By: Representatives Zuber, Felsher To: State Affairs

## HOUSE BILL NO. 622

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

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

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

other state.

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licensed or permitted outside of this state to engage in the

activity of manufacturing wine and/or distilled spirits in any

SECTION 4.	(1)	An	applicant	for	a	direct	shipper'	s	permit
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- 91 shall:
- 92 (a) Submit to the department a completed application on
- 93 a form provided by the department, containing all information that
- 94 is required by the department;
- 95 (b) Provide to the department a copy of the applicant's
- 96 current license or permit to engage in the activity of
- 97 manufacturing wine and/or distilled spirits in this or any other
- 98 state; and
- 99 (c) Pay to the department the tax prescribed in Section
- 100 27-71-5.
- 101 (2) After a person complies with the provisions of
- 102 subsection (1) of this section, the department may conduct any
- 103 investigation as it considers necessary regarding the issuance of
- 104 a permit, and the department shall issue a permit to the applicant
- 105 if the requirements of Sections 1 through 12 of this act are met.
- 106 **SECTION 5.** (1) A direct shipper shall:
- 107 (a) Ensure that all containers of wine and/or distilled
- 108 spirits sold and shipped directly to a resident in this state are
- 109 conspicuously labeled with the words "CONTAINS ALCOHOL: SIGNATURE
- 110 OF PERSON AGE 21 YEARS OR OLDER REQUIRED FOR DELIVERY";
- 111 (b) Report to the department on an annual basis in a
- 112 manner prescribed by the department all of the following
- 113 information for each wine and/or distilled spirits shipment into
- 114 the state pursuant to Sections 1 through 12 of this act:

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

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140	(a) Sell or ship any light wine, light spirit products
141	or beer that is regulated under Section 67-3-1 et seq. or any
142	alcoholic beverage other than wine and/or distilled spirits;
143	(b) Sell or ship wine and/or distilled spirits that is
144	available through the Alcoholic Beverage Control Division of the
145	department (wine or distilled spirits for which the annual
146	allotment through the Alcoholic Beverage Control Division of the
147	department has been distributed to retailers will not be
148	considered to be available through the division);
149	(c) Ship wine and/or distilled spirits to an address in
150	an area in which the sale of alcoholic beverages is not legal;
151	(d) Sell or ship more than fifteen hundred (1,500)
152	nine-liter cases, or thirteen thousand five hundred (13,500)
153	liters, in total of wine or distilled spirits in a calendar year
154	to Mississippi consumers;
155	(e) Sell or ship any wine to any residential household
156	address in Mississippi that has already received a total of nine
157	(9) nine-liter cases of wine in the calendar year. Prior to
158	shipping any wine, the direct shipper shall validate that the
159	consumer has not received their total case limit of wine for the
160	calendar year and is therefore eligible to receive a shipment of
161	wine;

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received a total of nine (9) nine-liter cases of distilled spirits

residential household address in Mississippi that has already

Sell or ship any distilled spirits to any

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

- person who is at least twenty-one (21) years of age must sign for any wine and/or distilled spirits shipped from a direct shipper.
- 191 (2) A shipment of wine and/or distilled spirits may be
  192 ordered or purchased from a direct shipper through a computer
  193 network.
- 194 (3) A person who receives a direct shipment of wine and/or
  195 distilled spirits from a direct shipper shall use the wine and/or
  196 distilled spirits for personal consumption only and may not resell
  197 it.
- A resident of this state shall not order, purchase, or 198 receive more than a total of nine (9) nine-liter cases of wine and 199 200 nine (9) nine-liter cases of distilled spirits in a calendar year 201 to their residential household address. A holder of a direct 202 shipper's permit shall not ship any wine or distilled spirits to 203 any household in this state that has already received direct shipments of nine (9) nine-liter cases of wine and nine (9) 204 205 nine-liter cases of distilled spirits in the calendar year.
- 206 A resident of this state who causes shipment of more (5) 207 than the allowable total of nine (9) nine-liter cases of wine 208 and/or nine (9) nine-liter cases of distilled spirits in a 209 calendar year to their residential household address, is quilty of 210 a misdemeanor and, upon conviction thereof, shall be punished by a fine not exceeding One Thousand Dollars (\$1,000.00) or 211 212 imprisonment in the county jail for not more than six (6) months, or both. Each sale or shipment in violation of this section and 213

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

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- of this act, may contract with a common or permit carrier for the shipment of unopened containers of wine and/or distilled spirits on behalf of the holder of a direct shipper's permit directly to a Mississippi resident who is at least twenty-one (21) years of age, for personal use by the individual and not for resale.
- 244 A person shall obtain a separate wine and distilled spirits fulfillment provider permit for each physical premises 245 that is to be used as a wine or distilled spirits fulfillment 246 247 provider before shipping wine and/or distilled spirits to any 248 Mississippi resident from that premises, and shall pay an annual 249 license fee of Five Hundred Dollars (\$500.00), plus an additional 250 One Hundred Dollars (\$100.00) for each additional premises from 251 which shipments to Mississippi residents will be made.
  - (3) The holder of a wine and distilled spirits fulfillment provider permit may only provide logistics services of warehousing, packaging, order fulfillment, and shipment of wine and/or distilled spirits for a direct shipper permittee for which the wine and distilled spirits fulfillment provider permittee is the bailee of the wine and/or distilled spirits. Wine and/or distilled spirits held in bailment by a wine and distilled spirits fulfillment provider permittee shall remain the property of the direct shipper permittee until loaded on conveyance for direct shipment to a Mississippi resident.

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

287	wine and distilled spirits fulfillment provider permittee may not
288	avoid liability under this section by subcontracting with a third
289	party to perform its obligations pursuant to this section;

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

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

to exceed Five Hundred Dollars (\$500.00);

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

third or any subsequent violation, a civil penalty not to exceed Six Thousand Dollars (\$6,000.00).

- 362 It shall be the duty of every common or contract 363 carrier, and of every firm or corporation that shall bring, carry 364 or transport wine and/or distilled spirits from outside the state 365 for delivery inside the state to consumers to prepare and file 366 reports with the department, on a schedule as determined by the department, of known wine and/or distilled spirits shipments. 367 368 Such reports shall contain: (a) the name of the common or 369 contract carrier, firm or corporation making the report; (b) the 370 period of time covered by said report; (c) the name and business 371 address of the person who directed the common carrier to make the 372 shipment; (d) the name and permit number of the direct shipper; 373 (e) the name and address of each consignee receiving such wine 374 and/or distilled spirits; (f) the weight of the shipment delivered 375 to each consignee; (g) the common carrier's unique tracking number 376 for the package; and (h) the date of delivery. Reports received 377 by the department shall be made available by the department to the 378 public via the Mississippi Public Records Act process in the same 379 manner as other state alcohol filings.
  - (3) Upon the department's request, any records supporting the report shall be made available to the department within a reasonable time after the department makes a written request for such records. Any records containing information relating to such reports, including the signatures of the individual who physically

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

report resides or does business.

