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. 1190: 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:

- 39 **SECTION 1.** As used in Sections 1 through 12 of this act, the
- 40 following words shall have the meanings as defined in this section
- 41 unless the context otherwise requires:
- 42 (a) "Department" means the Department of Revenue.
- 43 (b) "Direct shipper" means the holder of a direct
- 44 shipper's permit issued by the department under Sections 1 through
- 45 12 of this act.
- 46 (c) "Common carrier" means a person that holds itself
- 47 out to the general public as engaged in the business of
- 48 transporting goods for a fee and is engaged in the business of
- 49 transporting and delivering alcoholic beverages from a direct
- 50 shipper's permittee directly to consumers in this state who are
- 51 twenty-one (21) years of age or older.

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54 consumer and arranges for transport by an eligible common carrier

55 to the consumer.

(e) "Wine fulfillment provider permit" means a permit

57 issued by the department that authorizes a fulfillment provider to

58 ship wine to a consumer on behalf of a holder of a direct

59 shipper's permit.

(f) "Wine" means any product obtained from the

61 alcoholic fermentation of the juice of sound, ripe grapes, fruits

or berries, made in accordance with the revenue laws of the United

States, and containing more than five percent (5%) of alcohol by

64 weight.

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65 In addition, the definitions in Section 67-1-5 shall be

66 applicable to the terms used in Sections 1 through 12 of this act

67 unless the context otherwise requires.

68 **SECTION 2.** A person must hold a permit as a direct shipper

69 issued by the department before the person may engage in selling

and shipping wine directly to a resident in this state. A direct

shipper may sell and ship wine directly to residents in this state

without being required to transact the sale and shipment through

73 the Alcoholic Beverage Control Division of the department. A

74 direct shipper may sell and ship wine to an address in the state

75 regardless of whether the address is in an area in which the sale

- 76 of alcoholic beverages is otherwise authorized or otherwise
- 77 prohibited by law.
- 78 **SECTION 3.** To qualify for a direct shipper's permit, an
- 79 applicant shall be a holder of a Class 2 manufacturer's permit
- 80 issued in accordance with Section 67-1-51, or a person licensed or
- 81 permitted outside of this state to engage in the activity of
- 82 manufacturing wine in any other state.
- SECTION 4. (1) An applicant for a direct shipper's permit
- 84 shall:
- 85 (a) Submit to the department a completed application on
- 86 a form provided by the department, containing all information that
- 87 is required by the department;
- 88 (b) Provide to the department a copy of the applicant's
- 89 current license or permit to engage in the activity of
- 90 manufacturing wine in this or any other state; a copy of the
- 91 applicant's current federal basic wine manufacturing permit; and a
- 92 list of all products that the direct shipper intends to sell in
- 93 the state; and
- 94 (c) Pay to the department the tax prescribed in Section
- 95 27-71-5.
- 96 (2) After a person complies with the provisions of
- 97 subsection (1) of this section, the department may conduct any
- 98 investigation as it considers necessary regarding the issuance of
- 99 a permit, and the department shall issue a permit to the applicant
- 100 if the requirements of Sections 1 through 12 of this act are met.

101 Only ship wine that is: (a) produced by the direct 102 shipper licensee, (b) produced by or for the direct shipper under a written contract, existing at the time of shipment, with another 103 104 manufacturer of wine that holds a federal basic wine manufacturing 105 permit pursuant to the Federal Alcohol Administration Act, 27 USC 106 Section 201 et seq., and who is in the business of manufacturing 107 and bottling wine, or (c) exclusively produced and bottled for the 108 direct shipper by a manufacturer of wine that holds a federal 109 basic wine manufacturing permit pursuant to the Federal Alcohol Administration Act, 27 USC Section 201 et seq., and who is in the 110 111 business of manufacturing and bottling wine.

SECTION 5. (1) A direct shipper shall:

- 113 Only ship wine for which the direct shipper meets (a) either of the following criteria: (i) owns the Certificate of 114 115 Label Approval issued by the Alcohol and Tobacco Tax and Trade 116 Bureau or (ii) has the exclusive right to sell the wine in the 117 United States under a written contract, existing at the time of shipment, with the manufacturer of wine that holds a federal basic 118 119 wine manufacturing permit pursuant to the Federal Alcohol 120 Administration Act, 27 USC Section 201 et seq., and is the owner 121 of the Certificate of Label Approval issued by the Alcohol and 122 Tobacco Tax and Trade Bureau;
- 123 Ensure that all containers of wine sold and shipped (b) 124 directly to a resident in this state are conspicuously labeled

125	with the words "CONTAINS ALCOHOL: SIGNATURE OF PERSON AGE 21
126	YEARS OR OLDER REQUIRED FOR DELIVERY";
127	(c) Report to the department on an quarterly basis in a
128	manner prescribed by the department all of the following
129	information for each wine shipment into the state pursuant to
130	Sections 1 through 12 of this act:
131	(i) The name and address of the Mississippi
132	resident who placed the order;
133	(ii) For each completed shipment, evidence of
134	signature by an individual age twenty-one (21) years or older;
135	(iii) The name and license number of the common or
136	permit carrier engaged in the shipment;
137	(iv) For each shipment by a holder of a wine
138	fulfillment provider permit on behalf of the direct shipper, the
139	name and license number of the wine fulfillment provider permittee
140	engaged in the shipment;
141	(v) The date of shipment;
142	(vi) The carrier tracking number; and
143	(vii) The quantity of wine in the shipment;
144	(d) Maintain for at least three (3) years all records
145	that allow the department to ascertain the truthfulness of the

(e) Allow the department to perform an audit of the

information filed under Sections 1 through 12 of this act;

direct shipper's records upon request; and

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149	(f)	Ве	deemed	to have	consente	ed to	the	jurisdicti	on of
150	the department	or	any oth	er stat	e agency	and t	the s	tate court	S
151	concerning enf	orce	ement of	Section	ns 1 thro	ough 1	12 of	this act	and

152 any related laws, rules or regulations.

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153 Information reported to the department under paragraph (c) of 154 this subsection shall not be subject to disclosure under the 155 Mississippi Public Records Act of 1983.

