide 3799 for and uphold.
- 3800 (g) "Good faith" means honesty in fact and observance 3801 of reasonable commercial standards of fair dealing in the trade, 3802 as defined in and interpreted under the Uniform Commercial Code.
- 3803 (h) "Reasonable qualifications" means the standard of 3804 the reasonable criteria established and consistently used by the 3805 respective supplier for similarly situated wholesalers that 3806 entered into, continued or renewed an agreement with the supplier 3807 during a period of twenty-four (24) months before the proposed 3808 transfer of the wholesaler's business, or for similarly situated 3809 wholesalers who have changed managers or designated managers, under the agreement, during a period of twenty-four (24) months 3810 3811 before the proposed change in the manager or successor manager of 3812 the wholesaler's business.
- 3813 (i) "Retaliatory action" means the refusal to continue 3814 an agreement, or a material reduction in the quality of service or 3815 quantity of products available to a wholesaler under an agreement, 3816 which refusal or reduction is not made in good faith.

- 3817 (j) "Sales territory" means a primary area of sales
 3818 responsibility for the brand or brands of light wine, light spirit
 3819 product or beer sold by a supplier as designated by an agreement.
- 3820 (k) "Substantial stockholder or substantial partner"

 3821 means a stockholder of or partner in the wholesaler who owns an

 3822 interest of ten percent (10%) or more of the partnership or of the

 3823 capital stock of a corporate wholesaler.
- 3824 (1) "Successor" means a person who replaces a supplier 3825 with regard to the right to manufacture, sell, distribute or 3826 import a brand or brands of light wine, light spirit product or 3827 beer.
- 3828 (m) "Supplier" means a manufacturer or importer of 3829 light wine, light spirit product or beer as regulated by the 3830 department under Sections 67-3-1 through 67-3-73.
- "Transfer of wholesaler's business" means the 3831 3832 voluntary sale, assignment or other transfer of ten percent (10%) 3833 or more of control of the business or all or substantially all of the assets of the wholesaler, or ten percent (10%) or more of 3834 3835 control of the capital stocks of the wholesaler, including without 3836 limitation the sale or other transfer of capital stock or assets 3837 by merger, consolidation or dissolution, or of the capital stock 3838 of the parent corporation, or of the capital stock or beneficial 3839 ownership of any other entity owning or controlling the wholesaler. 3840

- 3841 (o) "Wholesaler" means a wholesaler of light wine,
- 3842 light spirit product or beer as regulated by the department under
- 3843 Sections 67-3-1 through 67-3-73.
- 3844 (p) "Similarly situated wholesalers" means wholesalers
- 3845 of a supplier that are of a generally comparable size and operate
- 3846 in markets in Mississippi and adjoining states with similar
- 3847 demographic characteristics, including population size, density,
- 3848 distribution and vital statistics, as well as reasonably similar
- 3849 economic and geographic conditions.
- 3850 (q) "Light wine, light spirit product and/or beer" has
- 3851 the meaning ascribed to such terms in Section 67-3-3.
- 3852 (r) "Corporation" means the Mississippi Alcoholic
- 3853 Beverage Corporation.
- 3854 (s) "President" means the President of the Alcoholic
- 3855 Beverage Corporation, who shall serve as the corporation's chief
- 3856 executive officer.
- 3857 **SECTION 65.** Section 67-7-11, Mississippi Code of 1972, is
- 3858 amended as follows:
- 3859 67-7-11. (1) Except as otherwise provided for in this
- 3860 chapter, a supplier shall not amend or modify an agreement; cause
- 3861 a wholesaler to resign from an agreement; or cancel, terminate,
- 3862 fail to renew or refuse to continue under an agreement, unless the
- 3863 supplier has complied with all of the following:
- 3864 (a) Has satisfied the applicable notice requirements of
- 3865 this section.
- 3866 (b) Has acted in good faith.

- 3867 (c) Has good cause for the amendment, modification,
 3868 cancellation, termination, nonrenewal, discontinuance or forced
 3869 resignation.
- 3870 (2) In any action challenging such amendment, modification,
 3871 termination, cancellation, nonrenewal or discontinuance, the
 3872 supplier shall have the burden of proving that it has acted in
 3873 good faith, that the notice requirements under this section have
 3874 been complied with, and that there was good cause for the
 3875 amendment, modification, termination, cancellation, nonrenewal or
 3876 discontinuance.
- 3877 Except as otherwise provided in this section, and in addition to the time limits set forth in subsection (4)(d) of this 3878 3879 section, the supplier shall furnish written notice of the amendment, modification, termination, cancellation, nonrenewal or 3880 3881 discontinuance of an agreement to the wholesaler not less than 3882 thirty (30) days before the effective date of the amendment, 3883 modification, termination, cancellation, nonrenewal or 3884 discontinuance. The notice shall be by certified mail and shall 3885 contain all of the following:
- 3886 (a) A statement of intention to amend, modify, 3887 terminate, cancel, nonrenew or discontinue the agreement.
- 3888 (b) A statement of the reason for the amendment,
 3889 modification, termination, cancellation, nonrenewal or
 3890 discontinuance.

- 3891 (c) The date on which the amendment, modification, 3892 termination, cancellation, nonrenewal or discontinuance takes effect.
- 3894 (4) Good cause shall exist for the purposes of a
 3895 termination, cancellation, nonrenewal or discontinuance under
 3896 subsection (1)(c) of this section when all of the following occur:
- 3897 (a) There is a failure by the wholesaler to comply with 3898 a provision of the agreement which is both reasonable and of 3899 material significance to the business relationship between the 3900 wholesaler and the supplier.
- 3901 (b) The supplier first acquired knowledge of the
 3902 failure described in * * * paragraph (a) not more than twenty-four
 3903 (24) months before the date notification was given pursuant to
 3904 subsection (3) of this section.
- 3905 (c) The wholesaler was given notice by the supplier of 3906 failure to comply with this agreement.
- 3907 (d) The wholesaler has been afforded thirty (30) days
 3908 in which to submit a plan of corrective action to comply with the
 3909 agreement and an additional ninety (90) days to cure such
 3910 noncompliance in accordance with the plan.
- 3911 (5) Notwithstanding subsections (1) and (3) of this section, 3912 a supplier may terminate, cancel, fail to renew or discontinue an 3913 agreement immediately upon written notice given in the manner and 3914 containing the information required by subsection (3)(a), (b) and 3915 (c) of this section if any of the following occur:

- 3916 (a) Insolvency of the wholesaler, the filing of any
 3917 petition by or against the wholesaler under any bankruptcy or
 3918 receivership law or the assignment for the benefit of creditors or
 3919 dissolution or liquidation of the wholesaler which materially
 3920 affects the wholesaler's ability to remain in business.
- 3921 (b) Revocation or suspension of the wholesaler's state 3922 or federal license by the appropriate regulatory agency whereby 3923 the wholesaler cannot service the wholesaler's sales territory for 3924 more than thirty-one (31) days.
 - (c) The wholesaler, or a partner or an individual who owns ten percent (10%) or more of the partnership or stock of a corporate wholesaler, has been convicted of a felony under the United States Code or the laws of any state which reasonably may adversely affect the good will or interest of the wholesaler or supplier. However, an existing stockholder or stockholders, or partner or partners, or a designated member or members, shall have, subject to the provisions of this chapter, the right to purchase the partnership interest or the stock of the offending partner or stockholder prior to the conviction of the offending partner or stockholder, and if the sale is completed prior to conviction the provisions of this * * * paragraph shall not apply.
- 3937 (d) There was fraudulent conduct relating to a material 3938 matter on the part of the wholesaler in dealings with the supplier 3939 or its product, except that the supplier shall have the burden of 3940 proving fraudulent conduct relating to a material matter on the

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- 3941 part of the wholesaler in any legal action challenging such 3942 termination.
- 3943 (e) The wholesaler failed to confine to the designated 3944 sales territory its sales of a brand or brands to retailers except 3945 that this subsection does not apply if there is a dispute between 3946 two (2) or more wholesalers as to the boundaries of the assigned 3947 territory, and the boundaries cannot be determined by a reading of 3948 the description contained in the agreements between the supplier 3949 and the wholesalers.
- 3950 (f) A wholesaler has failed to pay for light wine,
 3951 light spirit product or beer ordered and delivered in accordance
 3952 with established terms and the wholesaler fails to make full
 3953 payment within five (5) business days after receipt of written
 3954 notice of the delinquency and demand for immediate payment from
 3955 the supplier.
- 3956 (g) A wholesaler intentionally has made a transfer of 3957 wholesaler's business, other than a transfer to a designated 3958 member without prior written notice to the supplier.
- 3959 (h) A wholesaler intentionally has made a transfer of
 3960 wholesaler's business, other than a transfer to a designated
 3961 member, although the wholesaler has prior to said transfer
 3962 received from supplier a timely notice of disapproval of said
 3963 transfer in accordance with this chapter.
- (i) The wholesaler intentionally ceases to carry on business with respect to any of supplier's brand or brands previously serviced by wholesaler in its territory designated by

the supplier, unless such cessation is due to force majeure or to labor dispute and the wholesaler has made good faith efforts to overcome such events. Provided, however, this shall affect only that brand or brands with respect to which the wholesaler ceased to carry on business.

3972 Notwithstanding subsections (1), (3) and (5) of this section, a supplier may terminate, cancel, not renew or 3973 3974 discontinue an agreement upon not less than thirty (30) days prior 3975 written notice if the supplier discontinues production or discontinues distribution in this state of all the brands sold by 3976 the supplier to the wholesaler, except that nothing in this 3977 3978 section shall prohibit a supplier from: (a) upon not less than 3979 thirty (30) days notice, discontinuing the distribution of any 3980 particular brand or package of light wine, light spirit product or 3981 beer; or (b) conducting test marketing of a new brand of light 3982 wine, light spirit product or beer which is not currently being 3983 sold in this state, except that the supplier has notified the department and the corporation in writing of its plans to test 3984 3985 market, which notice shall describe the market area in which the 3986 test shall be conducted; the name or names of the wholesaler or 3987 wholesalers who will be selling the light wine, light spirit 3988 product or beer; the name or names of the brand of light wine, 3989 light spirit product or beer being tested; and the period of time, 3990 not to exceed eighteen (18) months, during which the testing will 3991 take place.

- 3992 **SECTION 66.** Section 67-11-3, Mississippi Code of 1972, is
- 3993 amended as follows:
- 3994 67-11-3. For purposes of this chapter, the following words
- 3995 and phrases shall have the definitions ascribed herein, unless the
- 3996 context otherwise requires:
- 3997 (a) "Native spirit" shall mean any beverage, produced
- 3998 in Mississippi for sale, manufactured primarily by the
- 3999 distillation of fermented grain, starch, molasses or sugar
- 4000 produced in Mississippi, including dilutions and mixtures of these
- 4001 beverages. In order to be classified as "native spirit" under the
- 4002 provisions of this chapter, at least fifty-one percent (51%) of
- 4003 the finished product by volume shall have been obtained from
- 4004 distillation of fermented grain, starch, molasses or sugar grown
- 4005 and produced in Mississippi.
- 4006 (b) "Native distillery" shall mean any place or
- 4007 establishment within this state where native spirit is produced in
- 4008 whole or in part for sale.
- 4009 (c) "Produce" shall mean to do or to perform any act or
- 4010 thing in the process of making native spirit.
- 4011 (d) "Person" shall mean one or more natural persons, or
- 4012 a corporation, partnership or association.
- 4013 (e) "Producer" shall mean any person who owns, operates
- 4014 or conducts a native distillery, but it does not mean the
- 4015 employees of such persons.

- 4016 (f) "Consumer" shall mean any person who purchases
- 4017 native spirit for the purpose of consuming it, giving it away, or
- 4018 distributing it in any way other than by sale, barter or exchange.
- 4019 (g) "Department" shall mean the Mississippi Department
- 4020 of Revenue.
- 4021 (h) "Division" shall mean the Alcoholic Beverage
- 4022 Control Division of the department.
- 4023 (i) "Corporation" means the Mississippi Alcoholic
- 4024 <u>Beverage Corporation</u>.
- 4025 (j) "President" means the President of the Alcoholic
- 4026 Beverage Corporation, who shall serve as the corporation's chief
- 4027 executive officer.
- 4028 **SECTION 67.** Section 67-11-9, Mississippi Code of 1972, is
- 4029 amended as follows:
- 4030 67-11-9. (1) Within the State of Mississippi, every native
- 4031 distillery is authorized to make sales to the * * * corporation or
- 4032 to consumers at the location of the native distillery or its
- 4033 immediate vicinity. Every native distillery is authorized to make
- 4034 sales to any producer, manufacturer, wholesaler, retailer or
- 4035 consumer located outside of the State of Mississippi who is
- 4036 authorized by law to purchase the same.
- 4037 (2) With respect to native spirits sold by the * * *
- 4038 corporation to retailers under Section 67-1-41, the native
- 4039 distillery may hold those spirits for onsite pickup instead of
- 4040 shipping them to the \star \star corporation warehouse, at the option of

4041 the retailer and pursuant to any rules promulgated by the * * *

4042 corporation.