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

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

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

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110	further limit rather than expand commerce in alcoholic beverages
111	to protect the health, safety, and welfare of the state's
112	residents, and to enhance strict regulatory control over taxation,
113	distribution and sale of alcoholic beverages through the
114	three-tier regulatory system imposed by this article upon all
115	alcoholic beverages to curb relationships and practices calculated
116	to stimulate sales and impair the state's policy favoring trade
117	stability and the promotion of temperance.
118	SECTION 13. Section 27-71-5, Mississippi Code of 1972, is
119	amended as follows:
120	27-71-5. (1) Upon each person approved for a permit under
121	the provisions of the Alcoholic Beverage Control Law and
122	amendments thereto, there is levied and imposed for each location
123	for the privilege of engaging and continuing in this state in the
124	business authorized by such permit, an annual privilege license
125	tax in the amount provided in the following schedule:
126	(a) Except as otherwise provided in this subsection
127	(1), manufacturer's permit, Class 1, distiller's and/or
128	rectifier's:
129	(i) For a permittee with annual production of
130	five thousand (5,000) gallons or more\$4,500.00
131	(ii) For a permittee with annual production under
132	five thousand (5,000) gallons\$2,800.00
133	(b) Manufacturer's permit, Class 2, wine
134	manufacturer\$1,800.00

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

459		(ii) Caterer's permit for holders of on-pres	mises
460	retailer's per	mit\$	150.00
461	(p)	Research permit\$	100.00
462	(q)	Temporary permit, Class 3 (wine only)\$	10.00
463	(r)	Special service permit\$	225.00
464	(s)	Merchant permit\$	225.00
465	(t)	Temporary alcoholic beverages charitable auc	tion
466	permit	\$	10.00
467	(u)	Event venue retailer's permit\$	225.00
468	(v)	Temporary theatre permit, each\$	10.00
469	(w)	Charter ship operator's permit\$	100.00
470	(x)	Distillery retailer's permit\$	450.00
471	(y)	Festival wine permit\$	10.00
472	(z)	Charter vessel operator's permit\$	100.00
473	(aa)	Native spirit retailer's permit\$	50.00
474	(ab)	Delivery service permit\$	500.00
475	(ac)	Food truck permit\$	100.00
476	(ad)	On-premises tobacco permit\$	450.00
477	<u>(ae)</u>	Direct shipper's permit\$	100.00
478	<u>(af)</u>	Wine and distilled spirits fulfillment prov	ider
479	permit	\$	500.00
480	In addition	on to the filing fee imposed by paragraph (1)	of
481	this subsection	n, a fee to be determined by the Department o	f
482	Revenue may be	charged to defray costs incurred to process	
483	applications.	The additional fees shall be paid into the ${\tt S}$	tate

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Treasury to the credit of a special fund account, which is hereby created, and expenditures therefrom shall be made only to defray the costs incurred by the Department of Revenue in processing alcoholic beverage applications. Any unencumbered balance remaining in the special fund account on June 30 of any fiscal

year shall lapse into the State General Fund.

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

Paragraph (y) of this subsection shall stand repealed from and after July 1, 2026.

- (2) (a) There is imposed and shall be collected from each permittee, except a common carrier, solicitor, a temporary permittee, holder of a direct shipper's permit or a delivery service permittee, by the department, an additional license tax equal to the amounts imposed under subsection (1) of this section for the privilege of doing business within any municipality or county in which the licensee is located.
- (b) (i) In addition to the tax imposed in paragraph

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

  the department from each permittee described in subsection (1)(g),

  (h), (i), (n) and (u) of this section, an additional license tax

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509	for the privilege of doing business within any municipality or
510	county in which the licensee is located in the amount of Two
511	Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five
512	Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars
513	(\$225.00) for each additional purchase of Five Thousand Dollars
514	(\$5,000.00), or fraction thereof.
515	(ii) In addition to the tax imposed in paragraph
516	(a) of this subsection, there is imposed and shall be collected by
517	the department from each permittee described in subsection (1)(o)
518	and (s) of this section, an additional license tax for the
519	privilege of doing business within any municipality or county in
520	which the licensee is located in the amount of Two Hundred Fifty
521	Dollars (\$250.00) on purchases exceeding Five Thousand Dollars

fraction thereof.

(iii) Any person who has paid the additional

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

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

privilege license tax imposed by this paragraph, and whose permit

- 527 is renewed, may add any unused fraction of Five Thousand Dollars
- 528 (\$5,000.00) purchases to the first Five Thousand Dollars
- 529 (\$5,000.00) purchases authorized by the renewal permit, and no
- 530 additional license tax will be required until purchases exceed the
- 531 sum of the two (2) figures.
- 532 (c) If the licensee is located within a municipality,
- 533 the department shall pay the amount of additional license tax

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- collected under this section to the municipality, and if outside a municipality the department shall pay the additional license tax to the county in which the licensee is located. Payments by the department to the respective local government subdivisions shall be made once each month for any collections during the preceding month.
- (3) When an application for any permit, other than for renewal of a permit, has been rejected by the department, such decision shall be final. Appeal may be made in the manner provided by Section 67-1-39. Another application from an applicant who has been denied a permit shall not be reconsidered within a twelve-month period.
- 546 (4) The number of permits issued by the department shall not
  547 be restricted or limited on a population basis; however, the
  548 foregoing limitation shall not be construed to preclude the right
  549 of the department to refuse to issue a permit because of the
  550 undesirability of the proposed location.
  - (5) If any person shall engage or continue in any business which is taxable under this section without having paid the tax as provided in this section, the person shall be liable for the full amount of the tax plus a penalty thereon equal to the amount thereof, and, in addition, shall be punished by a fine of not more than One Thousand Dollars (\$1,000.00), or by imprisonment in the county jail for a term of not more than six (6) months, or by both such fine and imprisonment, in the discretion of the court.

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

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

586 Until June 30, 1987, the revenue derived from this 587 three percent (3%) markup shall be deposited by the division in 588 the State Treasury to the credit of the "Alcoholism Treatment and 589 Rehabilitation Fund," a special fund which is hereby created in 590 the State Treasury, and shall be used by the Division of Alcohol 591 and Drug Abuse of the State Department of Mental Health and public 592 or private centers or organizations solely for funding of 593 treatment and rehabilitation programs for alcoholics and alcohol 594 abusers which are sponsored by the division or public or private 595 centers or organizations in such amounts as the Legislature may 596 appropriate to the division for use by the division or public or 597 private centers or organizations for such programs. 598 revenue in the fund which is not encumbered at the end of the 599 fiscal year shall lapse to the General Fund. It is the intent of 600 the Legislature that the State Department of Mental Health shall 601 continue to seek funds from other sources and shall use the funds 602 appropriated for the purposes of this section and Section 27-71-29 603 to match all federal funds which may be available for alcoholism 604 treatment and rehabilitation.

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

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609	Treasury and shall be used by the State Department of Mental
610	Health for the service programs of the department. Any revenue in
611	the "Alcoholism Treatment and Rehabilitation Fund" which is not
612	encumbered at the end of Fiscal Year 1987 shall be deposited to
613	the credit of the "Mental Health Programs Fund."
614	(3) There is levied and assessed upon the holder of a direct
615	shipper's permit, a tax in the amount of fifteen and one-half
616	percent (15-1/2%) of the sales price of each sale and shipment of
617	wine or distilled spirits made to a resident in this state. The
618	holder of a direct shipper's permit shall file a monthly report
619	with the department along with a copy of the invoice for each sale
620	and shipment of wine or distilled spirits and remit any taxes due;
621	however, no report shall be required for months in which no sales
622	or shipments were made into this state. The report, together with
623	copies of the invoices and the payment of all taxes, shall be
624	filed with the department not later than the twentieth day of the
625	month following the month in which the shipment was made.
626	Permittees who fail to timely file and pay taxes as required by
627	this subsection shall pay a late fee in the amount of Five Hundred
628	Dollars (\$500.00), and the department shall suspend the direct
629	shipper's permit until all outstanding taxes are paid in full, for
630	a first offense. Upon a second offense, the department shall
631	revoke the direct shipper's permit.
632	SECTION 15. Section 27-71-15, Mississippi Code of 1972, is
633	amended as follows:

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

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

- SECTION 16. Section 27-71-29, Mississippi Code of 1972, is amended as follows:
- 657 27-71-29. (1) All taxes levied by this article shall be 658 paid to the Department of Revenue in cash or by personal check,

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

684	lapse into the General Fund.	"Net proceeds"	in this se	ction means
685	the total of all fees collecte	ed by the depart	tment to de	fray the
686	costs of shipping less the act	tual costs of sl	nipping.	