A direct shipper shall not:

- 157 Sell or ship any light wine, light spirit products or beer that is regulated under Section 67-3-1 et seq. or any 158 159 alcoholic beverage other than wine;
- 160 Sell or ship wine that is contracted through 161 Mississippi distributors, brokers, and solicitors within the 162 state; however, this provision shall not apply to sales and 163 shipments of wine made after July 1, 2026. Wines which are very 164 limited in quantity and are commonly referred to by the broker as 165 highly allocated items noted as "Allocated Item - See Broker" on 166 the TAP Alcoholic Beverage Control Division of the Department of 167 Revenue website are eligible for sale at a package retailer and 168 also through direct shipment by a direct shipper;
- 169 Sell or ship more than fifteen hundred (1,500) 170 nine-liter cases, or thirteen thousand five hundred (13,500) liters, in total of wine in a calendar year to Mississippi 171 172 consumers;

173	(d) Sell or ship any wine to any residential household
174	address in Mississippi that has already received a total of nine
175	(9) nine-liter cases of wine in the calendar year. Prior to
176	shipping any wine, the direct shipper shall validate that the
177	consumer has not received their total case limit of wine for the
178	calendar year and is therefore eligible to receive a shipment of

- 180 (e) Sell or ship wine to any nonresidential address,
 181 including lockers or post office boxes;
- (f) Sell or ship wine to any address or property of a public or private elementary, secondary, or post-secondary educational school, including any dormitory, housing, or common space located on the campus of any elementary, secondary, or post-secondary educational school.
- 187 <u>SECTION 6.</u> A direct shipper may annually renew his or her 188 permit, if the direct shipper:
- 189 (a) Is otherwise entitled to receive a permit;
- 190 (b) Provides to the department a copy of his or her
 191 current license or permit to engage in the activity of
 192 manufacturing wine in this or any other state; and
- 193 (c) Pays to the department a privilege license tax as 194 prescribed in Section 27-71-5.
- SECTION 7. (1) To purchase and receive a direct shipment of wine from a direct shipper, a resident of this state must be at least twenty-one (21) years of age, and a person who is at least

wine;

- 198 twenty-one (21) years of age must sign for any wine shipped from a
 199 direct shipper.
- 200 (2) A shipment of wine may be ordered or purchased from a 201 direct shipper through a computer network.
- 202 (3) A person who receives a direct shipment of wine from a 203 direct shipper shall use the wine for personal consumption only 204 and may not resell it.
- 205 (4) A resident of this state shall not order, purchase, or
 206 receive more than a total of nine (9) nine-liter cases of wine in
 207 a calendar year to their residential household address. A holder
 208 of a direct shipper's permit shall not ship any wine to any
 209 household in this state that has already received direct shipments
 210 of nine (9) nine-liter cases of wine in the calendar year.
- 211 <u>SECTION 8.</u> If any holder of a direct shipper's permit 212 violates any provision of Sections 1 through 12 of this act, the 213 department shall suspend or revoke the permit and impose civil 214 penalties as authorized under Section 67-1-1 et seq.
- 215 SECTION 9. (1)Any person who is not a common or permit 216 carrier and who does not hold a direct shipper, wholesaler, 217 retailer, manufacturer, or importer permit issued by the department and who is not owned or controlled by a common or 218 219 permit carrier or a direct shipper, wholesaler, retailer, 220 manufacturer, or importer permittee of the department may obtain a 221 wine fulfillment provider permit from the department as provided 222 in this section. A holder of a wine fulfillment provider permit,

- 223 subject to compliance with all terms and provisions of Sections 1
- 224 through 12 of this act, may contract with a common or permit
- 225 carrier for the shipment of unopened containers of wine on behalf
- 226 of the holder of a direct shipper's permit directly to a
- 227 Mississippi resident who is at least twenty-one (21) years of age,
- 228 for personal use by the individual and not for resale.
- 229 A person shall obtain a separate wine fulfillment
- 230 provider permit for each physical premises that is to be used as a
- 231 wine fulfillment provider before shipping wine to any Mississippi
- resident from that premises, and shall pay an annual license fee 232
- 233 of Five Hundred Dollars (\$500.00), plus an additional One Hundred
- 234 Dollars (\$100.00) for each additional premises from which
- 235 shipments to Mississippi residents will be made.
- 236 The holder of a wine fulfillment provider permit may
- 237 only provide logistics services of warehousing, packaging, order
- 238 fulfillment, and shipment of wine for a direct shipper permittee
- 239 for which the wine fulfillment provider permittee is the bailee of
- 240 the wine. Wine held in bailment by a wine fulfillment provider
- 241 permittee shall remain the property of the direct shipper
- 242 permittee until loaded on conveyance for direct shipment to a
- 243 Mississippi resident.
- 244 (4) A wine fulfillment provider permittee shall not ship
- wine into or within the state from, or on behalf of, any of the 245
- 246 following:



247 (a) An unlicensed direct shipper of wine, either
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- 248 in-state or out-of-state;
- 249 (b) A retailer licensed by the department;
- 250 (c) An out-of-state retailer; or
- 251 (d) A person that does not hold a direct shipper's
- 252 permit in the State of Mississippi.
- 253 (5) A wine fulfillment provider permit applicant shall
- 254 provide all of the following information to the department as part
- 255 of its application:
- 256 (a) The precise location or locations at which the
- 257 permittee will engage in logistics services for wine to be shipped
- 258 into the state; and
- 259 (b) Any other information required by the department.
- 260 (6) A wine fulfillment provider permittee shall do all of
- 261 the following:
- 262 (a) Annually renew its wine fulfillment provider permit
- 263 in a manner as established by rule of the department and pay any
- 264 initial and annual license fees;
- 265 (b) Enter into a contract with a direct wine shipper
- 266 permittee designating the wine fulfillment provider permittee as
- 267 the agent of the direct wine shipper permittee for purposes of
- 268 Sections 1 through 12 of this act. A wine fulfillment provider
- 269 permittee may not avoid liability under this section by
- 270 subcontracting with a third party to perform its obligations
- 271 pursuant to this section;

272		(C)) [Mainta	iin	a c	ompliance	program	documenti	ing	that	all
273	wine	shipped	by	each	dir	ect	shipper	permittee	through	the	win∈	3

274 fulfillment provider permittee satisfies the requirements set

275 forth in Sections 1 through 12 of this act and any other

276 requirements set forth by the department;

277 (d) Make all commercially reasonable efforts to verify

278 the validity of each direct shipper permit prior to making any

279 shipment on behalf of the direct shipper permittee;

280 (e) Ensure all containers of wine shipped by the wine

281 fulfillment provider permittee to a Mississippi resident are

282 conspicuously labeled with the following words: "CONTAINS

283 ALCOHOL: SIGNATURE OF PERSON AGE 21 OR OLDER REQUIRED FOR

284 DELIVERY";

285 (f) Report to the department on an quarterly basis in a

286 manner prescribed by the department all of the following

287 information for each wine shipment into the state pursuant to this

288 section:

(i) The name, address, and license number of the

290 direct shipper permittee and the point of origin of shipment from

291 which the wine fulfillment provider permittee received the wine,

292 if different from the address of the direct shipper permittee;

293 (ii) The name and address of the Mississippi

294 resident who placed the order;

295 (iii) For each completed shipment, evidence of

296 signature by an individual age twenty-one (21) years or older;