4043 **SECTION 68.** Section 67-11-11, Mississippi Code of 1972, is

4044 amended as follows:

4045 67-11-11. (1) Upon every producer holding a permit for the

4046 production of native spirits, there is levied and imposed for each

4047 location for the privilege of engaging and continuing in this

4048 state in the production of native spirits an annual privilege

4049 license tax in an amount equal to Three Hundred Dollars (\$300.00)

4050 for each one thousand (1,000) gallons, or any part thereof, of

4051 native spirits produced by the distillery.

- 4052 (2) There is levied and assessed an excise tax upon each
- 4053 case of native spirit sold by a producer to any source to be

4054 collected from the producer in the amount provided for in Section

4055 27-71-7. However, native spirit produced in Mississippi for

4056 export and sale without this state and native spirit produced in

4057 Mississippi and sold to the * * * corporation shall not be subject

4058 to the excise tax, nor shall the tax accrue or be collected on

4059 native spirits dispensed, as free samples in quantities of not

4060 more than two (2) ounces, in the tasting room of a native

4061 distillery.

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4062 (3) The privilege tax imposed by subsection (1) of this

4063 section shall be collected in the same manner as presently

4064 provided by law for the collection of other alcoholic beverages.

The excise tax imposed by subsection (2) of this section shall be

reported monthly by the producer to the department and the

4067	<pre>corporation on all sales made in Mississippi to consumers at the</pre>
4068	location of the native distillery in its immediate vicinity, along
4069	with a statement of gallonage produced during that month, and the
4070	producer shall remit the tax due and owing with each report. The
4071	producer shall also include in the report a statement of gallonage

- 4072 sold and exported for sale outside this state.
- 4073 (4) The corporation shall remit all taxes levied by and
 4074 collected under this section to the department in accordance with
 4075 regulations promulgated by the department, and all such taxes
 4076 shall be deposited in the State General Fund.
- 4077 **SECTION 69.** Section 27-71-5, Mississippi Code of 1972, is
- 4078 amended as follows:
 4079 27-71-5. (1) Upon each person approved for a permit under
- the provisions of the Alcoholic Beverage Control Law and amendments thereto, there is levied and imposed for each location
- 4082 for the privilege of engaging and continuing in this state in the
- 4083 business authorized by such permit, an annual privilege license
- 4084 tax in the amount provided in the following schedule:
- 4085 (a) Except as otherwise provided in this subsection
- 4086 (1), manufacturer's permit, Class 1, distiller's and/or
- 4087 rectifier's:
- 4088 (i) For a permittee with annual production of
- 4089 five thousand (5,000) gallons or more.....\$4,500.00
- 4090 (ii) For a permittee with annual production under five thousand
- 4091 (5,000) gallons.....\$2,800.00
- 4092 (b) Manufacturer's permit, Class 2, wine

4093	manufacturer\$1,800.00
4094	(c) Manufacturer's permit, Class 3, native wine
4095	manufacturer per ten thousand (10,000) gallons or part thereof
4096	produced\$ 10.00
4097	(d) Manufacturer's permit, Class 4, native spirit
4098	manufacturer per one thousand (1,000) gallons or part thereof
4099	produced\$ 300.00
4100	(e) Native wine retailer's permit\$ 50.00
4101	(f) Package retailer's permit, each\$ 900.00
4102	(g) On-premises retailer's permit, except for clubs and
4103	common carriers, each\$ 450.00
4104	(h) On-premises retailer's permit for wine of more than
4105	five percent (5%) alcohol by weight, but not more than twenty-one
4106	percent (21%) alcohol by weight, each\$ 225.00
4107	(i) On-premises retailer's permit for clubs\$ 225.00
4108	(j) On-premises retailer's permit for common carriers,
4109	per car, plane, or other vehicle\$ 120.00
4110	(k) Solicitor's permit, regardless of any other
4111	provision of law, solicitor's permits shall be issued only in the
4112	discretion of the department\$ 100.00
4113	(1) Filing fee for each application except for an
4114	employee identification card\$ 25.00
4115	(m) Temporary permit, Class 1, each\$ 10.00
4116	(n) Temporary permit, Class 2, each\$ 50.00
4117	(o) (i) Caterer's permit\$ 600.00

4118	(ii) Caterer's permit for holders of on-premises
4119	retailer's permit\$ 150.00
4120	(p) Research permit\$ 100.00
4121	(q) Temporary permit, Class 3 (wine only)\$ 10.00
4122	(r) Special service permit\$ 225.00
4123	(s) Merchant permit\$ 225.00
4124	(t) Temporary alcoholic beverages charitable auction
4125	permit\$ 10.00
4126	(u) Event venue retailer's permit\$ 225.00
4127	(v) Temporary theatre permit, each\$ 10.00
4128	(w) Charter ship operator's permit\$ 100.00
4129	(x) Distillery retailer's permit\$ 450.00
4130	(y) Festival wine permit\$ 10.00
4131	(z) Charter vessel operator's permit\$ 100.00
4132	(aa) Native spirit retailer's permit\$ 50.00
4133	(bb) Delivery service permit\$ 500.00
4134	(cc) Food truck permit\$ 100.00
4135	In addition to the filing fee imposed by paragraph (1) of
4136	this subsection, a fee to be determined by the department * * \star
4137	may be charged to defray costs incurred to process applications.
4138	The additional fees shall be paid into the State Treasury to the
4139	credit of a special fund account, which is hereby created, and
4140	expenditures therefrom shall be made only to defray the costs
4141	incurred by the department * * * in processing alcoholic beverage
4142	applications. Any unencumbered balance remaining in the special

- 4143 fund account on June 30 of any fiscal year shall lapse into the
- 4144 State General Fund.
- All privilege taxes imposed by this section shall be paid in
- 4146 advance of doing business. A new permittee whose privilege tax is
- 4147 determined by production volume will pay the tax for the first
- 4148 year in accordance with department regulations. The additional
- 4149 privilege tax imposed for an on-premises retailer's permit based
- 4150 upon purchases shall be due and payable on demand.
- Paragraph (y) of this subsection shall stand repealed from
- 4152 and after July 1, 2026.
- 4153 (2) (a) There is imposed and shall be collected from each
- 4154 permittee, except a common carrier, solicitor, a temporary
- 4155 permittee or a delivery service permittee, by the department, an
- 4156 additional license tax equal to the amounts imposed under
- 4157 subsection (1) of this section for the privilege of doing business
- 4158 within any municipality or county in which the licensee is
- 4159 located.
- (b) (i) In addition to the tax imposed in paragraph
- 4161 (a) of this subsection, there is imposed and shall be collected by
- 4162 the department from each permittee described in subsection (1)(q),
- 4163 (h), (i), (n) and (u) of this section, an additional license tax
- 4164 for the privilege of doing business within any municipality or
- 4165 county in which the licensee is located in the amount of Two
- 4166 Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five
- 4167 Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars

- 4168 (\$225.00) for each additional purchase of Five Thousand Dollars
- 4169 (\$5,000.00), or fraction thereof.
- 4170 (ii) In addition to the tax imposed in paragraph
- 4171 (a) of this subsection, there is imposed and shall be collected by
- 4172 the department from each permittee described in subsection (1)(o)
- 4173 and (s) of this section, an additional license tax for the
- 4174 privilege of doing business within any municipality or county in
- 4175 which the licensee is located in the amount of Two Hundred Fifty
- 4176 Dollars (\$250.00) on purchases exceeding Five Thousand Dollars
- 4177 (\$5,000.00) and Two Hundred Twenty-five Dollars (\$225.00) for each
- 4178 additional purchase of Five Thousand Dollars (\$5,000.00), or
- 4179 fraction thereof.
- 4180 (iii) Any person who has paid the additional
- 4181 privilege license tax imposed by this paragraph, and whose permit
- 4182 is renewed, may add any unused fraction of Five Thousand Dollars
- 4183 (\$5,000.00) purchases to the first Five Thousand Dollars
- 4184 (\$5,000.00) purchases authorized by the renewal permit, and no
- 4185 additional license tax will be required until purchases exceed the
- 4186 sum of the two (2) figures.
- 4187 (c) If the licensee is located within a municipality,
- 4188 the department shall pay the amount of additional license tax
- 4189 collected under this section to the municipality, and if outside a
- 4190 municipality the department shall pay the additional license tax
- 4191 to the county in which the licensee is located. Payments by the
- 4192 department to the respective local government subdivisions shall

- 4193 be made once each month for any collections during the preceding 4194 month.
- 4195 (3) When an application for any permit, other than for 4196 renewal of a permit, has been rejected by the department, such 4197 decision shall be final. Appeal may be made in the manner 4198 provided by Section 67-1-39. Another application from an 4199 applicant who has been denied a permit shall not be reconsidered

within a twelve-month period.

undesirability of the proposed location.

- (4) The number of permits issued by the department shall not be restricted or limited on a population basis; however, the foregoing limitation shall not be construed to preclude the right of the department to refuse to issue a permit because of the
- 4206 If any person shall engage or continue in any business 4207 which is taxable under this section without having paid the tax as 4208 provided in this section, the person shall be liable for the full 4209 amount of the tax plus a penalty thereon equal to the amount 4210 thereof, and, in addition, shall be punished by a fine of not more 4211 than One Thousand Dollars (\$1,000.00), or by imprisonment in the 4212 county jail for a term of not more than six (6) months, or by both 4213 such fine and imprisonment, in the discretion of the court.
- 4214 (6) It shall be unlawful for any person to consume alcoholic 4215 beverages on the premises of any hotel restaurant, restaurant, 4216 club or the interior of any public place defined in Chapter 1, 4217 Title 67, Mississippi Code of 1972, when the owner or manager 4218 thereof displays in several conspicuous places inside the

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4219 establishment and at the entrances of establishment a sign
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- 4220 containing the following language: NO ALCOHOLIC BEVERAGES
- 4221 ALLOWED.
- 4222 **SECTION 70.** Section 27-71-7, Mississippi Code of 1972, is
- 4223 amended as follows:
- 4224 27-71-7. (1) There is hereby levied and assessed an excise
- 4225 tax upon each case of alcoholic beverages sold by the * * *
- 4226 <u>corporation</u> to be collected from each retail licensee at the time
- 4227 of sale in accordance with the following schedule:
- 4228 (a) Distilled spirits.....\$2.50 per gallon
- 4229 (b) Sparkling wine and champagne.....\$1.00 per gallon
- 4230 (c) Other wines, including
- 4231 native wines.....\$.35 per gallon
- 4232 (2) (a) In addition to the tax levied by subsection (1) of
- 4233 this section, and in addition to any other markup collected,
- 4234 the * * * corporation shall collect a markup of three percent (3%)
- 4235 on all alcoholic beverages, as defined in Section 67-1-5, \star *
- 4236 which are sold by the * * * corporation. The proceeds of the
- 4237 markup shall be collected by the * * * corporation from each
- 4238 purchaser at the time of purchase.
- 4239 (b) Until June 30, 1987, the revenue derived from this
- 4240 three percent (3%) markup shall be deposited by the * * *
- 4241 corporation in the State Treasury to the credit of the "Alcoholism
- 4242 Treatment and Rehabilitation Fund," a special fund which is hereby
- 4243 created in the State Treasury, and shall be used by the Division
- 4244 of Alcohol and Drug Abuse of the State Department of Mental Health

and public or private centers or organizations solely for funding of treatment and rehabilitation programs for alcoholics and alcohol abusers which are sponsored by the division or public or private centers or organizations in such amounts as the Legislature may appropriate to the division for use by the division or public or private centers or organizations for such programs. Any tax revenue in the fund which is not encumbered at the end of the fiscal year shall lapse to the State General Fund. It is the intent of the Legislature that the State Department of Mental Health shall continue to seek funds from other sources and shall use the funds appropriated for the purposes of this section and Section 27-71-29 to match all federal funds which may be

available for alcoholism treatment and rehabilitation.

From and after July 1, 1987, the revenue derived from this three percent (3%) markup shall be deposited by the * * *

corporation in the State Treasury to the credit of the "Mental Health Programs Fund," a special fund which is hereby created in the State Treasury and shall be used by the State Department of Mental Health for the service programs of * * * that department.

Any revenue in the "Alcoholism Treatment and Rehabilitation Fund" which is not encumbered at the end of Fiscal Year 1987 shall be deposited to the credit of the "Mental Health Programs Fund."