- If the special bond sinking fund created in Section 7(3) 687 (2) 688 of Chapter 483, Laws of 2022 has a balance below the minimum 689 amount specified in the resolution providing for the issuance of 690 the bonds, or below one and one-half (1-1/2) times the amount 691 needed to pay the annual debt obligations related to the bonds 692 issued under Section 7 of Chapter 483, Laws of 2022, whichever is 693 the lesser amount, the Commissioner of Revenue shall transfer the 694 deficit amount to the bond sinking fund from revenue derived from 695 the twenty-seven and one-half percent (27-1/2%) markup provided 696 for in Section 27-71-11.
- (3) All taxes levied under Section 27-71-7(3) and received

  by the department under this article shall be paid into the

  General Fund, except for an amount equivalent to the three percent

  (3%) levied under Section 27-71-7(2), which shall be paid into the

  special fund in the State Treasury designated as the "Mental

  Health Programs Fund" as required by law.
- 703 **SECTION 17.** Section 67-1-41, Mississippi Code of 1972, is 704 amended as follows:
- 705 67-1-41. (1) The department is hereby created a wholesale 706 distributor and seller of alcoholic beverages, not including malt 707 liquors, within the State of Mississippi. It is granted the right 708 to import and sell alcoholic beverages at wholesale within the

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709 state, and no person who is granted the right to sell, distribute 710 or receive alcoholic beverages at retail shall purchase any 711 alcoholic beverages from any source other than the department, 712 except as authorized in subsections (4), (9) and (12) of this 713 section and Sections 1 through 12 of this act. The department may 714 establish warehouses, and the department may purchase alcoholic beverages in such quantities and from such sources as it may deem 715 desirable and sell the alcoholic beverages to authorized 716 717 permittees within the state including, at the discretion of the 718 department, any retail distributors operating within any military 719 post or qualified resort areas within the boundaries of the state, 720 keeping a correct and accurate record of all such transactions and 721 exercising such control over the distribution of alcoholic 722 beverages as seem right and proper in keeping with the provisions 723 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.
- 730 (3) No alcoholic beverage intended for sale or resale shall
  731 be imported, shipped or brought into this state for delivery to
  732 any person other than as provided in this article, or as otherwise
  733 provided by law for native wines or native spirits.

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734	(4) The department may promulgate rules and regulations
735	which authorize on-premises retailers to purchase limited amounts
736	of alcoholic beverages from package retailers and for package
737	retailers to purchase limited amounts of alcoholic beverages from
738	other package retailers. The department shall develop and provide
739	forms to be completed by the on-premises retailers and the package
740	retailers verifying the transaction. The completed forms shall be
741	forwarded to the department within a period of time prescribed by
742	the department.

- 743 (5) The department may promulgate rules which authorize the 744 holder of a package retailer's permit to permit individual retail 745 purchasers of packages of alcoholic beverages to return, for 746 exchange, credit or refund, limited amounts of original sealed and 747 unopened packages of alcoholic beverages purchased by the 748 individual from the package retailer.
- 749 (6) The department shall maintain all forms to be completed 750 by applicants necessary for licensure by the department at all 751 district offices of the department.
  - (7) The department may promulgate rules which authorize the manufacturer of an alcoholic beverage or wine to import, transport and furnish or give a sample of alcoholic beverages or wines to the holders of package retailer's permits, on-premises retailer's permits, native wine or native spirit retailer's permits and temporary retailer's permits who have not previously purchased the brand of that manufacturer from the department. For each holder

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- of the designated permits, the manufacturer may furnish not more than five hundred (500) milliliters of any brand of alcoholic beverage and not more than three (3) liters of any brand of wine.
- 762 The department may promulgate rules disallowing open (8) 763 product sampling of alcoholic beverages or wines by the holders of 764 package retailer's permits and permitting open product sampling of 765 alcoholic beverages by the holders of on-premises retailer's 766 permits. Permitted sample products shall be plainly identified 767 "sample" and the actual sampling must occur in the presence of the 768 manufacturer's representatives during the legal operating hours of 769 on-premises retailers.
  - (9) The department may promulgate rules and regulations that authorize the holder of a research permit to import and purchase limited amounts of alcoholic beverages from importers, wineries and distillers of alcoholic beverages or from the department. The department shall develop and provide forms to be completed by the research permittee verifying each transaction. The completed forms shall be forwarded to the department within a period of time prescribed by the department. The records and inventory of alcoholic beverages shall be open to inspection at any time by the Director of the Alcoholic Beverage Control Division or any duly authorized agent.
- 781 (10) The department may promulgate rules facilitating a
  782 retailer's on-site pickup of alcoholic beverages sold by the
  783 department or as authorized by the department, including, but not

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



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

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

available by the department to the public via the Mississippi 835 Public Records Act process in the same manner as other state 836 alcohol filings.

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

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

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

- the enforcement of this section, and of any related law, rules or regulations.
- 861 (e) Any person who makes, participates in, transports,
- 862 imports or receives a shipment in violation of this section is
- 863 guilty of a misdemeanor and, upon conviction thereof, shall be
- 864 punished by a fine of One Thousand Dollars (\$1,000.00) or
- 865 imprisonment in the county jail for not more than six (6) months,
- 866 or both. Each shipment shall constitute a separate offense.
- 867 (13) If any provision of this article, or its application to
- 868 any person or circumstance, is determined by a court to be invalid
- 869 or unconstitutional, the remaining provisions shall be construed
- 870 in accordance with the intent of the Legislature to further limit
- 871 rather than expand commerce in alcoholic beverages to protect the
- 872 health, safety, and welfare of the state's residents, and to
- 873 enhance strict regulatory control over taxation, distribution and
- 874 sale of alcoholic beverages through the three-tier regulatory
- 875 system imposed by this article upon all alcoholic beverages to
- 876 curb relationships and practices calculated to stimulate sales and
- 877 impair the state's policy favoring trade stability and the
- 878 promotion of temperance.
- 879 **SECTION 18.** Section 67-1-45, Mississippi Code of 1972, is
- 880 amended as follows:
- 881 67-1-45. No manufacturer, rectifier or distiller of
- 882 alcoholic beverages shall sell or attempt to sell any such
- 883 alcoholic beverages, except malt liquor, within the State of

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884	Mississip	pi,	except	to	the	depar	rtment,	or	as	provided	. ir	n Section	Ω
885	67-1-41,	or	pursuant	to	Sec	ction	67-1-5	1.	А	producer	of	native	

886 wine or native spirit may sell native wines or native spirits,

887 respectively, to the department or to consumers at the location of

888 the native winery or native distillery or its immediate vicinity.

889 The holder of a direct shipper's permit may sell wines and/or

890 distilled spirits directly to residents in this state as

891 authorized by Sections 1 through 12 of this act.

Any violation of this section by any manufacturer, rectifier or distiller shall be punished by a fine of not less than Five
Hundred Dollars (\$500.00), and not more than Two Thousand Dollars
(\$2,000.00), to which may be added imprisonment in the county jail
not to exceed six (6) months.

897 **SECTION 19.** Section 67-1-51, Mississippi Code of 1972, is 898 amended as follows:

899 67-1-51. (1) Permits which may be issued by the department 900 shall be as follows:

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

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

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908	Class 1. Distiller's and/or rectifier's permit, which shall
909	authorize the holder thereof to operate a distillery for the
910	production of distilled spirits by distillation or redistillation
911	and/or to operate a rectifying plant for the purifying, refining,
912	mixing, blending, flavoring or reducing in proof of distilled
913	spirits and alcohol.