298	permit carrier engaged in the shipment;
299	(v) The date of shipment;
300	(vi) The carrier tracking number; and
301	(vii) The quantity of wine in the shipment; and
302	(g) Maintain for a minimum of three (3) years from the
303	date of receipt from a direct shipper permittee or the date of
304	shipment to a Mississippi resident, as applicable, and permit the
305	department and any of its designees to inspect, verify, or perform
306	an audit of all of the information listed in paragraph (f) of this
307	subsection;
308	(h) Upon violation of Sections 1 through 12 of this act
309	or a rule of the department, be subject to a civil penalty imposed
310	by the department by administrative proceedings that apply to
311	alcoholic beverage licenses, as follows:
312	(i) For the first violation, a civil penalty not
313	to exceed Five Hundred Dollars (\$500.00);
314	(ii) For a second violation, a civil penalty not

(iii) A third or any subsequent violation may

result in suspension or revocation of ability to operate in this

state and/or a civil penalty not to exceed Six Thousand Dollars

to exceed Three Thousand Dollars (\$3,000.00);

(iv)

The name and license number of the common or

(\$6,000.00); and

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320	(i)	Be deemed	to have co	onsented to	the jurisdiction o	ρf
321	the department	and the ot	ther state	agencies ar	nd the state courts	3
322	concerning enfo	orcement of	f Sections	1 through 1	12 of this act.	

- 323 (7) Any fines or fees received by the department under this 324 section shall be used by the department in order to perform its 325 regulatory duties.
 - Shipments of wine into this state under SECTION 10. (1) Sections 1 through 12 of this act shall be made by a duly licensed carrier. A common carrier shall not deliver a shipment of wine to a consumer unless the carrier has verified the validity of the direct shipper's permit and fulfillment provider's permit prior to accepting shipment. A carrier may consider a direct shipper's permit to be valid for the remainder of the stated permit period unless notified otherwise by the department. Any failure to verify the validity of a direct shipper's permit may result in the suspension of the common carrier's license to operate in the state or the imposition of any other penalty as follows: (i) for the first violation, a civil penalty not to exceed Five Hundred Dollars (\$500.00); (ii) for a second violation, a civil penalty not to exceed Three Thousand Dollars (\$3,000.00); (iii) a third or any subsequent violation may result in suspension or revocation of ability to operate in this state and/or a civil penalty not to exceed Six Thousand Dollars (\$6,000.00).
- 343 (2) It shall be the duty of every common or contract 344 carrier, and of every firm or corporation that shall bring, carry

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345 or transport wine from outside the state for delivery inside the 346 state to consumers to prepare and file reports with the department, on a schedule as determined by the department, of 347 348 known wine shipments. Such reports shall contain: (a) the name 349 of the common or contract carrier, firm or corporation making the 350 report; (b) the period of time covered by said report; (c) the 351 name and business address of the person who directed the common 352 carrier to make the shipment; (d) the name and permit number of 353 the direct shipper; (e) the name and address of each consignee 354 receiving such wine; (f) the weight of the shipment delivered to 355 each consignee; (g) the common carrier's unique tracking number 356 for the package; and (h) the date of delivery. Reports received 357 by the department shall be made available by the department to the 358 public via the Mississippi Public Records Act process in the same 359 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 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

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- 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.
- 373 Any common or contract carrier that fails to make 374 reports, as provided by this section or any of the rules and 375 regulations of the department for the administration and 376 enforcement of this section is subject to penalties as follows: (a) for the first violation, a civil penalty not to exceed Five 377 378 Hundred Dollars (\$500.00); (b) for a second violation, a civil penalty not to exceed Three Thousand Dollars (\$3,000.00); (c) a 379 380 third or any subsequent violation may result in suspension or 381 revocation of ability to operate in this state and/or a civil 382 penalty not to exceed Six Thousand Dollars (\$6,000.00).
 - 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. Every two (2) years, the department shall
 present a written report to the Governor and the Legislature that
 shall be based on a study of the business of soliciting, selling,
 and shipping wine from inside and outside of this state directly
 to residents of this state pursuant to Sections 1 through 12 of

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- 394 this act. As part of its report, the department shall provide the
- 395 following information for the preceding two (2) years:
- 396 (a) The amount of state excise tax and sales tax
- 397 revenues generated;
- 398 (b) The amount of licensing fees received;
- 399 (c) The number of cases of wine shipped from inside and
- 400 outside of this state directly to residents of this state,
- 401 respectively;
- 402 (d) The number of alcohol compliance operations
- 403 conducted;
- (e) The number of new direct shipper permits issued;
- 405 (f) The number of direct shipper permits renewed;
- 406 (g) The number of direct shipper permits that lapsed or
- 407 expired without renewal; and
- 408 (h) The number of each of the following:
- 409 (i) Reported violations,
- 410 (ii) Cease and desist notices issued by the
- 411 department,
- 412 (iii) Civil fines issued to a permittee by the
- 413 department,
- 414 (iv) Suspensions and revocations of permits, and
- 415 (v) Notices and complaints of violations to law
- 416 enforcement officials, including, without limitation, the Attorney
- 417 General and U.S. Department of Treasury's Alcohol and Tobacco Tax
- 418 and Trade Bureau.

- 419 **SECTION 13.** If any provision of this act, or its application
- 420 to any person or circumstance, is determined by a court to be
- 421 invalid or unconstitutional, the remaining provisions shall be
- 422 construed in accordance with the intent of the Legislature to
- 423 further limit rather than expand commerce in alcoholic beverages
- 424 to protect the health, safety, and welfare of the state's
- 425 residents, and to enhance strict regulatory control over taxation,
- 426 distribution and sale of alcoholic beverages through the
- 427 three-tier regulatory system imposed by this article upon all
- 428 alcoholic beverages to curb relationships and practices calculated
- 429 to stimulate sales and impair the state's policy favoring trade
- 430 stability and the promotion of temperance.
- 431 **SECTION 14.** Section 27-71-5, Mississippi Code of 1972, as
- 432 amended by Senate Bill No. 2567, 2024 Regular Session, is amended
- 433 as follows:
- 434 27-71-5. (1) Upon each person approved for a permit under
- 435 the provisions of the Alcoholic Beverage Control Law and
- 436 amendments thereto, there is levied and imposed for each location
- 437 for the privilege of engaging and continuing in this state in the
- 438 business authorized by such permit, an annual privilege license
- 439 tax in the amount provided in the following schedule:
- 440 (a) Except as otherwise provided in this subsection
- 441 (1), manufacturer's permit, Class 1, distiller's and/or
- 442 rectifier's:
- 443 (i) For a permittee with annual production of