SECTION 71. Section 27-71-9, Mississippi Code of 1972, is

27-71-9. The * * * <u>department</u> may promulgate regulations authorizing persons holding on-premises retailer's permits for S. B. 2853

amended as follows:

- 4271 common carriers, as provided herein, to file periodic reports and
- 4272 pay a tax based upon the value of alcoholic beverages sold while
- 4273 in this state, in lieu of purchasing all such alcoholic beverages
- 4274 from the * * * corporation. Such tax shall not be less than an
- 4275 amount equivalent to the gross profit plus all taxes that would
- 4276 have been derived from the sale of a like quantity of alcoholic
- 4277 beverages by the * * * corporation.
- SECTION 72. Section 27-71-11, Mississippi Code of 1972, is 4278
- 4279 amended as follows:
- 4280 27-71-11. (1) The * * * corporation shall from time to time
- 4281 by resolution request the State Bond Commission to provide
- 4282 sufficient funds required to maintain an adequate alcoholic
- 4283 beverage inventory. Said funds shall be provided under the
- 4284 provisions of Chapter 557, Laws of 1966.
- 4285 The * * * corporation shall add to the cost of all
- 4286 alcoholic beverages a markup of twenty-seven and one-half percent
- 4287 (27-1/2%), inclusive of the three percent (3%) markup imposed by
- 4288 Section 27-71-7(2).
- 4289 In addition to other excise taxes and markups imposed in
- 4290 this section and in Section 27-71-7, the \star \star corporation shall
- 4291 add to the cost of all alcoholic beverages shipped a charge of
- 4292 Twenty-five Cents (25¢) per case, to be deposited into the ABC
- 4293 Warehouse Improvements Fund created in Section 67-1-211(2).
- 4294 However, any unobligated amounts above Ten Million Dollars
- (\$10,000,000.00) remaining in the ABC Warehouse Improvements Fund 4295

4296 at the end of a fiscal year shall be transferred to the State 4297 General Fund.

- 4298 Notwithstanding the contract for warehouse and 4299 distribution operations under Section 67-1-205, the * * * 4300 corporation shall remain responsible for purchasing and selling 4301 alcoholic beverages. The * * * corporation shall sell alcoholic 4302 beverages at uniform prices throughout the state. Pricing for all 4303 alcoholic beverages shall be set by the addition of the markup and 4304 taxes to the price at which the beverages were purchased by 4305 the * * * corporation.
- 4306 A permittee's order shall qualify for shipping when it includes the minimum number of cases of alcoholic beverages as set 4307 by the * * * corporation. The * * * $\underline{\text{corporation}}$ shall place 4308 qualifying orders in a queue for shipment in the order in which 4309 the orders are made. An order of fewer than the minimum number of 4310 4311 cases, and special orders, shall be added to the permittee's next 4312 qualified shipment. The * * * corporation shall give sufficient notice of any change in the minimum number of cases for shipping 4313 4314 and shall allow the opportunity for comment.
- 4315 (6) The * * * corporation shall set a per-case shipping fee 4316 to be charged to permittees. The * * * corporation shall adjust 4317 the fee to match, as closely as possible, the shipping costs as 4318 defined in Section 67-1-201. The shipping fee charged under this 4319 subsection shall be deposited to the credit of the ABC Shipping 4320 Fund created in Section 27-71-29.

- 4321 (7) The * * * corporation shall charge manufacturers a
- 4322 bailment fee of One Dollar (\$1.00) per case of alcoholic beverages
- 4323 stored in the warehouse, to be deposited to the credit of the bond
- 4324 sinking fund created in Section 7(3) of Chapter 483, Laws of 2022.
- 4325 **SECTION 73.** Section 27-71-13, Mississippi Code of 1972, is
- 4326 amended as follows:
- 4327 27-71-13. The * * * corporation shall purchase directly from
- 4328 the manufacturer, except under the following conditions:
- 4329 (a) Foreign brands which are not readily obtainable
- 4330 directly from the manufacturer.
- 4331 (b) When the * * * corporation can conclusively prove
- 4332 that unusual or extraordinary circumstances exist and the required
- 4333 or desired brands can be purchased at substantially lower prices
- 4334 from wholesalers or brokerage firms.
- In all instances involving purchases, other than directly
- 4336 from the manufacturer, the \star \star corporation shall maintain full
- 4337 and complete records clearly reflecting the justification for such
- 4338 purchases. Said records shall include invoices, price lists,
- 4339 comparative prices, bills of lading and a certificate of
- 4340 justification signed by the * * * president, as to the conditions
- 4341 requiring the purchase or purchases. All such records shall be
- 4342 retained for a period of three (3) years.
- 4343 **SECTION 74.** Section 27-71-15, Mississippi Code of 1972, is
- 4344 amended as follows:
- 4345 27-71-15. Except as otherwise provided in Section 67-9-1 for
- 4346 the transportation of limited amounts of alcoholic beverages for

4347 the use of an alcohol processing permittee, if transportation requires passage through a county which has not authorized the 4348 sale of alcoholic beverages, such transportation shall be by a 4349 4350 sealed vehicle. Such seal shall remain unbroken until the vehicle 4351 shall reach the place of business operated by the permittee. 4352 operator of any vehicle transporting alcoholic beverages shall 4353 have in his possession an invoice issued by the * * * corporation 4354 at the time of the wholesale sale covering the merchandise 4355 transported by the vehicle. The * * * department is authorized to 4356 issue regulations controlling the transportation of alcoholic 4357 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.

4364 **SECTION 75.** Section 27-71-17, Mississippi Code of 1972, is 4365 amended as follows:

or reuse any label prescribed by the * * * department and used to identify alcoholic beverages sold at wholesale by the * * * department and used to corporation and, upon conviction, the person shall be punished by a fine of not more than Five Thousand Dollars (\$5,000.00), or by imprisonment in the State Penitentiary for not less than one (1) year, nor more than ten (10) years, or both.

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4373 **SECTION 76.** Section 27-71-29, Mississippi Code of 1972, is 4374 amended as follows:

4375 27-71-29. (1) All taxes levied by this article shall be 4376 paid by the corporation to the department * * * in cash or by 4377 personal check, cashier's check, bank exchange, post office money 4378 order or express money order and shall be deposited by the 4379 department in the State Treasury on the same day collected, but no 4380 remittances other than cash shall be a final discharge of 4381 liability for the tax herein imposed and levied unless and until 4382 it has been paid in cash to the department.

4383 All taxes levied under Section 27-71-7(1) and received by the 4384 department under this article shall be paid into the State General 4385 Fund, and the three percent (3%) levied under Section 27-71-7(2) 4386 and received by the department under this article shall be paid 4387 into the special fund in the State Treasury designated as the 4388 "Alcoholism Treatment and Rehabilitation Fund" as required by law. 4389 Any funds derived from the sale of alcoholic beverages in excess 4390 of inventory requirements shall be paid not less often than 4391 annually into the State General Fund, except for a portion of the 4392 twenty-seven and one-half percent (27-1/2%) markup provided for in 4393 Section 27-71-11, as specified in subsection (2) of this section, 4394 and except for fees charged by the * * * corporation for the 4395 defraying of costs associated with shipping alcoholic beverages. 4396 The revenue derived from these fees shall be deposited by the department into a special fund, hereby created in the State 4397 4398 Treasury, which is designated the "ABC Shipping Fund." The monies

- 4399 in this special fund shall be earmarked for use by the * * \star
- 4400 corporation for any expenditure made to ship alcoholic beverages.
- 4401 Any net proceeds remaining in the special fund on August 1 of any
- 4402 fiscal year shall lapse into the State General Fund. "Net
- 4403 proceeds" in this section means the total of all fees collected by
- 4404 the * * * corporation to defray the costs of shipping less the
- 4405 actual costs of shipping.
- 4406 (2) If the special bond sinking fund created in Section 7(3)
- 4407 of Chapter 483, Laws of 2022 has a balance below the minimum
- 4408 amount specified in the resolution providing for the issuance of
- 4409 the bonds, or below one and one-half (1-1/2) times the amount
- 4410 needed to pay the annual debt obligations related to the bonds
- 4411 issued under Section 7 of Chapter 483, Laws of 2022, whichever is
- 4412 the lesser amount, the Commissioner of Revenue shall transfer the
- 4413 deficit amount to the bond sinking fund from revenue derived from
- 4414 the twenty-seven and one-half percent (27-1/2%) markup provided
- 4415 for in Section 27-71-11.
- 4416 **SECTION 77.** Section 27-71-301, Mississippi Code of 1972, is
- 4417 amended as follows:
- 4418 27-71-301. When used in this article the words and terms
- 4419 hereafter mentioned shall have the following definitions:
- 4420 (a) "State Auditor" means the State Auditor of Public
- 4421 Accounts of the State of Mississippi or any legally appointed
- 4422 deputy, clerk or agent.
- 4423 (b) "Person" includes all natural persons or
- 4424 corporations, a partnership, an association, a joint venture, an

- estate, a trust, or any other group or combination acting as a unit and shall include the plural as well as the singular unless an intention to give another meaning thereto is disclosed in the context.
- (c) "Consumer" means a person who comes into the possession of beer, light spirit product or light wine, the sale of which is authorized by Chapter 3 of Title 67, Mississippi Code of 1972, for the purpose of consuming it, giving it away or otherwise disposing of it in any manner except by sale, barter or exchange.
- 4435 (d) "Retailer" means any person who comes into the 4436 possession of such light wines, light spirit products or beer for 4437 the purpose of selling it to the consumer, or giving it away, or exposing it where it may be taken or purchased or acquired in any 4438 other manner by the consumer. The term "retailer" shall include 4439 4440 small craft breweries and microbreweries; however, the term 4441 "retailer" shall not include a person who offers and provides beer on the premises of a brewery for the purpose of tasting or 4442 4443 sampling as authorized in Section 67-3-47.
- (e) "Wholesaler" means any person who comes into
 possession of such light wine, light spirit product or beer for
 the purpose of selling, distributing, or giving it away to
 retailers or other wholesalers or dealers inside or outside of
 this state.
- 4449 (f) "Commissioner" means the Commissioner of 4450 Revenue * * * or his duly appointed agents or employees.

- 4451 "Sale" includes the exchange of such light wines,
- 4452 light spirit products or beer for money, or giving away or
- distributing any such light wines, light spirit products or beer 4453
- 4454 for anything of value; however, the term "sale" shall not include
- beer offered and provided on the premises of a brewery for the 4455
- 4456 purpose of tasting or sampling as authorized in Section 67-3-47.
- 4457 "Light wines, light spirit products or beer" means (h)
- 4458 beer, light spirit products and light wines legalized for sale by
- 4459 the provisions of Chapter 3 of Title 67, Mississippi Code of 1972.
- 4460 "Distributor" includes every person who receives (i)
- either from within or from without this state, from a brewery, a 4461
- winery or any other source, light wines, light spirit products or 4462
- 4463 beer as defined in Chapter 3 of Title 67, Mississippi Code of
- 4464 1972, for the purpose of distributing or otherwise disposing of
- 4465 such light wines, light spirit products or beer to a wholesaler or
- 4466 retailer of such light wines, light spirit products or beer.
- 4467 "Brewpub" means the premises of any location in (†)
- which light wine, light spirit product or beer is manufactured or 4468
- 4469 brewed, for retail sale if the total amount of light wine, light
- 4470 spirit product or beer produced on the premises does not exceed
- 4471 the production limitation imposed in Section 67-3-22, and the
- 4472 light wine, light spirit product or beer is produced for
- consumption on the premises, although without prohibition on sales 4473
- 4474 for off-premises consumption.
- 4475 "Hospitality cart" means a mobile cart from which
- 4476 alcoholic beverages and light wine, light spirit product and beer

- 4477 are sold on a golf course and for which a hospitality cart permit
- 4478 has been issued under Section 67-1-51.
- (1) "Small craft brewery" shall have the meaning
- 4480 ascribed to such term in Section 67-3-3.
- 4481 (m) "Manufacturer" means a person who brews beer at a
- 4482 brewery; however, the term does not include "brewpubs."
- 4483 (n) "Microbrewery" shall have the meaning ascribed to
- 4484 such term in Section 67-3-3.
- 4485 (o) "Corporation" means the Mississippi Alcoholic
- 4486 Beverage Corporation.
- 4487 (p) "President" means the President of the Alcoholic
- 4488 Beverage Corporation, who shall serve as the corporation's chief
- 4489 executive officer.
- 4490 **SECTION 78.** Section 67-1-7, Mississippi Code of 1972, is
- 4491 brought forward as follows:
- 4492 67-1-7. (1) Except as otherwise provided in Section 67-9-1
- 4493 for the transportation and possession of limited amounts of
- 4494 alcoholic beverages for the use of an alcohol processing
- 4495 permittee, and subject to all of the provisions and restrictions
- 4496 contained in this article, the manufacture, sale, distribution,
- 4497 and transportation of alcoholic beverages shall be lawful, subject
- 4498 to the restrictions hereinafter imposed, in those counties and
- 4499 municipalities of this state in which, at a local option election
- 4500 called and held for that purpose under the provisions of this
- 4501 article, a majority of the qualified electors voting in such
- 4502 election shall vote in favor thereof.