- Olass 2. Wine manufacturer's permit, which shall authorize the holder thereof to manufacture, import in bulk, bottle and store wine or vinous liquor.
- 917 Class 3. Native wine producer's permit, which shall 918 authorize the holder thereof to produce, bottle, store and sell 919 native wines.
- Olass 4. Native spirit producer's permit, which shall authorize the holder thereof to produce, bottle, store and sell native spirits.
- 923 Package retailer's permit. Except as otherwise 924 provided in this paragraph and Section 67-1-52, a package 925 retailer's permit shall authorize the holder thereof to operate a 926 store exclusively for the sale at retail in original sealed and 927 unopened packages of alcoholic beverages, including native wines, 928 native spirits and edibles, not to be consumed on the premises 929 where sold. Alcoholic beverages shall not be sold by any retailer 930 in any package or container containing less than fifty (50) 931 milliliters by liquid measure. A package retailer's permit, with 932 prior approval from the department, shall authorize the holder



933 thereof to sample new product furnished by a manufacturer's 934 representative or his employees at the permitted place of business 935 so long as the sampling otherwise complies with this article and 936 applicable department regulations. Such samples may not be 937 provided to customers at the permitted place of business. In 938 addition to the sale at retail of packages of alcoholic beverages, 939 the holder of a package retailer's permit is authorized to sell at 940 retail corkscrews, wine glasses, soft drinks, ice, juices, mixers, 941 other beverages commonly used to mix with alcoholic beverages, and fruits and foods that have been submerged in alcohol and are 942 943 commonly referred to as edibles. Nonalcoholic beverages sold by 944 the holder of a package retailer's permit shall not be consumed on 945 the premises where sold.

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

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

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25/HR43/R244 PAGE 39 (BS\KP) 983 (150) passengers and/or provide overnight accommodations for at
984 least fifty (50) passengers and (ii) operate primarily in the
985 waters within the State of Mississippi which lie adjacent to the
986 State of Mississippi south of the three (3) most southern counties
987 in the State of Mississippi and/or on the Mississippi River or
988 navigable waters within any county bordering on the Mississippi
989 River.

- authorize the holder thereof to act as salesman for a manufacturer or wholesaler holding a proper permit, to solicit on behalf of his employer orders for alcoholic beverages, and to otherwise promote his employer's products in a legitimate manner. Such a permit shall authorize the representation of and employment by one (1) principal only. However, the permittee may also, in the discretion of the department, be issued additional permits to represent other principals. No such permittee shall buy or sell alcoholic beverages for his own account, and no such beverage shall be brought into this state in pursuance of the exercise of such permit otherwise than through a permit issued to a wholesaler or manufacturer in the state.
- 1003 (e) Native wine retailer's permit. Except as otherwise
  1004 provided in subsection (5) of this section, a native wine
  1005 retailer's permit shall be issued only to a holder of a Class 3
  1006 manufacturer's permit, and shall authorize the holder thereof to
  1007 make retail sales of native wines to consumers for on-premises

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1008	consumption or to consumers in originally sealed and unopened
1009	containers at an establishment located on the premises of or in
1010	the immediate vicinity of a native winery. When selling to
1011	consumers for on-premises consumption, a holder of a native wine
1012	retailer's permit may add to the native wine alcoholic beverages
1013	not produced on the premises, so long as the total volume of
1014	foreign beverage components does not exceed twenty percent (20%)
1015	of the mixed beverage. Hours of sale shall be the same as those
1016	authorized for on-premises permittees in the city or county in
1017	which the native wine retailer is located.

1018 (f) **Temporary retailer's permit**. Except as otherwise
1019 provided in subsection (5) of this section, a temporary retailer's
1020 permit shall permit the purchase and resale of alcoholic
1021 beverages, including native wines and native spirits, during legal
1022 hours on the premises described in the temporary permit only.

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

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

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1033	meet the qualifications of Sections $67-1-11$ , $67-1-37$ , $67-1-51(2)$
1034	and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
1035	Class 1 permittees shall obtain all alcoholic beverages from
1036	package retailers located in the county in which the temporary
1037	permit is issued. Alcoholic beverages remaining in stock upon
1038	expiration of the temporary permit may be returned by the
1039	permittee to the package retailer for a refund of the purchase
1040	price upon consent of the package retailer or may be kept by the
1041	permittee exclusively for personal use and consumption, subject to
1042	all laws pertaining to the illegal sale and possession of
1043	alcoholic beverages. The department, following review of the
1044	statement provided by the applicant and the requirements of the
1045	applicable statutes and regulations, may issue the permit.
1046	Class 2. A temporary permit, not to exceed seventy (70)
1047	days, may be issued to prospective permittees seeking to transfer
1048	a permit authorized in paragraph (c) of this subsection. A Class
1049	2 permit may be issued only to applicants demonstrating to the
1050	department, by a statement signed under the penalty of perjury,
1051	that they meet the qualifications of Sections $67-1-5(1)$ , $(m)$ , $(n)$ ,
1052	(o), (p) or (q), $67-1-37$ , $67-1-51$ (2) and (3), $67-1-55$ , $67-1-57$ and
1053	67-1-59. The department, following a preliminary review of the
1054	statement provided by the applicant and the requirements of the
1055	applicable statutes and regulations, may issue the permit.
1056	Class 2 temporary permittees must purchase their alcoholic
1057	beverages directly from the department or, with approval of the

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1058	department, purchase the remaining stock of the previous
1059	permittee. If the proposed applicant of a Class 1 or Class 2
1060	temporary permit falsifies information contained in the
1061	application or statement, the applicant shall never again be
1062	eligible for a retail alcohol beverage permit and shall be subject
1063	to prosecution for perjury.
1064	Class 3. A temporary one-day permit may be issued to a
1065	retail establishment authorizing the complimentary distribution of
1066	wine, including native wine, to patrons of the retail
1067	establishment at an open house or promotional event, for
1068	consumption only on the premises described in the temporary
1069	permit. A Class 3 permit may be issued only to an applicant
1070	demonstrating to the department, by a statement signed under
1071	penalty of perjury submitted ten (10) days before the proposed
1072	date or such other time as the department may determine, that it
1073	meets the qualifications of Sections $67-1-11$ , $67-1-37$ , $67-1-51(2)$
1074	and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
1075	A Class 3 permit holder shall obtain all alcoholic beverages from
1076	the holder(s) of a package retailer's permit located in the county
1077	in which the temporary permit is issued. Wine remaining in stock
1078	upon expiration of the temporary permit may be returned by the
1079	Class 3 temporary permit holder to the package retailer for a
1080	refund of the purchase price, with consent of the package
1081	retailer, or may be kept by the Class 3 temporary permit holder
1082	exclusively for personal use and consumption, subject to all laws

1083 pertaining to the illegal sale and possession of alcoholic 1084 beverages. The department, following review of the statement provided by the applicant and the requirements of the applicable 1085 1086 statutes and regulations, may issue the permit. No retailer may 1087 receive more than twelve (12) Class 3 temporary permits in a 1088 calendar year. A Class 3 temporary permit shall not be issued to a retail establishment that either holds a merchant permit issued 1089 1090 under paragraph (1) of this subsection, or holds a permit issued 1091 under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 1092 the holder to engage in the business of a retailer of light wine 1093 or beer.

1094 Caterer's permit. A caterer's permit shall permit 1095 the purchase of alcoholic beverages by a person engaging in business as a caterer and the resale of alcoholic beverages by 1096 1097 such person in conjunction with such catering business. No person 1098 shall qualify as a caterer unless forty percent (40%) or more of 1099 the revenue derived from such catering business shall be from the serving of prepared food and not from the sale of alcoholic 1100 1101 beverages and unless such person has obtained a permit for such 1102 business from the Department of Health. A caterer's permit shall 1103 not authorize the sale of alcoholic beverages on the premises of 1104 the person engaging in business as a caterer; however, the holder 1105 of an on-premises retailer's permit may hold a caterer's permit. 1106 When the holder of an on-premises retailer's permit or an 1107 affiliated entity of the holder also holds a caterer's permit, the

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1108	caterer's permit shall not authorize the service of alcoholic
1109	beverages on a consistent, recurring basis at a separate, fixed
1110	location owned or operated by the caterer, on-premises retailer or
1111	affiliated entity and an on-premises retailer's permit shall be
1112	required for the separate location. All sales of alcoholic
1113	beverages by holders of a caterer's permit shall be made at the
1114	location being catered by the caterer, and, except as otherwise
1115	provided in subsection (5) of this section, such sales may be made
1116	only for consumption at the catered location. The location being
1117	catered may be anywhere within a county or judicial district that
1118	has voted to come out from under the dry laws or in which the sale
1119	and distribution of alcoholic beverages is otherwise authorized by
1120	law. Such sales shall be made pursuant to any other conditions
1121	and restrictions which apply to sales made by on-premises retail
1122	permittees. The holder of a caterer's permit or his employees
1123	shall remain at the catered location as long as alcoholic
1124	beverages are being sold pursuant to the permit issued under this
1125	paragraph (g), and the permittee shall have at the location the
1126	identification card issued by the Alcoholic Beverage Control
1127	Division of the department. No unsold alcoholic beverages may be
1128	left at the catered location by the permittee upon the conclusion
1129	of his business at that location. Appropriate law enforcement
1130	officers and Alcoholic Beverage Control Division personnel may
1131	enter a catered location on private property in order to enforce
1132	laws governing the sale or serving of alcoholic beverages.