444	five thousand (5,000) gallons or more\$4,500.00
445	(ii) For a permittee with annual production under
446	five thousand (5,000) gallons\$2,800.00
447	(b) Manufacturer's permit, Class 2, wine
448	manufacturer\$1,800.00
449	(c) Manufacturer's permit, Class 3, native wine
450	manufacturer per ten thousand (10,000) gallons or part thereof
451	produced\$ 10.00
452	(d) Manufacturer's permit, Class 4, native spirit
453	manufacturer per one thousand (1,000) gallons or part thereof
454	produced\$ 300.00
455	(e) Native wine retailer's permit\$ 50.00
456	(f) Package retailer's permit, each\$ 900.00
457	(g) On-premises retailer's permit, except for clubs and
458	common carriers, each\$ 450.00
459	(h) On-premises retailer's permit for wine of more than
460	five percent (5%) alcohol by weight, but not more than twenty-one
461	percent (21%) alcohol by weight, each\$ 225.00
462	(i) On-premises retailer's permit for clubs\$ 225.00
463	(j) On-premises retailer's permit for common carriers,
464	per car, plane, or other vehicle\$ 120.00
465	(k) Solicitor's permit, regardless of any other
466	provision of law, solicitor's permits shall be issued only in the
467	discretion of the department\$ 100.00

468	(1)	Filing fee for each application except for a	n
469	employee ident	ification card\$	25.00
470	(m)	Temporary permit, Class 1, each\$	10.00
471	(n)	Temporary permit, Class 2, each\$	50.00
472	(0)	(i) Caterer's permit\$	600.00
473		(ii) Caterer's permit for holders of on-pre	mises
474	retailer's per	mit\$	150.00
475	(p)	Research permit\$	100.00
476	(q)	Temporary permit, Class 3 (wine only)\$	10.00
477	(r)	Special service permit\$	225.00
478	(s)	Merchant permit\$	225.00
479	(t)	Temporary alcoholic beverages charitable auc	tion
480	permit	\$	10.00
481	(u)	Event venue retailer's permit\$	225.00
482	(v)	Temporary theatre permit, each\$	10.00
483	(w)	Charter ship operator's permit\$	100.00
484	(x)	Distillery retailer's permit\$	450.00
485	(y)	Festival wine permit\$	10.00
486	(z)	Charter vessel operator's permit\$	100.00
487	(aa)	Native spirit retailer's permit\$	50.00
488	(ab)	Delivery service permit\$	500.00
489	(ac)	Food truck permit\$	100.00
490	(ad)	On-premises tobacco permit\$	450.00
491	(ae)	Direct shipper's permit\$	100.00
492	(af)	Wine fulfillment provider permit\$	500.00

493	In addition to the filing fee imposed by paragraph (1) of
494	this subsection, a fee to be determined by the Department of
495	Revenue may be charged to defray costs incurred to process
496	applications. The additional fees shall be paid into the State
497	Treasury to the credit of a special fund account, which is hereby
498	created, and expenditures therefrom shall be made only to defray
499	the costs incurred by the Department of Revenue in processing
500	alcoholic beverage applications. Any unencumbered balance
501	remaining in the special fund account on June 30 of any fiscal
502	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.

509 Paragraph (y) of this subsection shall stand repealed from 510 and after July 1, 2026.

(2) 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.

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518 In addition to the tax imposed in paragraph 519 (a) of this subsection, there is imposed and shall be collected by 520 the department from each permittee described in subsection (1)(q), 521 (h), (i), (n) and (u) of this section, an additional license tax 522 for the privilege of doing business within any municipality or 523 county in which the licensee is located in the amount of Two 524 Hundred Twenty-five Dollars (\$225.00) on purchases exceeding Five 525 Thousand Dollars (\$5,000.00) and Two Hundred Twenty-five Dollars 526 (\$225.00) for each additional purchase of Five Thousand Dollars (\$5,000.00), or fraction thereof. 527 528 In addition to the tax imposed in paragraph 529 (a) of this subsection, there is imposed and shall be collected by 530 the department from each permittee described in subsection (1)(o) 531 and (s) of this section, an additional license tax for the 532 privilege of doing business within any municipality or county in which the licensee is located in the amount of Two Hundred Fifty 533 534 Dollars (\$250.00) on purchases exceeding Five Thousand Dollars 535 (\$5,000.00) and Two Hundred Twenty-five Dollars (\$225.00) for each 536 additional purchase of Five Thousand Dollars (\$5,000.00), or fraction thereof. 537

(iii) Any person who has paid the additional
privilege license tax imposed by this paragraph, and whose permit
is renewed, may add any unused fraction of Five Thousand Dollars
(\$5,000.00) purchases to the first Five Thousand Dollars
(\$5,000.00) purchases authorized by the renewal permit, and no

- additional license tax will be required until purchases exceed the sum of the two (2) figures.
- 545 If the licensee is located within a municipality, 546 the department shall pay the amount of additional license tax 547 collected under this section to the municipality, and if outside a 548 municipality the department shall pay the additional license tax 549 to the county in which the licensee is located. Payments by the 550 department to the respective local government subdivisions shall 551 be made once each month for any collections during the preceding 552 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.
- 559 (4) The number of permits issued by the department shall not
 560 be restricted or limited on a population basis; however, the
 561 foregoing limitation shall not be construed to preclude the right
 562 of the department to refuse to issue a permit because of the
 563 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

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568	thereof, and, in addition, shall be punished by a fine of not more
569	than One Thousand Dollars (\$1,000.00), or by imprisonment in the
570	county jail for a term of not more than six (6) months, or by both
571	such fine and imprisonment, in the discretion of the court.

It shall be unlawful for any person to consume alcoholic

- 573 beverages on the premises of any hotel restaurant, restaurant, 574 club or the interior of any public place defined in Chapter 1, Title 67, Mississippi Code of 1972, when the owner or manager 575 576 thereof displays in several conspicuous places inside the 577 establishment and at the entrances of establishment a sign 578 containing the following language: NO ALCOHOLIC BEVERAGES 579 ALLOWED.
- 580 SECTION 15. Section 27-71-7, Mississippi Code of 1972, is 581 amended as follows:
- 27-71-7. (1) 582 There is hereby levied and assessed an excise 583 tax upon each case of alcoholic beverages sold by the department 584 to be collected from each retail licensee at the time of sale in 585 accordance with the following schedule:
- 586 Distilled spirits.....\$2.50 per (a) 587 gallon
- 588 (b) Sparkling wine and champagne.....\$1.00 per
- 589 gallon

- 590 Other wines, including native wines...\$.35 per
- 591 gallon



592	(2) (a) In addition to the tax levied by subsection (1) of
593	this section, and in addition to any other markup collected, the
594	Alcoholic Beverage Control Division shall collect a markup of
595	three percent (3%) on all alcoholic beverages, as defined in
596	Section 67-1-5, Mississippi Code of 1972, which are sold by the
597	division. The proceeds of the markup shall be collected by the
598	division from each purchaser at the time of purchase.

