REPORT OF CONFERENCE COMMITTEE

MR. SPEAKER AND MR. PRESIDENT:

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

H. B. No. 776: Alcoholic beverages; revise definition of "qualified resort area" under the Local Option Alcoholic Beverage Control Law.

We, therefore, respectfully submit the following report and recommendation:

1. That the Senate recede from its Amendment No. 1.

2. That the House and Senate adopt the following amendment:

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

19 SECTION 1. Section 67-1-7, Mississippi Code of 1972, is 20 amended as follows:

21 67-1-7. (1) Except as otherwise provided in Section 67-9-1 22 for the transportation and possession of limited amounts of 23 alcoholic beverages for the use of an alcohol processing 24 permittee, and subject to all of the provisions and restrictions 25 contained in this article, the manufacture, sale, distribution, and transportation of alcoholic beverages shall be lawful, subject 26 27 to the restrictions hereinafter imposed, in those counties and 28 municipalities of this state in which, at a local option election 29 called and held for that purpose under the provisions of this 30 article, a majority of the qualified electors voting in such 31 election shall vote in favor thereof.

24/HR43/HB776CR.1J PAGE 1 (BS/EW) 32 Beginning on April 16, 2021, except as otherwise provided in 33 Section 67-1-51 for holders of a caterer's permit, the manufacture, sale and distribution of alcoholic beverages shall 34 35 not be permissible or lawful in counties except in (a) 36 incorporated municipalities located within such counties, (b) 37 qualified resort areas within such counties approved as such by the department, or (c) clubs within such counties, whether within 38 39 a municipality or not. However, any permits issued by the 40 department between July 1, 2020, and April 15, 2021, for the manufacture, sale and distribution of alcoholic beverages, whether 41 42 or not issued to permittees in such municipalities, qualified resort areas or clubs, shall be eligible for renewal on or after 43 44 April 16, 2021.

The manufacture, sale, distribution and possession of native 45 46 wines or native spirits shall be lawful in any location within any 47 such county except those locations where the manufacture, sale or 48 distribution is prohibited by law other than this section or by regulations of the department. However, notwithstanding this 49 50 provision, municipalities that have voted in favor of coming out 51 from under the dry law may enforce such proper rules and 52 regulations for fixing zones and territories to promote public 53 health, morals, and safety, as they may by ordinance provide. The 54 board of supervisors of any county that has voted in favor of 55 coming out from under the dry law may make such rules and

56 regulations as to territory outside of municipalities as are

57 herein provided for municipalities.

58 Notwithstanding the provisions of any other law,

59 municipalities may enforce such proper location of package

60 retailer stores within the municipality by application of a

61 properly adopted zoning ordinance.

62 Notwithstanding the foregoing, within any state park or (2) 63 any state park facility that has been declared a qualified resort 64 area by the department, and within any qualified resort area as defined under Section 67-1-5(0)(iii), an on-premises retailer's 65 66 permit may be issued for the qualified resort area, and the permittee may lawfully sell alcoholic beverages for consumption on 67 68 his licensed premises regardless of whether or not the county or 69 municipality in which the qualified resort area is located has 70 voted in favor of coming out from under the dry law, and it shall 71 be lawful to receive, store, sell, possess and consume alcoholic 72 beverages on the licensed premises, and to sell, distribute and 73 transport alcoholic beverages to the licensed premises. Moreover, 74 the governing authorities of a municipality in which a qualified 75 resort area defined under Section 67-1-5(0) (iii) 5, 7, 21 or 46 is 76 located, the Pearl River Valley Water Supply District Board which 77 governs the qualified resort area defined under Section 78 67-1-5(0) (iii) 8.a.A, the board of supervisors of the county in 79 which the qualified resort area defined under Section

80 67-1-5(o)(iii)8.a.B and C is located, and the board of supervisors

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of the county in which the qualified resort area defined under Section 67-1-5(0)(iii)44 is located, may, by ordinance or resolution, provide that package retailer's permits may be issued in the applicable qualified resort area, and that it shall be lawful to receive, store, sell, possess and distribute alcoholic beverages in accordance with such package retailer's permits.

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

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

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

97 To revoke, suspend or cancel, for violation of or (b) noncompliance with the provisions of this article, or the law 98 99 governing the production and sale of native wines or native 100 spirits, or any lawful rules and regulations of the department 101 issued hereunder, or for other sufficient cause, any permit issued 102 by it under the provisions of this article. The department shall 103 also be authorized to suspend the permit of any permit holder for 104 being out of compliance with an order for support, as defined in Section 93-11-153. The procedure for suspension of a permit for 105

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

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

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

(f) To issue reasonable rules and regulations, not inconsistent with the federal laws or regulations, requiring informative labeling of all alcoholic beverages offered for sale within this state and providing for the standards of fill and shapes of retail containers of alcoholic beverages; however, such 130 containers shall not contain less than fifty (50) milliliters by 131 liquid measure.

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

144 (h) To adopt and promulgate, repeal and amend, such 145 rules, regulations, standards, requirements and orders, not 146 inconsistent with this article or any law of this state or of the United States, as it deems necessary to control the manufacture, 147 148 importation, transportation, distribution, delivery and sale of 149 alcoholic liquor, whether intended for beverage or nonbeverage use 150 in a manner not inconsistent with the provisions of this article 151 or any other statute, including the native wine and native spirit 152 laws.

153 (i) To call upon other administrative departments of154 the state, county and municipal governments, county and city

24/HR43/HB776CR.1J (H)WM (S)FI PAGE 6 (BS/EW) 155 police departments and upon prosecuting officers for such 156 information and assistance as it may deem necessary in the 157 performance of its duties.

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

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

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

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

(n) To assign employees to posts of duty at locations
where they will be most beneficial for the control of alcoholic
beverages and to take any other action concerning persons employed

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180 under this article as authorized by law and taken in accordance 181 with the rules, regulations and procedures of the State Personnel 182 Board.

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

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

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

192 Administrative Procedures Law.

193 The Alcoholic Beverage Control Division shall not issue any

194 permit which would conflict with any zoning ordinance legally

195 adopted by the governing authorities of any municipality or rule

196 or regulation of any board of supervisors of any county as set

197 forth in Section 67-1-7(1).

198 **SECTION 3.** This act shall take effect and be in force from 199 and after July 1, 2024.

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

1 AN ACT TO AMEND SECTION 67-1-7, MISSISSIPPI CODE OF 1972, TO 2 PROVIDE THAT MUNICIPALITIES THAT HAVE VOTED IN FAVOR OF COMING OUT 3 FROM UNDER THE DRY LAW MAY ENFORCE SUCH PROPER RULES AND 4 REGULATIONS FOR FIXING ZONES AND TERRITORIES TO PROMOTE PUBLIC

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

CONFEREES FOR THE HOUSE	CONFEREES FOR THE SENATE
X (SIGNED)	X (SIGNED)
Lamar	Harkins
X (SIGNED)	X (SIGNED)
Zuber	Johnson
X (SIGNED)	X (SIGNED)
Powell	England