1133	(h) Research permit. A research permit shall authorize
1134	the holder thereof to operate a research facility for the
1135	professional research of alcoholic beverages. Such permit shall
1136	authorize the holder of the permit to import and purchase limited
1137	amounts of alcoholic beverages from the department or from
1138	importers, wineries and distillers of alcoholic beverages for
1139	professional research.

- 1140 Alcohol processing permit. An alcohol processing permit shall authorize the holder thereof to purchase, transport 1141 1142 and possess alcoholic beverages for the exclusive use in cooking, 1143 processing or manufacturing products which contain alcoholic 1144 beverages as an integral ingredient. An alcohol processing permit shall not authorize the sale of alcoholic beverages on the 1145 premises of the person engaging in the business of cooking, 1146 1147 processing or manufacturing products which contain alcoholic 1148 beverages. The amounts of alcoholic beverages allowed under an alcohol processing permit shall be set by the department. 1149
  - (j) Hospitality cart permit. A hospitality cart permit shall authorize the sale of alcoholic beverages from a mobile cart on a golf course that is the holder of an on-premises retailer's permit. The alcoholic beverages sold from the cart must be consumed within the boundaries of the golf course.
- 1155 (k) **Special service permit.** A special service permit
  1156 shall authorize the holder to sell commercially sealed alcoholic
  1157 beverages to the operator of a commercial or private aircraft for

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1158	en route consumption only by passengers. A special service permit
1159	shall be issued only to a fixed-base operator who contracts with
1160	an airport facility to provide fueling and other associated
1161	services to commercial and private aircraft.

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

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

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1183	sold, stored or served on the premises, must be removed from the
1184	premises immediately following the auction, and may not be
1185	consumed on the premises; (iii) the permit holder may not conduct
1186	more than two (2) auctions during a calendar year; (iv) the permit
1187	holder may not pay a commission or promotional fee to any person
1188	to arrange or conduct the auction.

1189 Event venue retailer's permit. An event venue (n) 1190 retailer's permit shall authorize the holder thereof to purchase 1191 and resell alcoholic beverages, including native wines and native 1192 spirits, for consumption on the premises during legal hours during 1193 events held on the licensed premises if food is being served at the event by a caterer who is not affiliated with or related to 1194 1195 the permittee. The caterer must serve at least three (3) entrees. The permit may only be issued for venues that can accommodate two 1196 1197 hundred (200) persons or more. The number of persons a venue may 1198 accommodate shall be determined by the local fire department and 1199 such determination shall be provided in writing and submitted along with all other documents required to be provided for an 1200 1201 on-premises retailer's permit. The permittee must derive the 1202 majority of its revenue from event-related fees, including, but 1203 not limited to, admission fees or ticket sales for live 1204 entertainment in the building. "Event-related fees" do not 1205 include alcohol, beer or light wine sales or any fee which may be 1206 construed to cover the cost of alcohol, beer or light wine.

1207 determination shall be made on a per event basis. An event may 1208 not last longer than two (2) consecutive days per week.

- 1209  $(\circ)$ Temporary theatre permit. A temporary theatre permit, not to exceed five (5) days, may be issued to a charitable 1210 1211 nonprofit organization that is exempt from taxation under Section 1212 501(c)(3) or (4) of the Internal Revenue Code and owns or operates a theatre facility that features plays and other theatrical 1213 1214 performances and productions. Except as otherwise provided in 1215 subsection (5) of this section, the permit shall authorize the 1216 holder to sell alcoholic beverages, including native wines and 1217 native spirits, to patrons of the theatre during performances and productions at the theatre facility for consumption during such 1218 1219 performances and productions on the premises of the facility 1220 described in the permit. A temporary theatre permit holder shall 1221 obtain all alcoholic beverages from package retailers located in 1222 the county in which the permit is issued. Alcoholic beverages 1223 remaining in stock upon expiration of the temporary theatre permit may be returned by the permittee to the package retailer for a 1224 1225 refund of the purchase price upon consent of the package retailer 1226 or may be kept by the permittee exclusively for personal use and 1227 consumption, subject to all laws pertaining to the illegal sale 1228 and possession of alcoholic beverages.
- (p) Charter ship operator's permit. Subject to the provisions of this paragraph (p), a charter ship operator's permit shall authorize the holder thereof and its employees to serve,

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1232	monitor, store and otherwise control the serving and availability
1233	of alcoholic beverages to customers of the permit holder during
1234	private charters under contract provided by the permit holder. A
1235	charter ship operator's permit shall authorize such action by the
1236	permit holder and its employees only as to alcoholic beverages
1237	brought onto the permit holder's ship by customers of the permit
1238	holder as part of such a private charter. All such alcoholic
1239	beverages must be removed from the charter ship at the conclusion
1240	of each private charter. A charter ship operator's permit shall
1241	not authorize the permit holder to sell, charge for or otherwise
1242	supply alcoholic beverages to customers, except as authorized in
1243	this paragraph (p). For the purposes of this paragraph (p),
1244	"charter ship operator" means a common carrier that (i) is
1245	certified to carry at least one hundred fifty (150) passengers
1246	and/or provide overnight accommodations for at least fifty (50)
1247	passengers, (ii) operates only in the waters within the State of
1248	Mississippi, which lie adjacent to the State of Mississippi south
1249	of the three (3) most southern counties in the State of
1250	Mississippi, and (iii) provides charters under contract for tours
1251	and trips in such waters.

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

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

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

thereof to sell at retail alcoholic beverages to consumers for

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

1257	unopened bottle from a retail location at the distillery for
1258	off-premises consumption. The holder may only sell product
1259	manufactured by the manufacturer at the distillery described in
1260	the permit. However, when selling to consumers for on-premises
1261	consumption, a holder of a distillery retailer's permit may add
1262	other beverages, alcoholic or not, so long as the total volume of
1263	other beverage components containing alcohol does not exceed
1264	twenty percent (20%). Hours of sale shall be the same as those
1265	authorized for on-premises permittees in the city or county in
1266	which the distillery retailer is located.
1267	The holder shall not sell at retail more than ten percent
1268	(10%) of the alcoholic beverages produced annually at its
1269	distillery. The holder shall not make retail sales of more than
1270	two and twenty-five one-hundredths (2.25) liters, in the
1271	aggregate, of the alcoholic beverages produced at its distillery
1272	to any one (1) individual for consumption off the premises of the
1273	distillery within a twenty-four-hour period. The hours of sale
1274	shall be the same as those hours for package retailers under this
1275	article. The holder of a distillery retailer's permit is not
1276	required to purchase the alcoholic beverages authorized to be sold
1277	by this paragraph from the department's liquor distribution
1278	warehouse; however, if the holder does not purchase the alcoholic
1279	beverages from the department's liquor distribution warehouse, the
1280	holder shall pay to the department all taxes, fees and surcharges
1281	on the alcoholic beverages that are imposed upon the sale of

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

Festival Wine Permit. Any wine manufacturer or 1288 (r)1289 native wine producer permitted by Mississippi or any other state 1290 is eligible to obtain a Festival Wine Permit. This permit 1291 authorizes the entity to transport product manufactured by it to 1292 festivals held within the State of Mississippi and sell sealed, 1293 unopened bottles to festival participants. The holder of this 1294 permit may provide samples at no charge to participants. 1295 "Festival" means any event at which three (3) or more vendors are 1296 present at a location for the sale or distribution of goods. 1297 holder of a Festival Wine Permit is not required to purchase the 1298 alcoholic beverages authorized to be sold by this paragraph from 1299 the department's liquor distribution warehouse. However, if the 1300 holder does not purchase the alcoholic beverages from the 1301 department's liquor distribution warehouse, the holder of this 1302 permit shall pay to the department all taxes, fees and surcharges 1303 on the alcoholic beverages sold at such festivals that are imposed 1304 upon the sale of alcoholic beverages shipped by the Alcoholic 1305 Beverage Control Division of the Department of Revenue.