Until June 30, 1987, the revenue derived from this (b) three percent (3%) markup shall be deposited by the division in the State Treasury to the credit of the "Alcoholism Treatment and Rehabilitation Fund," a special fund which is hereby created in the State Treasury, and shall be used by the Division of Alcohol and Drug Abuse of the State Department of Mental Health and public or private centers or organizations solely for funding of treatment and rehabilitation programs for alcoholics and alcohol abusers which are sponsored by the division or public or private centers or organizations in such amounts as the Legislature may appropriate to the division for use by the division or public or private centers or organizations for such programs. Any tax revenue in the fund which is not encumbered at the end of the fiscal year shall lapse to the General Fund. It is the intent of the Legislature that the State Department of Mental Health shall continue to seek funds from other sources and shall use the funds appropriated for the purposes of this section and Section 27-71-29

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616 to match all federal funds which may be available for alcoholism 617 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 Treasury and shall be used by the State Department of Mental Health for the service programs of the department. Any revenue in the "Alcoholism Treatment and Rehabilitation Fund" which is not encumbered at the end of Fiscal Year 1987 shall be deposited to the credit of the "Mental Health Programs Fund."

shipper's permit, a tax in the amount of eighteen percent (18%) of the sales price of each sale and shipment of wine made to a resident in this state. The holder of a direct shipper's permit shall file a monthly report with the department along with a copy of the invoice for each sale and shipment of wine and remit any taxes due; however, no report shall be required for months in which no sales or shipments were made into this state. The report, together with copies of the invoices and the payment of all taxes, shall be filed with the department not later than the twentieth day of the month following the month in which the shipment was made. Permittees who fail to timely file and pay taxes as required by this subsection shall pay a late fee in the amount of Five Hundred Dollars (\$500.00), and the department shall

642	are paid in full, for a first offense. Upon a second offense, the
643	department shall revoke the direct shipper's permit.
644	SECTION 16. Section 27-71-15, Mississippi Code of 1972, is
645	amended as follows:
646	27-71-15. Except as otherwise provided in Section 67-9-1 for
647	the transportation of limited amounts of alcoholic beverages for
648	the use of an alcohol processing permittee, and in Sections 1
649	through 12 of this act for the sale and shipment of wine by the
650	holder of a direct shipper's permit, if transportation requires
651	passage through a county which has not authorized the sale of
652	alcoholic beverages, such transportation shall be by a sealed
653	vehicle. Such seal shall remain unbroken until the vehicle shall
654	reach the place of business operated by the permittee. The
655	operator of any vehicle transporting alcoholic beverages shall
656	have in his possession an invoice issued by the * * * department
657	at the time of the wholesale sale covering the merchandise
658	transported by the vehicle. The * * * $\frac{1}{2}$ department is authorized to
659	issue regulations controlling the transportation of alcoholic
660	beverages.
661	When the restrictions imposed by this section and by the
662	regulation of the * * * $\frac{1}{2}$ department have not been violated, the
663	person transporting alcoholic beverages through a county wherein

suspend the direct shipper's permit until all outstanding taxes

the sale of alcoholic beverages is prohibited shall not be guilty

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of unlawful possession and such merchandise shall be immune from seizure.

SECTION 17. Section 27-71-29, Mississippi Code of 1972, is amended as follows:

669 27-71-29. (1) All taxes levied by this article shall be 670 paid to the Department of Revenue in cash or by personal check, 671 cashier's check, bank exchange, post office money order or express money order and shall be deposited by the department in the State 672 673 Treasury on the same day collected, but no remittances other than 674 cash shall be a final discharge of liability for the tax herein 675 imposed and levied unless and until it has been paid in cash to 676 the department.

All taxes levied under Section 27-71-7(1) and received by the department under this article shall be paid into the General Fund, and the three percent (3%) levied under Section 27-71-7(2) and received by the department under this article shall be paid into the special fund in the State Treasury designated as the "Alcoholism Treatment and Rehabilitation Fund" as required by law. Any funds derived from the sale of alcoholic beverages in excess of inventory requirements shall be paid not less often than annually into the General Fund, except for a portion of the twenty-seven and one-half percent (27-1/2%) markup provided for in Section 27-71-11, as specified in subsection (2) of this section, and except for fees charged by the department for the defraying of costs associated with shipping alcoholic beverages. The revenue

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- 690 derived from these fees shall be deposited by the department into 691 a special fund, hereby created in the State Treasury, which is 692 designated the "ABC Shipping Fund." The monies in this special 693 fund shall be earmarked for use by the department for any 694 expenditure made to ship alcoholic beverages. Any net proceeds 695 remaining in the special fund on August 1 of any fiscal year shall 696 lapse into the General Fund. "Net proceeds" in this section means 697 the total of all fees collected by the department to defray the 698 costs of shipping less the actual costs of shipping.
- 699 (2)If the special bond sinking fund created in Section 7(3) 700 of Chapter 483, Laws of 2022 has a balance below the minimum 701 amount specified in the resolution providing for the issuance of 702 the bonds, or below one and one-half (1-1/2) times the amount 703 needed to pay the annual debt obligations related to the bonds 704 issued under Section 7 of Chapter 483, Laws of 2022, whichever is the lesser amount, the Commissioner of Revenue shall transfer the 705 706 deficit amount to the bond sinking fund from revenue derived from 707 the twenty-seven and one-half percent (27-1/2%) markup provided 708 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"
- 714 Health Programs Fund" as required by law.

- 715 **SECTION 18.** Section 67-1-41, Mississippi Code of 1972, is 716 amended as follows:
- 717 67-1-41. (1) The department is hereby created a wholesale
- 718 distributor and seller of alcoholic beverages, not including malt
- 719 liquors, within the State of Mississippi. It is granted the right
- 720 to import and sell alcoholic beverages at wholesale within the
- 721 state, and no person who is granted the right to sell, distribute
- 722 or receive alcoholic beverages at retail shall purchase any
- 723 alcoholic beverages from any source other than the department,
- 724 except as authorized in subsections (4), (9) and (12) of this
- 725 section and Sections 1 through 12 of this act. The department may
- 726 establish warehouses, and the department may purchase alcoholic
- 727 beverages in such quantities and from such sources as it may deem
- 728 desirable and sell the alcoholic beverages to authorized
- 729 permittees within the state including, at the discretion of the
- 730 department, any retail distributors operating within any military
- 731 post or qualified resort areas within the boundaries of the state,
- 732 keeping a correct and accurate record of all such transactions and
- 733 exercising such control over the distribution of alcoholic
- 734 beverages as seem right and proper in keeping with the provisions
- 735 or purposes of this article.
- 736 (2) No person for the purpose of sale shall manufacture,
- 737 distill, brew, sell, possess, export, transport, distribute,
- 738 warehouse, store, solicit, take orders for, bottle, rectify,
- 739 blend, treat, mix or process any alcoholic beverage except in