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

any state park facility that has been declared a qualified resort area by the department, and within any qualified resort area as defined under Section 67-1-5(o)(iii), an on-premises retailer's permit may be issued for the qualified resort area, and the permittee may lawfully sell alcoholic beverages for consumption on his licensed premises regardless of whether or not the county or municipality in which the qualified resort area is located has

4529 voted in favor of coming out from under the dry law, and it shall

4530 be lawful to receive, store, sell, possess and consume alcoholic

4531 beverages on the licensed premises, and to sell, distribute and

4532 transport alcoholic beverages to the licensed premises. Moreover,

4533 the governing authorities of a municipality in which a qualified

4534 resort area defined under Section 67-1-5(o)(iii)5, 7, 21 or 46 is

4535 located, the Pearl River Valley Water Supply District Board which

4536 governs the qualified resort area defined under Section

4537 67-1-5(o)(iii)8.a.A, the board of supervisors of the county in

4538 which the qualified resort area defined under Section

4539 67-1-5(o)(iii)8.a.B and C is located, and the board of supervisors

4540 of the county in which the qualified resort area defined under

4541 Section 67-1-5(o)(iii)44 is located, may, by ordinance or

4542 resolution, provide that package retailer's permits may be issued

4543 in the applicable qualified resort area, and that it shall be

4544 lawful to receive, store, sell, possess and distribute alcoholic

4545 beverages in accordance with such package retailer's permits.

4546 **SECTION 79.** Section 67-1-39, Mississippi Code of 1972, is

4547 brought forward as follows:

4548 67-1-39. Any appeal from an order of the Board of Tax

4549 Appeals regarding an action taken under this article shall be

4550 filed without supersedeas to the Chancery Court of the First

4551 Judicial District of Hinds County, Mississippi, if the appellant

4552 is the department, or to the county of the domicile of any other

4553 appellant. Any such appeal shall be based on the record made

4554 before the Board of Tax Appeals and shall be filed within thirty

- 4555 (30) days from the date of the order being appealed. There may be
- 4556 an appeal therefrom to the Supreme Court as in other cases
- 4557 provided, but it shall be without supersedeas on the order of the
- 4558 Board of Tax Appeals to them made and finally determined either by
- 4559 the chancery court or the Supreme Court. Actions taken by the
- 4560 department in suspending a permit when required by Section
- 4561 93-11-157 or 93-11-163 are not actions resulting in an order from
- 4562 which an appeal may be taken under this section. Any appeal of a
- 4563 permit suspension that is required by Section 93-11-157 shall be
- 4564 taken in accordance with the appeal procedure specified in Section
- 4565 93-11-157 or 93-11-163, as the case may be, rather than the
- 4566 procedure specified in this section.
- 4567 **SECTION 80.** Section 67-1-51.1, Mississippi Code of 1972, is
- 4568 brought forward as follows:
- 4569 67-1-51.1. (1) The holder of a delivery service permit
- 4570 under Section 67-1-51:
- 4571 (a) May contract with the holder of a package
- 4572 retailer's permit or an on-premises retailer's permit under
- 4573 Section 67-1-51 or the holder of a beer, light wine and light
- 4574 spirit product retail permit under Section 67-3-19 for the purpose
- 4575 of intrastate delivery of alcoholic beverages or beer, light wine
- 4576 and light spirit product, as authorized to be sold under the
- 4577 respective permits;
- 4578 (b) May deliver alcoholic beverages or beer, light wine
- 4579 and light spirit product without a delivery contract, if the
- 4580 permittee holds a package retailer's permit or an on-premises

4581 retailer's permit under Section 67-1-51 or a beer, light wine and

4582 light spirit product retail permit under Section 67-3-19,

4583 respectively;

- 4584 (c) May use its own employees or independent
- 4585 contractors who are at least twenty-one (21) years of age to
- 4586 deliver such alcoholic beverages, beer, light wine or light spirit
- 4587 product under this section, provided all delivery agents are
- 4588 trained and certified consistent with the training program
- 4589 submitted to the division as required by subsection (2)(d) of this
- 4590 section. If independent contractors are used, the delivery
- 4591 service permittee must enter into a contract with the retailer as
- 4592 required by subsection (2)(c) of this section;
- 4593 (d) May facilitate orders by telephone, Internet or
- 4594 other electronic means for the sale and delivery of alcoholic
- 4595 beverages, beer, light wine or light spirit product under this
- 4596 section. The full amount of each order must be handled in a
- 4597 manner that gives the retail permittee control over the ultimate
- 4598 receipt of payment from the consumer. The retail permittee shall
- 4599 remain responsible for the proper remittance of all applicable
- 4600 taxes on the sale of the product;
- 4601 (e) May deliver only sealed containers of alcoholic
- 4602 beverages, beer, light wine or light spirit product to an
- 4603 individual in Mississippi;
- 4604 (f) Shall obtain from the customer a confirmation that
- 4605 he or she is at least twenty-one (21) years of age at the time the
- 4606 order is placed;

4607 Shall place a stamp, print or label on the outside

4608 of the sealed package to indicate that the sealed package contains

- alcoholic beverages, beer, light wine or light spirit product; 4609
- 4610 (h) Shall require the recipient, at the time of
- 4611 delivery, to provide valid photo identification verifying he or
- 4612 she is at least twenty-one (21) years of age and to sign for the
- 4613 delivery;
- 4614 (i) Shall possess identification scanning software
- 4615 technology or a state-of-the-art alternative at the point of
- 4616 delivery to verify the recipient is at least twenty-one (21) years
- 4617 of age and to collect the recipient's name and date of birth.
- Records relating to this verification shall be maintained for at 4618
- 4619 least ninety (90) days and shall be subject to review by the
- 4620 division;
- 4621 (i) Shall return all alcoholic beverages, beer, light
- 4622 wine or light spirit product to the retailer if the recipient is
- 4623 under the age of twenty-one (21) years, appears intoxicated, fails
- 4624 to provide proof of identification, fails or refuses to sign for
- delivery, fails to complete the identification verification 4625
- 4626 process or declines to accept delivery, or if any circumstances in
- 4627 the delivery environment indicate illegal conduct, overconsumption
- 4628 of alcohol, or an otherwise unsafe environment for the consumption
- 4629 of alcohol;
- 4630 May not deliver any alcoholic beverage, beer, light
- 4631 wine or light spirit product to any person located within a

- 4632 jurisdiction that is dry for that product, as provided by the
- 4633 division's wet-dry map;
- 4634 (1) May not deliver any alcoholic beverage, beer, light
- 4635 wine or light spirit product in a jurisdiction during times
- 4636 prohibited for lawful sale in that jurisdiction;
- 4637 (m) May not deliver any alcoholic beverage, beer, light
- 4638 wine or light spirit product more than thirty (30) miles from the
- 4639 retailer's licensed premises;
- 4640 (n) Shall permit the division to perform an audit of
- 4641 the licensee's records upon request and with sufficient
- 4642 notification; and
- 4643 (o) Shall be deemed to have consented to the
- 4644 jurisdiction of the division or any law enforcement agency and the
- 4645 Mississippi courts concerning enforcement of this section and any
- 4646 related laws or rules.
- 4647 (2) In order to receive a delivery service permit, an
- 4648 applicant shall:
- 4649 (a) File an application with the division;
- 4650 (b) Pay the privilege license tax of Five Hundred
- 4651 Dollars (\$500.00) as provided in Section 27-71-5;
- 4652 (c) Provide to the division a sample contract that the
- 4653 applicant intends to enter into with a retailer for the delivery
- 4654 of alcoholic beverages, beer, light wine or light spirit product,
- 4655 unless the applicant is the retailer;
- 4656 (d) Submit to the division an outline of an internal or
- 4657 external training and certification program for delivery service

- personnel that addresses topics such as identifying underage persons, intoxicated persons, and fake or altered identification;
- 4660 (e) Provide an attestation that the applicant is at
- 4661 least twenty-one (21) years of age and has not been convicted of a
- 4662 felony in any state or federal courts;
- 4663 (f) Shall provide proof of a general liability
- 4664 insurance policy in an amount not less than One Million Dollars
- 4665 (\$1,000,000.00) per occurrence; and
- 4666 (g) Shall be properly registered to conduct business in
- 4667 Mississippi.
- 4668 (3) Nothing in this section shall be construed to require a
- 4669 technology services company to obtain a delivery service permit if
- 4670 the company does not employ or contract with delivery agents but
- 4671 merely provides software or a digital network application that
- 4672 connects consumers and licensed retailers for the delivery of
- 4673 alcoholic beverages from the licensed retailer. However, the act
- 4674 of connecting consumers to licensed retailers shall serve to grant
- 4675 jurisdiction to the State of Mississippi.
- 4676 (4) The division may enforce the requirements of this
- 4677 section by the same administrative proceedings that apply to other
- 4678 alcoholic beverage licenses or permits, including, without
- 4679 limitation, any disciplinary action applicable to the package
- 4680 retailer's permittee, on-premises retailer's permittee, retail
- 4681 permittee for beer, light wine or light spirit product, or
- 4682 delivery service permittee resulting from any unlawful sale to a
- 4683 minor.

- 4684 The division may enforce the requirements of this 4685 section against the package retailer's permittee, on-premises 4686 retailer's permittee, retail permittee for beer, light wine or 4687 light spirit product, or delivery service permittee, and any 4688 employee or independent contractor of such permittee. 4689 package retailer permittee, an on-premises retailer's permittee, 4690 or a retail permittee for beer, light wine or light spirit product 4691 is also a delivery permittee, a violation of alcohol law by its 4692 employee or independent contractor during delivery will subject both the retailer permit and the delivery service permit to 4693 4694 disciplinary action for the violation. Delivery to a minor shall 4695 be treated as furnishing to a minor and shall result in any 4696 applicable disciplinary action.
- 4697 Nothing in this section shall be construed to limit or 4698 otherwise diminish the ability of the division to enforce the provisions of Chapters 1 and 3, Title 67, Mississippi Code of 4699 4700 1972, with respect to the liability of any package retailer's 4701 permittee, on-premises retailer's permittee, retail permittee for 4702 beer, light wine or light spirit product, or delivery service 4703 permittee engaging in delivery activity authorized by this 4704 section.
- 4705 (7) Nothing in this section shall be construed to authorize
 4706 the direct shipment of alcoholic beverages, light wine, beer or
 4707 light spirit product from any manufacturer or distributor holding
 4708 a permit under this article, or under Title 67, Chapter 3,
- 4709 Mississippi Code of 1972, to consumers in this state.

- 4710 **SECTION 81.** Section 67-1-71, Mississippi Code of 1972, is
- 4711 brought forward as follows:
- 4712 67-1-71. The department may revoke or suspend any permit
- 4713 issued by it for a violation by the permittee of any of the
- 4714 provisions of this article or of the regulations promulgated under
- 4715 it by the department.
- 4716 Permits must be revoked or suspended for the following
- 4717 causes:
- 4718 (a) Conviction of the permittee for the violation of
- 4719 any of the provisions of this article;
- 4720 (b) Willful failure or refusal by any permittee to
- 4721 comply with any of the provisions of this article or of any rule
- 4722 or regulation adopted pursuant thereto;
- 4723 (c) The making of any materially false statement in any
- 4724 application for a permit;
- 4725 (d) Conviction of one or more of the clerks, agents or
- 4726 employees of the permittee, of any violation of this article upon
- 4727 the premises covered by such permit within a period of time as
- 4728 designated by the rules or regulations of the department;
- 4729 (e) The possession on the premises of any retail
- 4730 permittee of any alcoholic beverages upon which the tax has not
- 4731 been paid;
- 4732 (f) The willful failure of any permittee to keep the
- 4733 records or make the reports required by this article, or to allow
- 4734 an inspection of such records by any duly authorized person;

- 4735 (g) The suspension or revocation of a permit issued to
- 4736 the permittee by the federal government, or conviction of
- 4737 violating any federal law relating to alcoholic beverages;
- 4738 (h) The failure to furnish any bond required by Section
- 4739 27-71-21 within fifteen (15) days after notice from the
- 4740 department; and
- 4741 (i) The conducting of any form of illegal gambling on
- 4742 the premises of any permittee or on any premises connected
- 4743 therewith or the presence on any such premises of any gambling
- 4744 device with the knowledge of the permittee.
- The provisions of paragraph (i) of this section shall not
- 4746 apply to gambling or the presence of any gambling devices, with
- 4747 knowledge of the permittee, on board a cruise vessel in the waters
- 4748 within the State of Mississippi, which lie adjacent to the State
- 4749 of Mississippi south of the three (3) most southern counties in
- 4750 the State of Mississippi, or on any vessel as defined in Section
- 4751 27-109-1 whenever such vessel is on the Mississippi River or
- 4752 navigable waters within any county bordering on the Mississippi
- 4753 River. The department may, in its discretion, issue on-premises
- 4754 retailer's permits to a common carrier of the nature described in
- 4755 this paragraph.
- The provisions of paragraph (i) of this section shall not
- 4757 apply to the operation of any game or lottery authorized by
- 4758 Chapter 115, Title 27.
- 4759 No permit shall be suspended or revoked until after the
- 4760 permittee has been provided reasonable notice of the charges

against him for which suspension or revocation is sought and the opportunity to a hearing before the Board of Tax Appeals to

4763 contest such charges and the suspension or revocation proposed.