Additionally, the entity shall file all applicable reports and

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L307	returns as prescribed by the department. This permit is issued
L308	per festival and provides authority to sell for two (2)
L309	consecutive days during the hours authorized for on-premises
L310	permittees' sales in that county or city. The holder of the
L311	permit shall be required to maintain all requirements set by Local
L312	Option Law for the service and sale of alcoholic beverages. This
L313	permit may be issued to entities participating in festivals at
L314	which a Class 1 temporary permit is in effect.

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

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

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1332	within the State of Mississippi, which lie south of Interstate 10
1333	in the three (3) most southern counties in the State of
1334	Mississippi, and lie adjacent to the State of Mississippi south of
1335	the three (3) most southern counties in the State of Mississippi,
1336	extending not further than one (1) mile south of such counties,
1337	and (iii) provides vessel services for tours and cruises in such
1338	waters as provided in this paragraph(s).

- otherwise provided in subsection (5) of this section, a native spirit retailer's permit shall be issued only to a holder of a Class 4 manufacturer's permit, and shall authorize the holder thereof to make retail sales of native spirits to consumers for on-premises consumption or to consumers in originally sealed and unopened containers at an establishment located on the premises of or in the immediate vicinity of a native distillery. When selling to consumers for on-premises consumption, a holder of a native spirit retailer's permit may add to the native spirit alcoholic beverages not produced on the premises, so long as the total volume of foreign beverage components does not exceed twenty percent (20%) of the mixed beverage. Hours of sale shall be the same as those authorized for on-premises permittees in the city or county in which the native spirit retailer is located.
- 1354 (u) **Delivery service permit.** Any individual, limited 1355 liability company, corporation or partnership registered to do 1356 business in this state is eligible to obtain a delivery service

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1357 Subject to the provisions of Section 67-1-51.1, this 1358 permit authorizes the permittee, or its employee or an independent contractor acting on its behalf, to deliver alcoholic beverages, 1359 1360 beer, light wine and light spirit product from a licensed retailer 1361 to a person in this state who is at least twenty-one (21) years of 1362 age for the individual's use and not for resale. This permit does not authorize the delivery of alcoholic beverages, beer, light 1363 1364 wine or light spirit product to the premises of a location with a 1365 permit for the manufacture, distribution or retail sale of 1366 alcoholic beverages, beer, light wine or light spirit product. 1367 The holder of a package retailer's permit or an on-premises retailer's permit under Section 67-1-51 or of a beer, light wine 1368 1369 and light spirit product permit under Section 67-3-19 is authorized to apply for a delivery service permit as a privilege 1370 1371 separate from its existing retail permit.

1372  $(\nabla)$ Food truck permit. A food truck permit shall 1373 authorize the holder of an on-premises retailer's permit to use a food truck to sell alcoholic beverages off its premises to quests 1374 1375 who must consume the beverages in open containers. For the 1376 purposes of this paragraph (v), "food truck" means a fully encased 1377 food service establishment on a motor vehicle or on a trailer that 1378 a motor vehicle pulls to transport, and from which a vendor, 1379 standing within the frame of the establishment, prepares, cooks, 1380 sells and serves food for immediate human consumption. "food truck" does not include a food cart that is not motorized. 1381

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1382 Food trucks shall maintain such distance requirements from 1383 schools, churches, kindergartens and funeral homes as are required for on-premises retailer's permittees under this article, and all 1384 1385 sales must be made within a valid leisure and recreation district 1386 established under Section 67-1-101. Food trucks cannot sell or 1387 serve alcoholic beverages unless also offering food prepared and cooked within the food truck, and permittees must maintain a 1388 1389 twenty-five percent (25%) food sale revenue requirement based on 1390 the food sold from the food truck alone. The hours allowed for sale shall be the same as those for on-premises retailer's 1391 1392 permittees in the location. This permit will not be required for 1393 the holder of a caterer's permit issued under this article to 1394 cater an event as allowed by law. Permittees must provide notice of not less than forty-eight (48) hours to the department of each 1395 1396 location at which alcoholic beverages will be sold.

1397 On-premises tobacco permit. An on-premises tobacco 1398 permit shall authorize the permittee to sell alcoholic beverages for consumption on the licensed premises. In addition to all 1399 1400 other requirements to obtain an alcoholic beverage permit, the 1401 permittee must obtain and maintain a tobacco permit issued by the 1402 State of Mississippi, and have a capital investment of not less 1403 than Five Hundred Thousand Dollars (\$500,000.00) in the premises 1404 for which the permit is issued. In addition to alcoholic 1405 beverages, the permittee is authorized to sell only cigars, 1406 cheroots, tobacco pipes, pipe tobacco, and/or stogies.

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1407	Additionally, seventy-five percent (75%) of the permittee's annual
1408	gross revenue must be derived from the sale of cigars, cheroots,
1409	tobacco pipes, pipe tobacco, and/or stogies. No food sales shall
1410	be required, but food may be sold on the premises. The issuance
1411	of this permit does not remove any obligation a permittee may have
1412	to follow local ordinances or actions prohibiting the use of
1413	tobacco products.

(x) Direct shipper's permit. A direct shipper's permit shall authorize the holder to sell and ship wine and/or distilled spirits directly to residents in this state in accordance with the provisions of Sections 1 through 12 of this act, without being required to transact the sale and shipment of those wines and/or distilled spirits through the Alcoholic Beverage Control Division of the department.

Permit. A wine and distilled spirits fulfillment provider permit shall authorize the holder to only provide logistics services of warehousing, packaging, order fulfillment, and shipment of wine and/or distilled spirits for a direct shipper permittee for which the wine and distilled spirits fulfillment provider permittee is the bailee of the wine and/or distilled spirits under Sections 1 through 12 of this act. Wine and/or distilled spirits held in bailment by a wine and distilled spirits fulfillment provider permittee shall remain the property of the direct shipper



1431	permittee	until	loaded	on	conveyance	for	direct	shipment	to	a

# 1432 Mississippi resident.

- 1433 (2) Except as otherwise provided in subsection (4) of this 1434 section, retail permittees may hold more than one (1) retail 1435 permit, at the discretion of the department.
- 1436 (3) (a) Except as otherwise provided in this subsection, no 1437 authority shall be granted to any person to manufacture, sell or 1438 store for sale any intoxicating liquor as specified in this 1439 article within four hundred (400) feet of any church, school 1440 (excluding any community college, junior college, college or 1441 university), kindergarten or funeral home. However, within an 1442 area zoned commercial or business, such minimum distance shall be 1443 not less than one hundred (100) feet.
- A church or funeral home may waive the distance 1444 restrictions imposed in this subsection in favor of allowing 1445 1446 issuance by the department of a permit, pursuant to subsection (1) 1447 of this section, to authorize activity relating to the manufacturing, sale or storage of alcoholic beverages which would 1448 1449 otherwise be prohibited under the minimum distance criterion. 1450 Such waiver shall be in written form from the owner, the governing 1451 body, or the appropriate officer of the church or funeral home 1452 having the authority to execute such a waiver, and the waiver shall be filed with and verified by the department before becoming 1453 1454 effective.