- 740 accordance with authority granted under this article, or as 741 otherwise provided by law for native wines or native spirits.
- 742 (3) No alcoholic beverage intended for sale or resale shall
 743 be imported, shipped or brought into this state for delivery to
 744 any person other than as provided in this article, or as otherwise
 745 provided by law for native wines or native spirits.
- 746 The department may promulgate rules and regulations 747 which authorize on-premises retailers to purchase limited amounts 748 of alcoholic beverages from package retailers and for package 749 retailers to purchase limited amounts of alcoholic beverages from 750 other package retailers. The department shall develop and provide 751 forms to be completed by the on-premises retailers and the package 752 retailers verifying the transaction. The completed forms shall be 753 forwarded to the department within a period of time prescribed by 754 the department.
- 755 (5) The department may promulgate rules which authorize the
 756 holder of a package retailer's permit to permit individual retail
 757 purchasers of packages of alcoholic beverages to return, for
 758 exchange, credit or refund, limited amounts of original sealed and
 759 unopened packages of alcoholic beverages purchased by the
 760 individual from the package retailer.
- 761 (6) The department shall maintain all forms to be completed 762 by applicants necessary for licensure by the department at all 763 district offices of the department.

- 764 The department may promulgate rules which authorize the 765 manufacturer of an alcoholic beverage or wine to import, transport 766 and furnish or give a sample of alcoholic beverages or wines to 767 the holders of package retailer's permits, on-premises retailer's 768 permits, native wine or native spirit retailer's permits and 769 temporary retailer's permits who have not previously purchased the 770 brand of that manufacturer from the department. For each holder 771 of the designated permits, the manufacturer may furnish not more 772 than five hundred (500) milliliters of any brand of alcoholic 773 beverage and not more than three (3) liters of any brand of wine.
 - (8) The department may promulgate rules disallowing open product sampling of alcoholic beverages or wines by the holders of package retailer's permits and permitting open product sampling of alcoholic beverages by the holders of on-premises retailer's permits. Permitted sample products shall be plainly identified "sample" and the actual sampling must occur in the presence of the manufacturer's representatives during the legal operating hours of on-premises retailers.
 - (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

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- 789 prescribed by the department. The records and inventory of
- 790 alcoholic beverages shall be open to inspection at any time by the
- 791 Director of the Alcoholic Beverage Control Division or any duly
- 792 authorized agent.
- 793 (10) The department may promulgate rules facilitating a
- 794 retailer's on-site pickup of alcoholic beverages sold by the
- 795 department or as authorized by the department, including, but not
- 796 limited to, native wines and native spirits, so that those
- 797 alcoholic beverages may be delivered to the retailer at the
- 798 manufacturer's location instead of via shipment from the
- 799 department's warehouse.
- 800 (11) [Through June 30, 2026] This section shall not apply
- 801 to alcoholic beverages authorized to be sold by the holder of a
- 802 distillery retailer's permit or a festival wine permit.
- 803 (11) [From and after July 1, 2026] This section shall not
- 804 apply to alcoholic beverages authorized to be sold by the holder
- 805 of a distillery retailer's permit.
- 806 (12) (a) An individual resident of this state who is at
- 807 least twenty-one (21) years of age may purchase wine from a winery
- 808 and have the purchase shipped into this state so long as it is
- 809 shipped to a package retailer permittee in Mississippi; however,
- 810 the permittee shall pay to the department all taxes, fees and
- 811 surcharges on the wine that are imposed upon the sale of wine
- 812 shipped by the department or its warehouse operator. No credit
- 813 shall be provided to the permittee for any taxes paid to another

- state as a result of the transaction. Package retailers may
 charge a service fee for receiving and handling shipments from
 wineries on behalf of the purchasers. The department shall
 develop and provide forms to be completed by the package retailer
 permittees verifying the transaction. The completed forms shall
 be forwarded to the department within a period of time prescribed
 by the department.
- 821 The purchaser of wine that is to be shipped to a (b) 822 package retailer's store shall be required to get the prior 823 approval of the package retailer before any wine is shipped to the 824 package retailer. A purchaser is limited to no more than ten (10) 825 cases of wine per year to be shipped to a package retailer. A 826 package retailer shall notify a purchaser of wine within two (2) 827 days after receiving the shipment of wine. If the purchaser of 828 the wine does not pick up or take the wine from the package 829 retailer within thirty (30) days after being notified by the 830 package retailer, the package retailer may sell the wine as part 831 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

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839	known wine shipments containing the name of the common or contract
840	carrier, firm or corporation making the report, the period of time
841	covered by said report, the name and permit number of the winery,
842	the name and permit number of the package retailer permittee
843	receiving such wine, the weight of the package delivered to each
844	package retailer permittee, a unique tracking number, and the date
845	of delivery. Reports received by the department shall be made
846	available by the department to the public via the Mississippi
847	Public Records Act process in the same manner as other state
848	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.
- (e) Any person who makes, participates in, transports, imports or receives a shipment in violation of this section is guilty of a misdemeanor and, upon conviction thereof, shall be punished by a fine of One Thousand Dollars (\$1,000.00) or imprisonment in the county jail for not more than six (6) months, or both. Each shipment shall constitute a separate offense.
 - 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 further limit rather than expand commerce in alcoholic beverages to protect the health, safety, and welfare of the state's residents, and to enhance strict regulatory control over taxation, distribution and sale of alcoholic beverages through the three-tier regulatory system imposed by this article upon all alcoholic beverages to curb relationships and practices calculated to stimulate sales and

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- impair the state's policy favoring trade stability and the promotion of temperance.
- 891 **SECTION 19.** Section 67-1-45, Mississippi Code of 1972, is
- 892 amended as follows:
- 893 67-1-45. No manufacturer, rectifier or distiller of
- 894 alcoholic beverages shall sell or attempt to sell any such
- 895 alcoholic beverages, except malt liquor, within the State of
- 896 Mississippi, except to the department, or as provided in Section
- 897 67-1-41, or pursuant to Section 67-1-51. A producer of native
- 898 wine or native spirit may sell native wines or native spirits,
- 899 respectively, to the department or to consumers at the location of
- 900 the native winery or native distillery or its immediate vicinity.
- 901 The holder of a direct shipper's permit may sell wines directly to
- 902 residents in this state as authorized by Sections 1 through 12 of
- 903 this act.
- Any violation of this section by any manufacturer, rectifier
- 905 or distiller shall be punished by a fine of not less than Five
- 906 Hundred Dollars (\$500.00), and not more than Two Thousand Dollars
- 907 (\$2,000.00), to which may be added imprisonment in the county jail
- 908 not to exceed six (6) months.
- 909 **SECTION 20.** Section 67-1-51, Mississippi Code of 1972, as
- 910 amended by House Bill 1525, 2024 Regular Session, and Senate Bill
- 911 No. 2567, 2024 Regular Session, is amended as follows:
- 912 67-1-51. (1) Permits which may be issued by the department
- 913 shall be as follows:

- 914 (a) Manufacturer's permit. A manufacturer's permit
 915 shall permit the manufacture, importation in bulk, bottling and
 916 storage of alcoholic liquor and its distribution and sale to
- 917 manufacturers holding permits under this article in this state and
- 918 to persons outside the state who are authorized by law to purchase
- 919 the same, and to sell as provided by this article.
- 920 Manufacturer's permits shall be of the following classes:
- Olass 1. Distiller's and/or rectifier's permit, which shall
- 922 authorize the holder thereof to operate a distillery for the
- 923 production of distilled spirits by distillation or redistillation
- 924 and/or to operate a rectifying plant for the purifying, refining,
- 925 mixing, blending, flavoring or reducing in proof of distilled
- 926 spirits and alcohol.
- 927 Class 2. Wine manufacturer's permit, which shall authorize
- 928 the holder thereof to manufacture, import in bulk, bottle and
- 929 store wine or vinous liquor.
- 930 Class 3. Native wine producer's permit, which shall
- 931 authorize the holder thereof to produce, bottle, store and sell
- 932 native wines.
- Olass 4. Native spirit producer's permit, which shall
- 934 authorize the holder thereof to produce, bottle, store and sell
- 935 native spirits.
- 936 (b) Package retailer's permit. Except as otherwise
- 937 provided in this paragraph and Section 67-1-52, a package
- 938 retailer's permit shall authorize the holder thereof to operate a

939 store exclusively for the sale at retail in original sealed and 940 unopened packages of alcoholic beverages, including native wines, native spirits and edibles, not to be consumed on the premises 941 942 where sold. Alcoholic beverages shall not be sold by any retailer 943 in any package or container containing less than fifty (50) 944 milliliters by liquid measure. A package retailer's permit, with 945 prior approval from the department, shall authorize the holder 946 thereof to sample new product furnished by a manufacturer's 947 representative or his employees at the permitted place of business 948 so long as the sampling otherwise complies with this article and 949 applicable department regulations. Such samples may not be 950 provided to customers at the permitted place of business. In 951 addition to the sale at retail of packages of alcoholic beverages, 952 the holder of a package retailer's permit is authorized to sell at 953 retail corkscrews, wine glasses, soft drinks, ice, juices, mixers, 954 other beverages commonly used to mix with alcoholic beverages, and 955 fruits and foods that have been submerged in alcohol and are 956 commonly referred to as edibles. Nonalcoholic beverages sold by 957 the holder of a package retailer's permit shall not be consumed on 958 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

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964	remove one (1) bottle of wine from the licensed premises if: (i)
965	the patron consumed a portion of the bottle of wine in the course
966	of consuming a meal purchased on the licensed premises; (ii) the
967	permit holder securely reseals the bottle; (iii) the bottle is
968	placed in a bag that is secured in a manner so that it will be
969	visibly apparent if the bag is opened; and (iv) a dated receipt
970	for the wine and the meal is available. Additionally, as part of
971	a carryout order, a permit holder may sell one (1) bottle of wine
972	to be removed from the licensed premises for every two (2) entrees
973	ordered. In addition, an on-premises retailer's permittee at a
974	permitted premises located on Jefferson Davis Avenue within
975	one-half (1/2) mile north of U.S. Highway 90 may serve alcoholic
976	beverages by the glass to a patron in a vehicle using a
977	drive-through method of delivery if the permitted premises is
978	located in a leisure and recreation district established under
979	Section 67-1-101. Such a sale will be considered to be made on
980	the permitted premises. An on-premises retailer's permit shall be
981	issued only to qualified hotels, restaurants and clubs, small
982	craft breweries, microbreweries, and to common carriers with
983	adequate facilities for serving passengers. In resort areas,
984	however, whether inside or outside of a municipality, the
985	department, in its discretion, may issue on-premises retailer's
986	permits to any establishments located therein as it deems proper.
987	An on-premises retailer's permit when issued to a common carrier
988	shall authorize the sale and serving of alcoholic beverages aboard

989 any licensed vehicle while moving through any county of the state; 990 however, the sale of such alcoholic beverages shall not be 991 permitted while such vehicle is stopped in a county that has not 992 legalized such sales. If an on-premises retailer's permit is 993 applied for by a common carrier operating solely in the water, 994 such common carrier must, along with all other qualifications for 995 a permit, (i) be certified to carry at least one hundred fifty 996 (150) passengers and/or provide overnight accommodations for at 997 least fifty (50) passengers and (ii) operate primarily in the 998 waters within the State of Mississippi which lie adjacent to the 999 State of Mississippi south of the three (3) most southern counties 1000 in the State of Mississippi and/or on the Mississippi River or 1001 navigable waters within any county bordering on the Mississippi 1002 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

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1014 such permit otherwise than through a permit issued to a wholesaler 1015 or manufacturer in the state.

- 1016 Native wine retailer's permit. Except as otherwise provided in subsection (5) of this section, a native wine 1017 1018 retailer's permit shall be issued only to a holder of a Class 3 1019 manufacturer's permit, and shall authorize the holder thereof to 1020 make retail sales of native wines to consumers for on-premises 1021 consumption or to consumers in originally sealed and unopened 1022 containers at an establishment located on the premises of or in 1023 the immediate vicinity of a native winery. When selling to 1024 consumers for on-premises consumption, a holder of a native wine 1025 retailer's permit may add to the native wine alcoholic beverages 1026 not produced on the premises, so long as the total volume of 1027 foreign beverage components does not exceed twenty percent (20%) 1028 of the mixed beverage. Hours of sale shall be the same as those 1029 authorized for on-premises permittees in the city or county in 1030 which the native wine retailer is located.
- 1031 (f) Temporary retailer's permit. Except as otherwise 1032 provided in subsection (5) of this section, a temporary retailer's 1033 permit shall permit the purchase and resale of alcoholic 1034 beverages, including native wines and native spirits, during legal 1035 hours on the premises described in the temporary permit only.