4764 Opportunity to a hearing is provided without an actual hearing if

4765 the permittee, after receiving reasonable notice, including notice

4766 of his right to a hearing, fails to timely request a hearing. The

4767 permittee may also at any time waive his rights to reasonable

4768 notice and/or to the opportunity to a hearing by agreeing to a

4769 suspension or revocation offered by the department.

4770 Notwithstanding the requirement above that a permit may not be

4771 suspended without notice and opportunity to a hearing, sales of

4772 alcoholic beverages by a permittee under a permit for which the

4773 bond under Section 27-71-21 has been cancelled shall be suspended

4774 from and after issuance of the notice provided in paragraph (h)

4775 above and shall continue to be suspended until the bond is

4776 reinstated, a new bond is posted or sufficient cash or securities

4777 as provided under Section 27-71-21 are deposited with the State

4778 Treasurer for this permit.

In addition to the causes specified in this section and other provisions of this article, the department shall be authorized to suspend the permit of any permit holder for being out of compliance with an order for support, as defined in Section 93-11-153. The procedure for suspension of a permit for being out of compliance with an order for support, and the procedure for the reissuance or reinstatement of a permit suspended for that

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4786 purpose, and the payment of any fees for the reissuance or

4787 reinstatement of a permit suspended for that purpose, shall be

4788 governed by Section 93-11-157 or 93-11-163, as the case may be.

4789 If there is any conflict between any provision of Section

4790 93-11-157 or 93-11-163 and any provision of this article, the

4791 provisions of Section 93-11-157 or 93-11-163, as the case may be,

4792 shall control.

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4793 **SECTION 82.** Section 67-1-73, Mississippi Code of 1972, is

4794 brought forward as follows:

4795 67-1-73. Every manufacturer, including native wine or native

4796 spirit producers, within or without the state, and every other

4797 shipper of alcoholic beverages who sells any alcoholic beverage,

4798 including native wine or native spirit, within the state, shall,

at the time of making such sale, file with the department a copy

4800 of the invoice of such sale showing in detail the kind of

4801 alcoholic beverage sold, the quantities of each, the size of the

4802 container and the weight of the contents, the alcoholic content,

4803 and the name and address of the person to whom sold.

Every person transporting alcoholic beverages, including native wine or native spirit, within this state to a point within this state, whether such transportation originates within or without this state, shall, within five (5) days after delivery of such shipment, furnish the department a copy of the bill of lading or receipt, showing the name or consignor or consignee, date, place received, destination, and quantity of alcoholic beverages delivered. Upon failure to comply with the provisions of this section, such person shall be deemed guilty of a misdemeanor and,

- 4813 upon conviction thereof, shall be fined in the sum of Fifty
- 4814 Dollars (\$50.00) for each offense.
- 4815 **SECTION 83.** Section 67-1-81, Mississippi Code of 1972, is
- 4816 brought forward as follows:
- 4817 67-1-81. (1) (a) Any permittee or other person who shall
- 4818 sell, furnish, dispose of, give, or cause to be sold, furnished,
- 4819 disposed of, or given, any alcoholic beverage to any person under
- 4820 the age of twenty-one (21) years shall be guilty of a misdemeanor
- 4821 and shall be punished by a fine of not less than Five Hundred
- 4822 Dollars (\$500.00) nor more than One Thousand Dollars (\$1,000.00)
- 4823 for a first offense. For a second or subsequent offense, such
- 4824 permittee or other person shall be punished by a fine of not less
- 4825 than One Thousand Dollars (\$1,000.00) nor more than Two Thousand
- 4826 Dollars (\$2,000.00), or by imprisonment for not more than one (1)
- 4827 year, or by both such fine and imprisonment in the discretion of
- 4828 the court.
- 4829 (b) (i) If a permittee, or any employee of a
- 4830 permittee, violates paragraph (a) of this subsection (1), then, in
- 4831 addition to any other penalty provided for by law, the
- 4832 commissioner may impose the following penalties against the
- 4833 permittee on whose premises the alcoholic beverages were sold,
- 4834 given or furnished:
- 4835 1. For the first offense on the licensed
- 4836 premises, suspension of the permit for not more than one (1) week.

- 2. For a second offense occurring on the licensed premises within a twelve-month period, suspension of the permit for not more than two (2) weeks.
- 3. For a third offense occurring on the licensed premises within a twelve-month period, suspension of the permit for not more than three (3) weeks or revocation of the permit.
- 4844 4. For a fourth or subsequent offense
 4845 occurring on the licensed premises within a twelve-month period,
 4846 revocation of the permit.
- A violation of paragraph (a) of this subsection (1) shall be sufficient to impose the administrative penalties authorized under this paragraph (b), and any expunction of conviction shall have no effect on any administrative penalty imposed against a permittee under this paragraph (b).
- 4852 Any person under the age of twenty-one (21) years who 4853 purchases, receives, or has in his or her possession in any public 4854 place, any alcoholic beverages, shall be quilty of a misdemeanor 4855 and shall be punished by a fine of not less than Two Hundred 4856 Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00). 4857 Provided, that clearing or busing tables that have glasses or 4858 other containers that contain or did contain alcoholic beverages, 4859 or stocking, bagging or otherwise handling purchases of alcoholic 4860 beverages shall not be deemed possession of alcoholic beverages for the purposes of this section. Provided further, that a person 4861 4862 who is at least eighteen (18) years of age but under the age of

twenty-one (21) years who waits on tables by taking orders for or 4864 delivering orders of alcoholic beverages shall not be deemed to 4865 unlawfully possess or furnish alcoholic beverages if in the scope 4866 of his employment by the holder of an on-premises retailer's 4867 permit. This exception shall not authorize a person under the age 4868 of twenty-one (21) to tend bar or act in the capacity of 4869 bartender. Any person under the age of twenty-one (21) who 4870 knowingly makes a false statement to the effect that he or she is 4871 twenty-one (21) years old or older or presents any document that 4872 indicates he or she is twenty-one (21) years of age or older for 4873 the purpose of purchasing alcoholic beverages from any person 4874 engaged in the sale of alcoholic beverages shall be guilty of a 4875 misdemeanor and shall be punished by a fine of not less than Two 4876 Hundred Dollars (\$200.00) nor more than Five Hundred Dollars 4877 (\$500.00), and a sentence to not more than thirty (30) days' 4878 community service.

- 4879 The term "community service" as used in this section 4880 shall mean work, projects or services for the benefit of the 4881 community assigned, supervised and recorded by appropriate public 4882 officials.
- 4883 (4)If a person under the age of twenty-one (21) years is 4884 convicted or enters a plea of guilty of purchasing, receiving or 4885 having in his or her possession in any public place any alcoholic 4886 beverages in violation of subsection (2) of this section, the 4887 trial judge, in lieu of the penalties otherwise provided under 4888 subsection (2) of this section, shall suspend the minor's driver's

4889 license by taking and keeping it in the custody of the court for a 4890 period of time not to exceed ninety (90) days. The judge so ordering the suspension shall enter upon his docket "DEFENDANT'S 4891 4892 DRIVER'S LICENSE SUSPENDED FOR DAYS IN LIEU OF CONVICTION" 4893 and such action by the trial judge shall not constitute a 4894 conviction. During the period that the minor's driver's license 4895 is suspended, the trial judge shall suspend the imposition of any 4896 fines or penalties that may be imposed under subsection (2) of 4897 this section and may place the minor on probation subject to such 4898 conditions as the judge deems appropriate. If the minor violates any of the conditions of probation, then the trial judge shall 4899 4900 return the driver's license to the minor and impose the fines, 4901 penalties or both, that he would have otherwise imposed, and such 4902 action shall constitute a conviction.

4903 **SECTION 84.** Section 67-3-15, Mississippi Code of 1972, is 4904 brought forward as follows:

4905 67-3-15. (1) Any person who shall brew or manufacture or 4906 sell any beer, light spirit product or light wine without first having secured a permit and/or license from the commissioner 4907 4908 authorizing the brewing or manufacture or sale of such liquor, 4909 shall be quilty of a misdemeanor and, upon conviction thereof, be 4910 punished by a fine of not more than One Thousand Dollars (\$1,000.00) or imprisonment in the county jail for not more than 4911 4912 one (1) year, or both, in the discretion of the court. Any person so convicted may not apply for any permit or license issued by the 4913

- 4914 commissioner until five (5) years have elapsed from the date of 4915 such conviction.
- 4916 (2) This section shall not apply to beer authorized to be 4917 made pursuant to Section 67-3-11.
- 4918 (3) Any light wine, light spirit product or beer found in 4919 possession of, or sold by, a person in violation of this section 4920 shall be seized and disposed of in the manner provided for in 4921 Section 67-1-18.
- 4922 **SECTION 85.** Section 67-3-25, Mississippi Code of 1972, is 4923 brought forward as follows:
- 4924 67-3-25. (1) Any permit issued authorizing the sale or 4925 delivery of light wines, light spirit products and/or beer for 4926 consumption shall be construed to authorize the sale or delivery 4927 of light wines, light spirit products and/or beer by the bottle, 4928 by the glass or by draught, and in or from the original package.
- 4929 (2) The commissioner is authorized to establish, in his 4930 discretion, dates for the expiration of permits issued under this 4931 chapter.
- (3) Except as otherwise provided in this section, permits shall be issued for twelve (12) months and shall be renewed annually on the first day of the month in which the permit expires. The commissioner may issue temporary permits for less than a full year. All permits shall show the effective date and expiration date of the permit, the business location, individual or business name and mailing address of the permittee.

- 4939 **SECTION 86.** Section 67-3-27, Mississippi Code of 1972, is 4940 brought forward as follows:
- 4941 67-3-27. Before any person shall engage in the business of
- 4942 manufacturer, wholesaler, distributor or retailer of light wines,
- 4943 light spirit products or beer, he shall apply to the commissioner
- 4944 for a license to engage in such business, and shall pay to the
- 4945 commissioner the specific tax imposed by Section 27-71-303, for
- 4946 the privilege of engaging in such business. The commissioner upon
- 4947 receipt of such tax shall issue to such person a privilege license
- 4948 to engage in or continue in such business for a period of time not
- 4949 to exceed one (1) year. No such license shall be issued to the
- 4950 applicant unless such applicant shall have obtained from the
- 4951 commissioner a permit as required in Section 67-3-17. A brewpub
- 4952 shall obtain all necessary federal licenses and permits prior to
- 4953 obtaining any license under this chapter.
- 4954 All privilege licenses issued under the provisions of this
- 4955 section shall be renewed annually on or before the first day of
- 4956 the month in which the current license expires.
- 4957 **SECTION 87.** Section 67-3-29, Mississippi Code of 1972, is
- 4958 brought forward as follows:
- 4959 67-3-29. (1) The commissioner, or a hearing officer or the
- 4960 board of review, as designated by the commissioner, after a show
- 4961 cause hearing, shall revoke or suspend any permit granted by
- 4962 authority of this chapter to any person who shall violate any of
- 4963 the provisions of this chapter or the revenue laws of this state
- 4964 relating to engaging in transporting, storing, selling,

4965 distributing, possessing, receiving or manufacturing of wines or 4966 beers, or any person who shall hereafter be convicted of the 4967 unlawful sale of intoxicating liquor, or any person who shall 4968 allow or permit any form of illegal gambling or immorality on the 4969 premises described in such permit. The commissioner shall not 4970 revoke or suspend a permit of a retailer for the sale of light 4971 wine, light spirit product or beer to a person under the age of 4972 twenty-one (21) years until there has been a conviction of the 4973 permit holder or an employee of the permit holder for such violation. 4974

4975 If any person exercising any privilege taxable under the provisions of Chapter 71 of Title 27, Mississippi Code of 1972, 4976 4977 shall willfully neglect or refuse to comply with the provisions of 4978 such chapter, or any rules or regulations promulgated by the 4979 commissioner under authority of such chapter, or the provisions of 4980 this chapter, including maintaining the qualifications of an applicant under Section 67-3-19, during the permit period, the 4981 4982 commissioner shall be authorized to revoke or suspend the permit 4983 theretofore issued to the person. Any person whose permit shall 4984 have been revoked by the commissioner shall be thereafter 4985 prohibited from exercising any privilege under the provisions of Chapter 71 of Title 27, Mississippi Code of 1972, for a period of 4986 4987 two (2) years from the date of the revocation. The commissioner 4988 may, however, for good cause shown, grant a new permit upon such 4989 conditions as the commissioner may prescribe. Any person whose 4990 permit shall have been suspended by the commissioner shall be