L455	(c) The distance restrictions imposed in this
L456	subsection shall not apply to the sale or storage of alcoholic
L457	beverages at a bed and breakfast inn listed in the National
L458	Register of Historic Places or to the sale or storage of alcoholic
L459	beverages in a historic district that is listed in the National
L460	Register of Historic Places, is a qualified resort area and is
L461	located in a municipality having a population greater than one
L462	hundred thousand (100,000) according to the latest federal
L463	decennial census.
L464	(d) The distance restrictions imposed in this
L465	subsection shall not apply to the sale or storage of alcoholic
L466	beverages at a qualified resort area as defined in Section
1467	67-1-5(o)(iii)32.

- 1468 (e) The distance restrictions imposed in this
  1469 subsection shall not apply to the sale or storage of alcoholic
  1470 beverages at a licensed premises in a building formerly owned by a
  1471 municipality and formerly leased by the municipality to a
  1472 municipal school district and used by the municipal school
  1473 district as a district bus shop facility.
- 1474 (f) The distance restrictions imposed in this

  1475 subsection shall not apply to the sale or storage of alcoholic

  1476 beverages at a licensed premises in a building consisting of at

  1477 least five thousand (5,000) square feet and located approximately

  1478 six hundred (600) feet from the intersection of Mississippi

  1479 Highway 15 and Mississippi Highway 4.

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1480	(g) The distance restrictions imposed in this
1481	subsection shall not apply to the sale or storage of alcoholic
1482	beverages at a licensed premises in a building located at or near
1483	the intersection of Ward and Tate Streets and adjacent properties
1484	in the City of Senatobia, Mississippi.

- 1485 (h) The distance restrictions imposed in this 1486 subsection shall not apply to the sale or storage of alcoholic 1487 beverages at a theatre facility that features plays and other 1488 theatrical performances and productions and (i) is capable of seating more than seven hundred fifty (750) people, (ii) is owned 1489 1490 by a municipality which has a population greater than ten thousand 1491 (10,000) according to the latest federal decennial census, (iii) was constructed prior to 1930, (iv) is on the National Register of 1492 Historic Places, and (v) is located in a historic district. 1493
- The distance restrictions imposed in this 1495 subsection shall not apply to the sale or storage of alcoholic beverages at a licensed premises in a building located approximately one and six-tenths (1.6) miles north of the 1498 intersection of Mississippi Highway 15 and Mississippi Highway 4 1499 on the west side of Mississippi Highway 15.
- 1500 (4)(a) No person, either individually or as a member of a 1501 firm, partnership, limited liability company or association, or as a stockholder, officer or director in a corporation, shall own or 1502 control any interest in more than \* \* \* two (2) package retailer's 1503 permit, nor shall such person's spouse, if living in the same 1504

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1505	household of such person, any relative of such person, if living
1506	in the same household of such person, or any other person living
1507	in the same household with such person own any interest in any
1508	other package retailer's permit which, when combined with the
1509	number of package retailer's permits owned by the person or in
1510	which the person has a controlling interest, would total more than
1511	two (2) package retailer's permits; however, in the case of a
1512	person holding a package retailer's permit issued before July 1,
1513	2024, such a person may own one (1) additional package retailer's
1514	permit, for a total of two (2) permits, if the additional permit
1515	is issued for a premises with a minimum capital investment of
1516	Twenty Million Dollars (\$20,000,000.00) that is part of a major
1517	retail development project and located in one (1) of the three (3)
1518	most southern counties in the State of Mississippi, and not within
1519	one hundred (100) miles of another location in the State of
1520	Mississippi, for which the permittee holds such a permit.
1521	(5) (a) In addition to any other authority granted under
1522	this section, the holder of a permit issued under subsection
1523	(1)(c), $(e)$ , $(f)$ , $(g)$ , $(l)$ , $(n)$ and/or $(o)$ of this section may
1524	sell or otherwise provide alcoholic beverages and/or wine to a
1525	patron of the permit holder in the manner authorized in the permit
1526	and the patron may remove an open glass, cup or other container of
1527	the alcoholic beverage and/or wine from the licensed premises and
1528	may possess and consume the alcoholic beverage or wine outside of
1529	the licensed premises if: (i) the licensed premises is located

1530	within a leisure and recreation district created under Section
1531	67-1-101 and (ii) the patron remains within the boundaries of the
1532	leisure and recreation district while in possession of the

alcoholic beverage or wine.

1534 (b) Nothing in this subsection shall be construed to
1535 allow a person to bring any alcoholic beverages into a permitted
1536 premises except to the extent otherwise authorized by this

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

1540 67-1-53. (1)Application for permits shall be in such form 1541 and shall contain such information as shall be required by the 1542 regulations of the \* \* \* department; however, no regulation of the \* \* \* department shall require personal financial information 1543 1544 from any officer of a corporation applying for an on-premises 1545 retailer's permit to sell alcoholic beverages unless such officer 1546 owns ten percent (10%) or more of the stock of such corporation.

(2) Every applicant for each type of permit authorized by Section 67-1-51 shall give notice of such application by publication for two (2) consecutive issues in a newspaper of general circulation published in the city or town in which applicant's place of business is located. However, in instances where no newspaper is published in the city or town, then the notice shall be published in a newspaper of general circulation published in the county where the applicant's business is located.

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article.



1555	If no newspaper is published in the county, the notice shall be
1556	published in a qualified newspaper which is published in the
1557	closest neighboring county and circulated in the county of
1558	applicant's residence. The notice shall be printed in ten-point
1559	black face type and shall set forth the type of permit to be
1560	applied for, the exact location of the place of business, the name
1561	of the owner or owners thereof, and if operating under an assumed
1562	name, the trade name together with the names of all owners, and if
1563	a corporation, the names and titles of all officers. The cost of
1564	such notice shall be borne by the applicant. The provisions of
1565	this subsection (2) shall not apply to applicants for a direct
1566	shipper's permit under Sections 1 through 12 of this act.

- 1567 (3) Each application or filing made under this section shall
  1568 include the social security number(s) of the applicant in
  1569 accordance with Section 93-11-64, Mississippi Code of 1972.
- 1570 **SECTION 21.** Section 67-1-55, Mississippi Code of 1972, is 1571 amended as follows:
  - department until the applicant has first filed with the \* \* \*

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

    department a sworn statement disclosing all persons who are

    financially involved in the operation of the business for which

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

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

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

    all partners and their addresses shall be disclosed and the extent

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1580	of their interest in the partnership shall be disclosed. If the
1581	applicant is a corporation, the total stock in the corporation
1582	shall be disclosed and each shareholder and his address and the
1583	amount of stock in the corporation owned by him shall be
1584	disclosed. If the applicant is a limited liability company, each
1585	member and their addresses shall be disclosed and the extent of
1586	their interest in the limited liability company shall be
1587	disclosed. If the applicant is a trust, the trustee and all
1588	beneficiaries and their addresses shall be disclosed. If the
1589	applicant is a combination of any of the above, all information
1590	required to be disclosed above shall be required.
1591	All the disclosures shall be in writing and kept on file at
1592	the * * * department and shall be available to the public.
1593	Every applicant must, when applying for a renewal of his
1594	permit, disclose any change in the ownership of the business or
1595	any change in the beneficiaries of the income from the business.
1596	Any person who willfully fails to fully disclose the
1597	information required by this section, or who gives false
1598	information, shall be guilty of a misdemeanor and, upon conviction
1599	thereof, shall be fined a sum not to exceed Five Hundred Dollars
1600	(\$500.00) or imprisoned for not more than one (1) year, or both,
1601	and the person or applicant shall never again be eligible for any
1602	permit pertaining to alcoholic beverages.