- 4991 prohibited from exercising any privilege under the provisions of
- 4992 Chapter 71 of Title 27, Mississippi Code of 1972, during the
- 4993 period of the suspension. Failure of the person to comply with
- 4994 the terms of the suspension shall be cause for revocation of his
- 4995 permit, in addition to the other penalties provided by law.
- 4996 (3) In addition to the reasons specified in this section and
- 4997 other provisions of this chapter, the commissioner shall be
- 4998 authorized to suspend the permit of any permit holder for being
- 4999 out of compliance with an order for support, as defined in Section
- 5000 93-11-153. The procedure for suspension of a permit for being out
- 5001 of compliance with an order for support, and the procedure for the
- 5002 reissuance or reinstatement of a permit suspended for that
- 5003 purpose, and the payment of any fees for the reissuance or
- 5004 reinstatement of a permit suspended for that purpose, shall be
- 5005 governed by Section 93-11-157 or Section 93-11-163, as the case
- 5006 may be. If there is any conflict between any provision of Section
- 5007 93-11-157 or Section 93-11-163 and any provision of this chapter,
- 5008 the provisions of Section 93-11-157 or 93-11-163, as the case may
- 5009 be, shall control.
- 5010 **SECTION 88.** Section 67-3-31, Mississippi Code of 1972, is
- 5011 brought forward as follows:
- 5012 67-3-31. Proceedings for the revocation or suspension of any
- 5013 permit authorizing the sale of beer or wine at retail for a
- 5014 violation of any of the provisions of Section 67-3-53 may be
- 5015 brought in the circuit or county court of the county in which the
- 5016 licensed premises are located. Such proceedings shall be entitled

5017 in the name of the state and against the permittee and shall be 5018 instituted by filing a complaint with the clerk of the court. complaint may be filed by the county prosecuting attorney of the 5019 5020 county upon his own initiative or, then by the district attorney 5021 of the district in which the county is located, and it shall be 5022 mandatory upon the county prosecuting attorney, or district 5023 attorney, as the case may be, to file a complaint when requested 5024 to do so by a peace officer or any person as provided in this 5025 section. Any peace officer within his jurisdiction or any enforcement officer of the Alcoholic Beverage Control Division 5026 within the Department of Revenue who learns that a retail 5027 5028 permittee within his jurisdiction has violated any of the 5029 provisions of such section shall file with the county prosecuting 5030 attorney of the county in which the licensed premises are located, 5031 or, then with the district attorney of the district in which such 5032 county is located, an affidavit specifying in detail the facts 5033 alleged to constitute such violation, and requesting that a 5034 complaint be filed against the permittee for the revocation or 5035 suspension of his permit. A like affidavit may be filed with the 5036 county prosecuting attorney, or district attorney, as the case may 5037 be, by any person who resides, and has for at least one (1) year 5038 prior thereto resided within the county in which the licensed premises are located requesting that a complaint be filed for the 5039 5040 revocation or suspension of the permittee's permit. Promptly upon receiving any such affidavit the county prosecuting attorney, or 5041 5042 district attorney, shall prepare a proper complaint, which shall

5043 be signed and sworn to by the person or persons filing the 5044 affidavit with him, and the county prosecuting attorney or 5045 district attorney shall file the complaint with the clerk of the 5046 circuit or county court.

5047 **SECTION 89.** Section 67-3-33, Mississippi Code of 1972, is 5048 brought forward as follows:

5049 67-3-33. Upon filing a complaint with the clerk of the 5050 court, the county prosecuting attorney or district attorney filing 5051 the same shall promptly move the court to set the complaint for 5052 The court shall set the complaint for hearing at an hearing. 5053 early date in term time or in vacation and such proceedings shall 5054 have precedence for trial over all civil actions. Upon a date for 5055 trial being set by the court, the county prosecuting attorney or 5056 district attorney shall serve or cause to be served upon the 5057 permittee in accordance with the Mississippi Rules of Civil 5058 Procedure a notice of the filing of said complaint, together with 5059 a copy of said complaint, and shall set forth in said notice the 5060 time and place of the hearing thereon. Said notice shall be 5061 served upon the permittee at least ten (10) days prior to the date 5062 set for hearing if personal service be made. If service be made 5063 by mail, such notice shall be deposited in the United States mail 5064 not less than twelve (12) days prior to the date set for hearing. 5065 A copy of said complaint and notice of hearing thereon shall also 5066 be mailed to the commissioner by the county prosecuting attorney or district attorney. 5067

5068 **SECTION 90.** Section 67-3-35, Mississippi Code of 1972, is 5069 brought forward as follows:

5070 67-3-35. The complaint shall be heard by the court without a jury. If the court shall find upon the hearing that the offense or 5071 5072 offenses charged in the complaint have been established by the 5073 evidence, the court shall order the revocation or suspension of 5074 the permit. If the court finds that the permittee has not 5075 previously violated the law in the operation of his licensed 5076 business, and that no permit or license held by him has previously 5077 been suspended or revoked, and if it appears to the satisfaction 5078 of the court that there is reasonable ground to expect that the 5079 permittee will not again commit the offense or offenses charged in 5080 the complaint and that to revoke the permit would be unduly 5081 severe, then the court may suspend the permit for such period of 5082 time as the court deems proper. However, if the permittee has 5083 previously had his permit suspended or revoked, it shall be 5084 mandatory upon the court upon a finding of quilty to revoke the 5085 said permit. The judgment of the court revoking or suspending such 5086 permit shall not be superseded or stayed during the pendency of an 5087 appeal therefrom. A certified copy of the final order or decree of 5088 the court shall be forwarded by the clerk of the court to the 5089 commissioner.

After the filing of a complaint with the clerk of the court for the revocation or suspension of a permit, the court in which the complaint is filed shall retain jurisdiction to hear and determine such complaint and to enter judgment revoking or

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suspending such permit. For the purpose of such hearing and as to the effect of the judgment of the court entered pursuant thereto, the permit shall be in full force and effect even though the permittee, after filing of such complaint, may have surrendered his permit, or such permit may have expired, or the rights of the permittee thereunder may have otherwise terminated. It is the purpose of this section to preclude the permittee from avoiding the effect of a judgment of revocation by a court by reason of conditions arising subsequent to the filing of a complaint.

SECTION 91. Section 67-3-37, Mississippi Code of 1972, is 5104 brought forward as follows:

67-3-37. It shall be the duty of the county prosecuting attorney or the district attorney, as the case may be, to file complaints as provided in Section 67-3-31 and to prosecute diligently and without delay all complaints filed by him.

It shall be the duty of all peace officers, within their jurisdiction, and all enforcement officers of the Alcoholic Beverage Control Division of the Department of Revenue to enforce the provisions of Section 67-3-53 and they shall frequently visit all licensed premises within their jurisdiction to determine whether such permittees are complying with the laws. They shall promptly investigate all complaints made to them by any citizen relative to any alleged violations of such section within their jurisdiction. When any peace officer or enforcement officer of the Alcoholic Beverage Control Division has knowledge of a violation of such section committed by a permittee within his

jurisdiction, it shall be his duty forthwith to file an affidavit with the county prosecuting attorney or district attorney requesting that a complaint be filed for the revocation or suspension of the permit of the permittee.

5124 **SECTION 92.** Section 67-3-39, Mississippi Code of 1972, is 5125 brought forward as follows:

5126 67-3-39. The jurisdiction conferred upon the circuit and 5127 county courts to hear and determine complaints for the revocation 5128 or suspension of permits shall not be exclusive and any authority conferred on the commissioner to revoke or suspend licenses shall 5129 remain in full force and effect, and the commissioner shall have 5130 authority to revoke or suspend permits for a violation of Section 5131 5132 67-3-53 in the manner provided in subsection (2) of Section 5133 67-3-29 for the revocation of permits. However, when a complaint 5134 is filed with the court any proceedings which may then be pending 5135 before the commissioner against the same permittee on the same 5136 charges shall abate and no proceedings for the revocation or suspension of a permit for a violation of the provisions of 5137 5138 Section 67-3-53 shall be filed with the commissioner when 5139 proceedings are pending before the court against the permittee on 5140 the same charges. The revocation or suspension of a permittee's 5141 state permit by the court or by the commissioner shall 5142 automatically revoke or suspend any municipal license or permit 5143 held by such person. The revocation or suspension of a permittee's permit shall be in addition to and not in lieu of or limitation of 5144 5145 any other penalty imposed by law.

5146 **SECTION 93.** Section 67-3-49, Mississippi Code of 1972, is 5147 brought forward as follows:

67-3-49. (1) Except as otherwise provided in this section, 5148 5149 it shall be unlawful for any brewer or manufacturer or distributor 5150 or wholesale dealer of or in light wines, light spirit products 5151 and/or beer to manufacture or knowingly bring upon his premises or 5152 keep thereon any light spirit product of an alcoholic content of 5153 more than six percent (6%) by weight, any beer of an alcoholic 5154 content of more than eight percent (8%) by weight. Any person 5155 that shall add to or mix with any beer, light spirit product or 5156 light wine any alcoholic or other liquid, or any alcohol cube or cubes, or any other ingredient or ingredients that will increase 5157 5158 or tend to increase the alcoholic content of such liquor, or any person that shall knowingly offer for sale any liquor so treated, 5159 shall be guilty of a misdemeanor and punished as hereinafter 5160 5161 provided in this chapter. The commissioner shall take any action 5162 he considers necessary to ensure that light wine, light spirit product and/or beer manufactured at a brewpub complies with the 5163 5164 provisions of this section.

- (2) A brewer or manufacturer of light wine, light spirit product or beer may manufacture and keep upon his premises beer of an alcoholic content of more than eight percent (8%) by weight if the beer is manufactured for legal sale in another state.
- 5169 **SECTION 94.** Section 67-3-52, Mississippi Code of 1972, is 5170 brought forward as follows:

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5171 67-3-52. It shall be unlawful for any person holding a 5172 permit authorizing the sale of beer, light spirit product or light wine at retail to obtain such beer, light spirit product or light 5173 wine from any source outside of the State of Mississippi. 5174 5175 person who violates the provisions of this section, upon 5176 conviction thereof, shall be punished by a fine of not more than One Thousand Dollars (\$1,000.00) or by imprisonment in the county 5177 5178 jail for not more than six (6) months, or by both such fine and 5179 imprisonment, in the discretion of the court. Any person 5180 convicted of violating this section, or any rules or regulations 5181 promulgated by the commissioner with regard to the unlawful acts 5182 described in this section, shall forfeit his permit. Any person 5183 whose permit has been forfeited pursuant to this section shall not be eligible for a permit issued by the commissioner for a period 5184 of five (5) years after the date of such forfeiture. In addition, 5185 5186 no permit shall be issued for the same location, for which an 5187 offender has forfeited a permit pursuant to this section, to a spouse, offspring or sibling of the offender when to do so would 5188 5189 circumvent the purposes of this section. The commissioner may 5190 assess a retailer who violates this section the amount of excise 5191 taxes due on the unlawfully imported beer, light spirit product or 5192 light wine, together with a penalty in the amount of four (4) 5193 times the state excise taxes due or One Hundred Dollars (\$100.00) 5194 per case, whichever is greater.

5195 **SECTION 95.** Section 67-3-59, Mississippi Code of 1972, is 5196 brought forward as follows:

- 5197 67-3-59. (1)Except as provided in this subsection, sales 5198 by wholesalers, distributors or manufacturers to persons who do not hold valid permits are unlawful; and any wholesaler, 5199 5200 distributor or manufacturer making such sales, or who sells any 5201 beer, light spirit product or light wine on which the tax provided 5202 by law has not been paid, shall, in addition to any other fines, 5203 penalties and forfeitures, be subject to a penalty of Twenty-five 5204 Dollars (\$25.00) for each sale. If all other applicable taxes are 5205 paid, this penalty will not apply to the following: sales to employees of the wholesaler; sales to nonprofit charitable and 5206 5207 civic organizations for special fund-raising events provided that 5208 the beer, light spirit product or light wine is not resold; sales
- 5210 (2) The commissioner may assess the penalty by giving notice 5211 by mail, demanding payment within thirty (30) days from date of 5212 delivery of the notice.

to affiliated member associations.

- The proceeds of all penalties shall be deposited by the commissioner with the other monies collected by him and shall be disposed of as provided by law.
- 5216 **SECTION 96.** Section 67-3-61, Mississippi Code of 1972, is 5217 brought forward as follows:
- 5218 67-3-61. Every railroad company, express company, aeroplane 5219 company, motor transportation company, steamboat company, or other 5220 transportation company, or any person that shall transport into, 5221 from place to place within, or out of this state any light wines,
- 5222 light spirit products or beer, whether brewed or manufactured

5223 within this state or outside of this state, when requested by the 5224 commissioner, shall furnish him with a duplicate of the bill of lading covering the receipt for such liquor, showing the name of 5225 5226 the brewer or manufacturer or distributor, and the name and 5227 address of the consignor and of the consignee, and the date when 5228 and place where received, and the destination and the quantity of 5229 such liquor received from the manufacturer or brewer or other 5230 consignor for shipment from any point within or without this state 5231 to any point within this state.

5232 Any such company or person so transporting any such liquor 5233 that shall fail to comply with the requirements of this section, 5234 shall forfeit and pay to the State of Mississippi the sum of One 5235 Hundred Dollars (\$100.00) for each such failure, to be recovered 5236 in any court of competent jurisdiction. The commissioner is 5237 hereby authorized and empowered to sue in his own name, on the 5238 relation and for the use of the State of Mississippi, for such 5239 recovery.

5240 **SECTION 97.** Section 67-3-63, Mississippi Code of 1972, is 5241 brought forward as follows:

5242 67-3-63. The commissioner shall cause a record to be kept of 5243 the names and places of business of all persons engaged in the 5244 brewing of beer, of all persons engaged in the manufacture of 5245 light wines or light spirit products, and of all persons engaged 5246 in the sale of light wines, light spirit products and/or beer, 5247 whether at retail or otherwise. He shall also cause a record to 5248 be kept of all beer, light spirit products and light wines (and of 5249 the amount thereof) brewed or manufactured by each brewery or

5250 winery, and of all such liquors (and of the amount thereof) sold

5251 by each brewery or winery, with the names and business addresses

5252 of the purchasers, and of all such liquors (and of the amount

5253 thereof) sold by every dealer other than a brewer or manufacturer,

5254 and in the case of sales by dealers other than retail dealers, of

5255 the names and business addresses of the purchasers.

5256 The commissioner shall cause a record to be kept of all 5257 expenses incurred in the collection of such data.

5258 **SECTION 98.** Section 67-3-69, Mississippi Code of 1972, is 5259 brought forward as follows:

67-3-69. (1) Except as to Sections 67-3-17, 67-3-23,

5261 67-3-27, 67-3-55 and 67-3-57, any violation of any provision of

5262 this chapter or of any rule or regulation of the commissioner,

5263 shall be a misdemeanor and, where the punishment therefor is not

5264 elsewhere prescribed in this section, shall be punished by a fine

5265 of not more than Five Hundred Dollars (\$500.00) or imprisonment

5266 for not more than six (6) months, or both, in the discretion of

the court. If any person so convicted shall be the holder of any

5268 permit or license issued by the commissioner under authority of

5269 this chapter, the permit or license shall from and after the date

5270 of such conviction be void and the holder thereof shall not

5271 thereafter, for a period of one (1) year from the date of such

5272 conviction, be entitled to any permit or license for any purpose

5273 authorized by this chapter. Upon conviction of the holder of any

5274 permit or license, the appropriate law enforcement officer shall 5275 seize the permit or license and transmit it to the commissioner.

- (2) (a) Any person who shall violate any provision of
 Section 67-3-17, 67-3-23, 67-3-27 or 67-3-55 shall be guilty of a
 misdemeanor, and upon conviction thereof shall be punished by a
 fine of not more than Five Hundred Dollars (\$500.00) or by
 imprisonment in the county jail for not more than six (6) months,
 or by both such fine and imprisonment, in the discretion of the
 court.
- 5283 Any person who shall violate any provision of 5284 Section 67-3-57 shall be quilty of a misdemeanor, and upon 5285 conviction thereof, shall be punished by a fine of not more than 5286 One Thousand Dollars (\$1,000.00) or by imprisonment in the county 5287 jail for not more than one (1) year, or by both, in the discretion of the court. Any person convicted of violating any provision of 5288 5289 the sections referred to in this subsection shall forfeit his 5290 permit, and shall not thereafter be permitted to engage in any 5291 business taxable under the provisions of Sections 27-71-301 5292 through 27-71-347.
- of a permit, shall be convicted of selling any beer, light spirit product or wine to anyone who is visibly intoxicated from the licensed premises or to any person under the age of twenty-one (21) years from the licensed premises in violation of Section 67-3-53(b), then, in addition to any other penalty provided for by

- 1299 law, the commissioner may impose the following penalties against the holder of a permit:
- (a) For the first offense on the licensed premises, by a fine of not less than Five Hundred Dollars (\$500.00) nor more than One Thousand Dollars (\$1,000.00) and/or suspension of the

permit for not more than three (3) months.

- 5305 (b) For a second offense occurring on the licensed
 5306 premises within twelve (12) months of the first offense, by a fine
 5307 of not less than Five Hundred Dollars (\$500.00) nor more than Two
 5308 Thousand Dollars (\$2,000.00) and/or suspension of the permit for
 5309 not more than six (6) months.
- (c) For a third offense occurring on the licensed premises within twelve (12) months of the first, by a fine of not less than Two Thousand Dollars (\$2,000.00) nor more than Five Thousand Dollars (\$5,000.00) and/or suspension or revocation of the permit to sell beer, light spirit product or light wine.
- (d) For a fourth or subsequent offense occurring on the licensed premises within twelve (12) months of the first, by a fine of not less than Two Thousand Dollars (\$2,000.00) nor more than Five Thousand Dollars (\$5,000.00) and/or suspension or revocation of the permit to sell beer, light spirit product or light wine.
- (4) A person who sells any beer, light spirit product or wine to a person under the age of twenty-one (21) years shall not be guilty of a violation of Section 67-3-53(b) if the person under the age of twenty-one (21) years represents himself to be

- 5325 twenty-one (21) years of age or older by displaying an apparently
- 5326 valid Mississippi driver's license containing a physical
- 5327 description consistent with his appearance or by displaying some
- 5328 other apparently valid identification card or document containing
- 5329 a picture and physical description consistent with his appearance
- 5330 for the purpose of inducing the person to sell beer, light spirit
- 5331 product or wine to him.
- 5332 (5) If a small craft brewery is convicted of violating the
- 5333 provisions of Section 67-3-48, then, in addition to any other
- 5334 provision provided for by law, the small craft brewery shall be
- 5335 punished as follows:
- 5336 (a) For the first offense, the small craft brewery may
- 5337 be fined in an amount not to exceed Five Hundred Dollars
- 5338 (\$500.00).
- 5339 (b) For a second offense occurring within twelve (12)
- 5340 months of the first offense, the small craft brewery may be fined
- 5341 an amount not to exceed One Thousand Dollars (\$1,000.00).
- 5342 (c) For a third or subsequent offense occurring within
- 5343 twelve (12) months of the first offense, the small craft brewery
- 5344 may be fined an amount not to exceed Five Thousand Dollars
- 5345 (\$5,000.00) and the permit to operate as a manufacturer shall be
- 5346 suspended for thirty (30) days.
- 5347 **SECTION 99.** Section 67-3-74, Mississippi Code of 1972, is
- 5348 brought forward as follows:
- 67-3-74. (1) In addition to peace officers within their
- 5350 jurisdiction, all enforcement officers of the Alcoholic Beverage

Control Division of the Department of Revenue are authorized to enforce the provisions made unlawful by this chapter and Section 97-5-49; however, the provisions prohibiting the sale of light wine, light spirit product or beer to persons under the age of twenty-one (21) years shall be enforced by the division as

provided for in this section.

- (2) (a) The Alcoholic Beverage Control Division shall investigate violations of the laws prohibiting the sale of light wine, light spirit product or beer to persons under the age of twenty-one (21) years upon receipt of a complaint or information from a person stating that they have knowledge of such violation.
- 5362 (b) Upon receipt of such complaint or information, the
 5363 Alcoholic Beverage Control Division shall notify the permit holder
 5364 of the complaint by certified mail to the primary business office
 5365 of such permit holder or by hand delivery of the complaint or
 5366 information to the primary business office of such holder, except
 5367 in cases where the complaint or information is received from any
 5368 law enforcement officer.
- (c) If an enforcement officer of the Alcoholic Beverage
 Control Division enters the business of the holder of the permit
 to investigate a complaint and discovers a violation, the agent
 shall notify the person that committed the violation and the
 holder of the permit:
- (i) Within ten (10) days after such violation,

 Sundays and holidays excluded, if the business sells light wine,

 light spirit product or beer for on-premises consumption; and

(ii) Within seventy-two (72) hours after such violation, Sundays and holidays excluded, if the business does not sell light wine, light spirit product or beer for on-premises consumption.

SECTION 100. Section 67-9-1, Mississippi Code of 1972, is 5382 brought forward as follows:

67-9-1. Notwithstanding the provisions of any section of Title 27 or 67, Mississippi Code of 1972, it shall be lawful for any person holding an alcohol processing permit to transport and possess alcoholic beverages, light wine, light spirit product and beer, in any part of the state, for his or her use in cooking, processing or manufacturing products which contain alcoholic beverages as an integral ingredient, in amounts as limited by the Alcoholic Beverage Control Division of the Department of Revenue. The authority to transport and possess alcoholic beverages, light wine, light spirit product and beer under this section exists regardless of whether (a) the county or municipality in which the transportation or possession takes place has voted for or against coming out from under the dry law, or (b) the transportation, storage, sale, distribution, receipt or manufacture of light wine, light spirit product and beer otherwise is prohibited.

The provisions of this section shall not be construed as
amending, repealing or otherwise affecting any statute or any
lawfully adopted ordinance, rule or regulation that prohibits or
restricts the location at which, or the premises upon which,

- 5402 alcoholic beverages, light wine, light spirit product or beer may
- 5403 be sold or consumed.
- 5404 **SECTION 101.** Section 67-11-7, Mississippi Code of 1972, is
- 5405 brought forward as follows:
- 5406 67-11-7. (1) Every native distillery in the State of
- 5407 Mississippi shall apply for a permit as provided for in Section
- 5408 67-1-51 and shall be issued said initial and renewal permit by the
- 5409 department upon meeting the qualifications and requirements set
- 5410 forth by law or regulation for permits authorized by Section
- 5411 67-1-51.
- 5412 (2) Every native distillery shall register with the
- 5413 Secretary of State, shall show the location and permit number of
- 5414 the distillery, shall show the name and address of the producer
- 5415 owning, conducting or operating the distillery, shall show the
- 5416 name and address of all local agents and such other pertinent
- 5417 information which may be required by the Secretary of State, and
- 5418 shall appoint an agent for service of process within the State of
- 5419 Mississippi.
- 5420 **SECTION 102.** Section 27-71-307, Mississippi Code of 1972, is
- 5421 brought forward as follows:
- 5422 27-71-307. (1) (a) In addition to the specific tax imposed
- 5423 in Section 27-71-303, there is hereby imposed, levied, assessed
- 5424 and shall be collected, as hereinafter provided, an excise or
- 5425 privilege tax upon each person engaged or continuing in the
- 5426 business of wholesaler or distributor of light wines, light spirit
- 5427 products or beer equivalent to Forty-two and Sixty-eight

One-hundredths Cents (42.68¢) per gallon upon all light wines, 5429 light spirit products and beer acquired for sale or distribution in this state. The excise or privilege tax is also imposed at the 5430 same rate upon each gallon of light wine, light spirit product or 5431 5432 beer manufactured by brewpubs, each of which shall accurately and 5433 reliably measure the quantity of light wine, light spirit product 5434 and beer produced by using a measuring device such as a meter or 5435 gauge glass or any other suitable method approved by the 5436 commissioner. The excise or privilege tax is also imposed at the same rate upon each gallon of light wine, light spirit product or 5437 5438 beer provided by a small craft brewery or microbrewery for sale as 5439 authorized under Section 67-3-48 and upon each gallon of light 5440 wine, light spirit product or beer provided for tasting or sampling under Section 67-3-47. The tax is hereby imposed as an 5441 5442 additional tax for the privilege of engaging or continuing in 5443 business.

- 5444 The excise tax imposed in this section shall be (b) paid to the Department of Revenue monthly on or before the 5445 fifteenth day of the month following the month in which the beer, 5446 5447 light spirit product or light wine was manufactured or received in 5448 this state. Monthly report forms shall be furnished by the 5449 commissioner to the wholesalers, distributors, brewpubs, 5450 microbreweries and small craft breweries.
- 5451 Provided that persons operating a railroad dining car, club car or other car in interstate commerce upon which light 5452 5453 wines, light spirit products or beer may be sold and who are

licensed under the provisions of Section 67-3-27 and any other law relating to the sale of such beverages shall keep such records of the sales of such light wines, light spirit products and beer in this state as the commissioner shall prescribe and shall submit monthly reports of such sales to the commissioner within fifteen (15) days after the end of each month on a form prescribed therefor by the commissioner, and shall pay the tax due under the provisions of this section at the time such reports are filed.