1603	The provisions of this section shall not apply to applicants
1604	for a direct shipper's permit under Sections 1 through 12 of this
1605	act.
1606	SECTION 22. Section 67-1-57, Mississippi Code of 1972, is
1607	amended as follows:
1608	67-1-57. Before a permit is issued the department shall
1609	satisfy itself:
1610	(a) That the applicant, if an individual, or if a
1611	partnership, each of the members of the partnership, or if a
1612	corporation, each of its principal officers and directors, or if
1613	limited liability company, each member of the limited liability
1614	company, is of good moral character and, in addition, enjoys a
1615	reputation of being a peaceable, law-abiding citizen of the
1616	community in which he resides, and is generally fit for the trust
1617	to be reposed in him, is not less than twenty-one (21) years of
1618	age, and has not been convicted of a felony in any state or
1619	federal court.
1620	(b) That, except in the case of an application for a
1621	solicitor's permit, the applicant is the true and actual owner of
1622	the business for which the permit is desired, and that he intends
1623	to carry on the business authorized for himself and not as the
1624	agent of any other person, and that he intends to superintend in
1625	person the management of the business or that he will designate a
1626	manager to manage the business for him. Except for managers
1627	employed by the holder of a direct shipper's permit, all managers

1628	must be approved by the department prior to completing any
1629	managerial tasks on behalf of the permittee and must possess all
1630	of the qualifications required of a permittee; however, a felony
1631	conviction, other than a crime of violence, does not automatically
1632	disqualify a person from being approved as a manager if the person
1633	was released from incarceration at least three (3) years prior to
1634	application for approval as a manager. A felony conviction, other
1635	than a crime of violence, may be considered by the department in
1636	determining whether all other qualifications are met.

- 1637 That the applicant for a package retailer's permit, 1638 if an individual, is a resident of the State of Mississippi. If the applicant is a partnership, each member of the partnership 1639 must be a resident of the state. If the applicant is a limited 1640 liability company, each member of the limited liability company 1641 must be a resident of the state. If the applicant is a 1642 1643 corporation, the designated manager of the corporation must be a 1644 resident of the state.
- 1645 (d) That the place for which the permit is to be issued
  1646 is an appropriate one considering the character of the premises
  1647 and the surrounding neighborhood.
- 1648 (e) That the place for which the permit is to be issued 1649 is within the corporate limits of an incorporated municipality or 1650 qualified resort area or club which comes within the provisions of 1651 this article.

1652	(f) That the applicant is not indebted to the state for
1653	any taxes, fees or payment of penalties imposed by any law of the
1654	State of Mississippi or by any rule or regulation of the * * $\star$
1655	department.

- 1656 (g) That the applicant is not in the habit of using
  1657 alcoholic beverages to excess and is not physically or mentally
  1658 incapacitated, and that the applicant has the ability to read and
  1659 write the English language.
- (h) That the \* \* \* department does not believe and has
  no reason to believe that the applicant will sell or knowingly
  permit any agent, servant or employee to unlawfully sell liquor in
  a dry area or in any other manner contrary to law.
- (i) That the applicant is not residentially domiciled
  with any person whose permit or license has been cancelled for
  cause within the twelve (12) months next preceding the date of the
  present application for a permit.
- (j) That the \* \* \* department has not, in the exercise of its discretion which is reserved and preserved to it, refused to grant permits under the restrictions of this section, as well as under any other pertinent provision of this article.
- 1672 (k) That there are not sufficient legal reasons to deny
  1673 a permit on the ground that the premises for which the permit is
  1674 sought has previously been operated, used or frequented for any
  1675 purpose or in any manner that is lewd, immoral or offensive to
  1676 public decency. In the granting or withholding of any permit to

1677 sell alcoholic beverages at retail, the \* \* \* department in 1678 forming its conclusions may give consideration to any recommendations made in writing by the district or county attorney 1679 1680 or county, circuit or chancery judge of the county, or the sheriff 1681 of the county, or the mayor or chief of police of an incorporated 1682 city or town wherein the applicant proposes to conduct his 1683 business and to any recommendations made by representatives of 1684 the \* \* \* department. 1685 That the applicant and the applicant's key (1)1686 employees, as determined by the \* \* \* department, do not have a 1687 disqualifying criminal record. In order to obtain a criminal 1688 record history check, the applicant shall submit to the commission 1689 a set of fingerprints from any local law enforcement agency for each person for whom the records check is required. 1690 1691 department shall forward the fingerprints to the Mississippi Department of Public Safety. If no disqualifying record is 1692 identified at the state level, the Department of Public Safety 1693 1694 shall forward the fingerprints to the Federal Bureau of 1695 Investigation for a national criminal history record check. Costs 1696 for processing the set or sets of fingerprints shall be borne by 1697 the applicant. The department may waive the fingerprint 1698 requirement in the case of an applicant for a direct shipper's 1699 permit. The \* \* \* department shall not deny employment to an

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employee of the applicant prior to the identification of a

disqualifying record or other disqualifying information.

1702	SECTION 23.	Section	67-1-73,	Mississippi	Code	of 1972,	is
1703	amended as follow	s:					
1704	67-1-73. (1	) Except	t as othe	rwise provide	ed in	subsecti	on

(3) 1705 of this section, every manufacturer, including native wine or 1706 native spirit producers, within or without the state, and every 1707 other shipper of alcoholic beverages who sells any alcoholic 1708 beverage, including native wine or native spirit, within the 1709 state, shall, at the time of making such sale, file with the department a copy of the invoice of such sale showing in detail 1710 1711 the kind of alcoholic beverage sold, the quantities of each, the 1712 size of the container and the weight of the contents, the 1713 alcoholic content, and the name and address of the person to whom 1714 sold.

(2) Except as otherwise provided in subsection (3) of this section, 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, upon conviction thereof, shall be fined in the sum of Fifty Dollars (\$50.00) for each offense.

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1727	(3) Information regarding the sales, shipment, delivery and
1728	transportation of wine and/or distilled spirits in this state by
1729	the holder of a direct shipper's permit under Sections 1 through
1730	12 of this act shall be in such form and content as prescribed by
1731	the department.
1732	SECTION 24. Section 97-31-47, Mississippi Code of 1972, is
1733	amended as follows:
1734	97-31-47. It shall be unlawful for any transportation
1735	company, or any agent, employee, or officer of such company, or
1736	any other person, or corporation to transport into or deliver in
1737	this state in any manner or by any means any spirituous, vinous,
1738	malt, or other intoxicating liquors or drinks, or for any such
1739	person, company, or corporation to transport any spirituous, malt,
1740	vinous, or intoxicating liquors or drinks from one place within
1741	this state to another place within the state, or from one (1)
1742	point within this state to any point without the state, except in
1743	cases where this chapter * * $\star$ , Section 67-9-1, or Sections 1
1744	through 12 of this act authorizes the transportation.
1745	SECTION 25. Section 97-31-49, Mississippi Code of 1972, is
1746	amended as follows:
1747	97-31-49. Except as otherwise provided in Sections 1 through
1748	12 of this act, it shall be unlawful for any person, firm or
1749	corporation in this state, in person, by letter, circular, or
1750	other printed or written matter, or in any other manner, to
1751	solicit or take order in this state for any liquors, bitters or

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1752	drinks prohibited by the laws of this state to be sold, bartered,
1753	or otherwise disposed of. The inhibition of this section shall
1754	apply to such liquors, bitters and drinks, whether the parties
1755	intend that the same shall be shipped into this state from outside
1756	of the state, or from one $\underline{(1)}$ point in this state to another point
1757	in this state. If such order be in writing, parol evidence
1758	thereof is admissible without producing or accounting for the
1759	absence of the original; and the taking or soliciting of such
1760	orders is within the inhibition of this section, although the
1761	orders are subject to approval by some other person, and no part
1762	of the price is paid, nor any part of the goods is delivered when
1763	the order is taken.
1764	SECTION 26. This act shall take effect and be in force from

1765 and after July 1, 2025.