No official crowns, lids, labels or stamps with the word
"MISSISSIPPI" or "MS" imprinted thereon or any other evidence of
tax payment is required by this section, or may be required under
rule or regulation promulgated by the commissioner, to be affixed
on or to any part of a beer, light wine, light spirit product or
malt cooler bottle, can or other light wine, light spirit product
or malt cooler container. For purposes of this section, malt
cooler products shall be defined as a flavored malt beverage made
from a base of malt beverage and flavored with fruit juices,
aromatics and essences of other flavoring in quantities and
proportions such that the resulting product possesses a character
and flavor distinctive from the base malt beverage and
distinguishable from other malt beverages.

(2) A licensed wholesaler or distributor of beer, light spirit product or light wine may not import beer, light spirit product or light wine from any source other than a brewer or importer authorized by the commissioner to sell such beer, light spirit product or light wine in Mississippi. Any person who

5480 violates the provisions of this subsection, upon conviction 5481 thereof, shall be punished by a fine of not more than One Thousand 5482 Dollars (\$1,000.00) or by imprisonment in the county jail for not 5483 more than six (6) months, or by both such fine and imprisonment, 5484 in the discretion of the court and shall be subject to license 5485 forfeiture following an appropriate hearing before the Department 5486 of Revenue.

The wholesaler, distributor, microbrewery or small craft (3) brewery shall be allowed credit for tax paid on beer, light spirit product or light wine which is no longer marketable and which is destroyed by same when such destruction is witnessed by an agent of the commissioner and when the amount of the excise tax exceeds One Hundred Dollars (\$100.00). No other loss will be allowed.

A brewpub shall be allowed credit for light wine, light spirit product or beer which has passed through the meter, gauge glass or other approved measuring device and which has been soured or damaged. The brewpub shall record the removal of sour or damaged light wine, light spirit product or beer and may take credit after the destruction is witnessed by an agent of the commissioner and when the amount of excise tax exceeds Twenty-five Dollars (\$25.00). No other loss shall be allowed.

All manufacturers, brewers and importers of beer, light spirit product or light wine shall file monthly reports as prescribed by the commissioner listing sales to each wholesaler or distributor by date, invoice number, quantity and container size, and any other information deemed necessary.

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- 5506 (5) All small craft breweries and microbreweries shall file 5507 monthly reports as prescribed by the commissioner regarding the 5508 sale of light wine, light spirit product or beer authorized under 5509 Section 67-3-48.
- 5510 (6) Manufacturers who offer and provide limited amounts of 5511 beer for tasting or sampling under Section 67-3-47 shall file 5512 monthly reports as prescribed by the commissioner regarding the 5513 beer provided for such tasting or sampling.
- 5514 All administrative provisions of the Mississippi Sales 5515 Tax Law, including those which fix damages, penalties and interest 5516 for nonpayment of taxes and for noncompliance with the provisions 5517 of such chapter, and all other requirements and duties imposed 5518 upon taxpayers, shall apply to all persons liable for taxes under 5519 the provisions of this chapter, and the commissioner shall 5520 exercise all the power and authority and perform all the duties 5521 with respect to taxpayers under this chapter as are provided in 5522 the sales tax law except where there is conflict, then the 5523 provisions of this chapter shall control.
- SECTION 103. Section 27-71-315, Mississippi Code of 1972, is brought forward as follows:
- 5526 27-71-315. Except as otherwise provided in Section 67-9-1
 5527 for the transportation of limited amounts of alcoholic beverages
 5528 for the use of an alcohol processing permittee, it shall be
 5529 unlawful for any person to transport from any point outside of
 5530 this state to any point within this state, any light wines, light
 5531 spirit products or beer except for delivery to a licensed

5532 wholesaler or distributor in this state; and except by common 5533 The commissioner may, however, upon application of a licensed wholesaler or distributor in this state, and under rules 5534 and regulations duly promulgated by him, issue a permit for the 5535 5536 transportation by a licensed wholesaler or distributor of light 5537 wines, light spirit products and beer in trucks owned by such licensee, from without the state to the place of business of such 5538 5539 licensee within the state, for distribution by said licensee. 5540 Such permit shall be granted for a specified period, not to exceed 5541 one (1) year.

5542 Any person engaged in transporting any light wines, light spirit products or beer from any point outside of this state to 5543 5544 any point within this state, shall have in his possession during the entire time he is engaged in transporting such light wines, 5545 light spirit products or beer, an invoice, bill of sale, or bill 5546 5547 of lading, showing the true name and address of the consignor, and 5548 also the true name and address of the licensed wholesaler or distributor to whom such light wines, light spirit products or 5549 5550 beer is to be delivered, and the quantity of such light wines, 5551 light spirit products or beer, unless such common carrier 5552 maintains a permanent office within this state where complete 5553 records of all light wines, light spirit products or beer 5554 transported from without this state to points within this state 5555 are kept, and open to inspection by the commissioner or his duly authorized agent, at all reasonable times. 5556

It is hereby made the duty of all common carriers, and licensed wholesalers and distributors, transporting light wines, light spirit products or beer from without the State of Mississippi into the State of Mississippi, to furnish the commissioner on or before the fifteenth day of each month, a report showing the amount of beer transported within the state during the preceding month, the consignor, the consignee, and the quantity of light wines, light spirit products or beer so transported.

SECTION 104. Section 27-71-335, Mississippi Code of 1972, is brought forward as follows:

27-71-335. Any light wines, light spirit products or beer found at any point within this state which has been in the possession of any wholesaler or distributor for a period of more than forty-eight (48) hours and any light wines, light spirit products or beer transported into this state from a point outside this state, or from point-to-point within this state in violation of the provisions of this article, or any light wines, light spirit products or beer held or possessed by any person within this state on which the legal and proper tax has not been paid when due, whether such person be a wholesaler, retailer or distributor, or individual, and whether the light wines, light spirit products or beer be for sale or storage or individual use, except light wines, light spirit products or beer in possession of a licensed wholesaler or distributor for a period of time less than forty-eight (48) hours after receipt of the light wines,

5583 light spirit products or beer within this state, and light wines, 5584 light spirit products or beer held in storage by licensed manufacturers or producers, are hereby declared to be contraband 5585 5586 goods, and there is hereby imposed and assessed, as tax and 5587 penalty, to be collected by the commissioner, an amount equal to 5588 the amount of the excise tax otherwise imposed under the 5589 Mississippi Wine and Beer Tax Law, plus a penalty of one hundred 5590 percent (100%) of the amount of the tax; or, at the option of the 5591 commissioner, the light wines, light spirit products or beer may 5592 be seized by the commissioner or his agents or any sheriff, or 5593 other lawful officer, and shall be dealt with in the same manner 5594 as provided for in Section 67-1-18 for alcoholic beverages.

SECTION 105. Section 27-71-505, Mississippi Code of 1972, is brought forward as follows:

27-71-505. The commissioner may revoke any or all permits issued by him to sell beer or wine manufactured by any person who shall fail or refuse to furnish the information required by Section 27-71-501 of this article, and he may revoke the permit of any person who shall fail or refuse to furnish the information required by Section 27-71-503 of this article, and said revocation may apply to any or all brands of such beverages, if the manufacturer or holder of the permit shall fail or refuse to comply with the rules and regulations promulgated by him.

SECTION 106. Section 67-1-209, Mississippi Code of 1972, which requires the Department of Revenue to have a contract compliance officer to monitor the contract for warehouse and

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- 5609 distribution operations and assure operator compliance with its 5610 performance work statement, is repealed.
- SECTION 107. Sections 1 through 12 of this act shall be codified as a new article in Title 67, Chapter 1, Mississippi Code of 1972.
- 5614 **SECTION 108.** This act shall take effect and be in force from 5615 and after July 1, 2025, and shall stand repealed on June 30, 2025.

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

AN ACT TO CREATE THE ALCOHOLIC BEVERAGE CORPORATION AND 2 TRANSFER TO IT THE POWERS AND DUTIES OF THE DEPARTMENT OF REVENUE 3 WITH RESPECT TO ALCOHOLIC BEVERAGE WAREHOUSING AND DISTRIBUTION; 4 TO PROVIDE FOR THE ESTABLISHMENT OF THE CORPORATION'S BOARD OF 5 DIRECTORS; TO PROVIDE THAT BOARD MEETINGS SHALL BE SUBJECT TO THE 6 OPEN MEETINGS ACT; TO PROVIDE FOR THE APPOINTMENT OF THE 7 CORPORATION'S PRESIDENT BY THE BOARD, SUBJECT TO THE APPROVAL OF THE GOVERNOR; TO PROVIDE THAT THE CORPORATION'S RECORDS SHALL BE 9 SUBJECT TO THE PUBLIC RECORDS ACT, WITH CERTAIN EXCEPTIONS; TO 10 DESCRIBE THE BOARD'S POWERS AND DUTIES; TO DESCRIBE THE PRESIDENT'S POWERS AND DUTIES; TO DESCRIBE THE CORPORATION'S 11 12 POWERS AND DUTIES; TO AUTHORIZE THE BOARD TO HIRE AN ATTORNEY OR 13 CONTRACT WITH OUTSIDE COUNSEL; TO PROVIDE THAT THE CORPORATION 14 SHALL ESTABLISH AND MAINTAIN A PERSONNEL PROGRAM, INCLUDING 15 ADMINISTRATIVE RULES AND REGULATIONS FOR ITS EMPLOYEES, MAY PROCURE BENEFIT PROGRAMS OR GROUP INSURANCE PLANS, AND SHALL 16 17 PROVIDE OR ARRANGE FOR A RETIREMENT PLAN; TO PROVIDE CERTAIN 18 CONDITIONS AND STANDARDS OF EMPLOYMENT FOR CORPORATION OFFICERS 19 AND EMPLOYEES AND OF SERVICE FOR BOARD MEMBERS; TO PROVIDE THAT 20 ALL DIVISION HEADS, OFFICERS AND EMPLOYEES OF THE CORPORATION SHALL BE CONSIDERED PUBLIC SERVANTS, AND ALL DIVISION HEADS AND 21 22 OFFICERS SHALL BE REQUIRED TO FILE A STATEMENT OF ECONOMIC 23 INTEREST WITH THE MISSISSIPPI ETHICS COMMISSION; TO PROVIDE 24 REPORTING AND AUDITING REQUIREMENTS FOR THE CORPORATION; TO 25 PROVIDE THAT THE CORPORATION SHALL SUBMIT TO THE JOINT LEGISLATIVE 26 BUDGET COMMITTEE A COPY OF THE CORPORATION'S ANNUAL OPERATING 27 BUDGET FOR THE UPCOMING FISCAL YEAR; TO AMEND SECTIONS 67-1-3, 67-1-5, 67-1-9, 67-1-13, 67-1-17, 67-1-18, 67-1-23, 67-1-25, 28 29 67-1-27, 67-1-29, 67-1-33, 67-1-35, 67-1-37, 67-1-41, 67-1-43, 67-1-45, 67-1-47, 67-1-49, 67-1-51, 67-1-52, 67-1-53, 67-1-55, 30 31 67-1-57, 67-1-61, 67-1-63, 67-1-65, 67-1-67, 67-1-69, 67-1-72, 32 67-1-75, 67-1-77, 67-1-83, 67-1-87, 67-1-89, 67-1-91, 67-1-101,

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    67-1-201, 67-1-203, 67-1-205, 67-1-207, 67-1-211, 67-3-3, 67-3-17,
    67-3-19, 67-3-22, 67-3-23, 67-3-28, 67-5-5, 67-5-9, 67-5-11,
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    67-5-13, 67-7-5, 67-7-11, 67-11-3, 67-11-9, 67-11-11, 27-71-5,
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    27-71-7, 27-71-9, 27-71-11, 27-71-13, 27-71-15, 27-71-17, 27-71-29
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    AND 27-71-301, MISSISSIPPI CODE OF 1972, TO CONFORM; TO BRING
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    FORWARD SECTIONS 67-1-7, 67-1-39, 67-1-51.1, 67-1-71, 67-1-73,
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    67-1-81, 67-3-15, 67-3-25, 67-3-27, 67-3-29, 67-3-31, 67-3-33,
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    67-3-35, 67-3-37, 67-3-39, 67-3-49, 67-3-52, 67-3-59, 67-3-61,
    67-3-63, 67-3-69, 67-3-74, 67-9-1, 67-11-7, 27-71-307, 27-71-315,
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    27-71-335 AND 27-71-505, MISSISSIPPI CODE OF 1972, FOR THE PURPOSE
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    OF POSSIBLE AMENDMENT; TO REPEAL SECTION 67-1-209, MISSISSIPPI
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    CODE OF 1972, WHICH REQUIRES THE DEPARTMENT OF REVENUE TO HAVE A
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    CONTRACT COMPLIANCE OFFICER TO MONITOR THE CONTRACT FOR WAREHOUSE
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    AND DISTRIBUTION OPERATIONS AND ASSURE OPERATOR COMPLIANCE WITH
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    ITS PERFORMANCE WORK STATEMENT; AND FOR RELATED PURPOSES.
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HR43\SB2853A.J

Andrew Ketchings Clerk of the House of Representatives