1036 Temporary retailer's permits shall be of the following 1037 classes:

1038	Class 1. A temporary one-day permit may be issued to bona
1039	fide nonprofit civic or charitable organizations authorizing the
1040	sale of alcoholic beverages, including native wine and native
1041	spirit, for consumption on the premises described in the temporary
1042	permit only. Class 1 permits may be issued only to applicants
1043	demonstrating to the department, by a statement signed under
1044	penalty of perjury submitted ten (10) days prior to the proposed
1045	date or such other time as the department may determine, that they
1046	meet the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)
1047	and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.
1048	Class 1 permittees shall obtain all alcoholic beverages from
1049	package retailers located in the county in which the temporary
1050	permit is issued. Alcoholic beverages remaining in stock upon
1051	expiration of the temporary permit may be returned by the
1052	permittee to the package retailer for a refund of the purchase
1053	price upon consent of the package retailer or may be kept by the
1054	permittee exclusively for personal use and consumption, subject to
1055	all laws pertaining to the illegal sale and possession of
1056	alcoholic beverages. The department, following review of the
1057	statement provided by the applicant and the requirements of the
1058	applicable statutes and regulations, may issue the permit.
1059	Class 2. A temporary permit, not to exceed seventy (70)

Class 2. A temporary permit, not to exceed seventy (70) days, may be issued to prospective permittees seeking to transfer a permit authorized in paragraph (c) of this subsection. A Class 2 permit may be issued only to applicants demonstrating to the

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1063 department, by a statement signed under the penalty of perjury, 1064 that they meet the qualifications of Sections 67-1-5(1), (m), (n), (o), (p) or (q), 67-1-37, 67-1-51(2) and (3), 67-1-55, 67-1-57 and 1065 1066 The department, following a preliminary review of the 67-1-59. 1067 statement provided by the applicant and the requirements of the 1068 applicable statutes and regulations, may issue the permit. 1069 Class 2 temporary permittees must purchase their alcoholic 1070 beverages directly from the department or, with approval of the 1071 department, purchase the remaining stock of the previous 1072 permittee. If the proposed applicant of a Class 1 or Class 2 temporary permit falsifies information contained in the 1073 1074 application or statement, the applicant shall never again be 1075 eligible for a retail alcohol beverage permit and shall be subject 1076 to prosecution for perjury. 1077 Class 3. A temporary one-day permit may be issued to a 1078 retail establishment authorizing the complimentary distribution of 1079 wine, including native wine, to patrons of the retail 1080 establishment at an open house or promotional event, for 1081 consumption only on the premises described in the temporary 1082 permit. A Class 3 permit may be issued only to an applicant 1083 demonstrating to the department, by a statement signed under 1084 penalty of perjury submitted ten (10) days before the proposed 1085 date or such other time as the department may determine, that it

meets the qualifications of Sections 67-1-11, 67-1-37, 67-1-51(2)

and (3), 67-1-55, 67-1-57 (excluding paragraph (e)) and 67-1-59.

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1088 A Class 3 permit holder shall obtain all alcoholic beverages from 1089 the holder(s) of a package retailer's permit located in the county in which the temporary permit is issued. Wine remaining in stock 1090 1091 upon expiration of the temporary permit may be returned by the 1092 Class 3 temporary permit holder to the package retailer for a 1093 refund of the purchase price, with consent of the package retailer, or may be kept by the Class 3 temporary permit holder 1094 1095 exclusively for personal use and consumption, subject to all laws 1096 pertaining to the illegal sale and possession of alcoholic 1097 beverages. The department, following review of the statement 1098 provided by the applicant and the requirements of the applicable statutes and regulations, may issue the permit. No retailer may 1099 1100 receive more than twelve (12) Class 3 temporary permits in a calendar year. A Class 3 temporary permit shall not be issued to 1101 1102 a retail establishment that either holds a merchant permit issued 1103 under paragraph (1) of this subsection, or holds a permit issued 1104 under Chapter 3, Title 67, Mississippi Code of 1972, authorizing 1105 the holder to engage in the business of a retailer of light wine 1106 or beer.

(g) Caterer's permit. A caterer's permit shall permit
the purchase of alcoholic beverages by a person engaging in
business as a caterer and the resale of alcoholic beverages by
such person in conjunction with such catering business. No person
shall qualify as a caterer unless forty percent (40%) or more of
the revenue derived from such catering business shall be from the

1113	serving of prepared food and not from the sale of alcoholic
1114	beverages and unless such person has obtained a permit for such
1115	business from the Department of Health. A caterer's permit shall
1116	not authorize the sale of alcoholic beverages on the premises of
1117	the person engaging in business as a caterer; however, the holder
1118	of an on-premises retailer's permit may hold a caterer's permit.
1119	When the holder of an on-premises retailer's permit or an
1120	affiliated entity of the holder also holds a caterer's permit, the
1121	caterer's permit shall not authorize the service of alcoholic
1122	beverages on a consistent, recurring basis at a separate, fixed
1123	location owned or operated by the caterer, on-premises retailer or
1124	affiliated entity and an on-premises retailer's permit shall be
1125	required for the separate location. All sales of alcoholic
1126	beverages by holders of a caterer's permit shall be made at the
1127	location being catered by the caterer, and, except as otherwise
1128	provided in subsection (5) of this section, such sales may be made
1129	only for consumption at the catered location. The location being
1130	catered may be anywhere within a county or judicial district that
1131	has voted to come out from under the dry laws or in which the sale
1132	and distribution of alcoholic beverages is otherwise authorized by
1133	law. Such sales shall be made pursuant to any other conditions
1134	and restrictions which apply to sales made by on-premises retail
1135	permittees. The holder of a caterer's permit or his employees
1136	shall remain at the catered location as long as alcoholic
1137	beverages are being sold pursuant to the permit issued under this

1138	paragraph (g), and the permittee shall have at the location the
1139	identification card issued by the Alcoholic Beverage Control
1140	Division of the department. No unsold alcoholic beverages may be
1141	left at the catered location by the permittee upon the conclusion
1142	of his business at that location. Appropriate law enforcement
1143	officers and Alcoholic Beverage Control Division personnel may
1144	enter a catered location on private property in order to enforce
1145	laws governing the sale or serving of alcoholic beverages.

- (h) Research permit. A research permit shall authorize the holder thereof to operate a research facility for the professional research of alcoholic beverages. Such permit shall authorize the holder of the permit to import and purchase limited amounts of alcoholic beverages from the department or from importers, wineries and distillers of alcoholic beverages for professional research.
- 1153 Alcohol processing permit. An alcohol processing 1154 permit shall authorize the holder thereof to purchase, transport 1155 and possess alcoholic beverages for the exclusive use in cooking, 1156 processing or manufacturing products which contain alcoholic 1157 beverages as an integral ingredient. An alcohol processing permit 1158 shall not authorize the sale of alcoholic beverages on the 1159 premises of the person engaging in the business of cooking, 1160 processing or manufacturing products which contain alcoholic 1161 beverages. The amounts of alcoholic beverages allowed under an 1162 alcohol processing permit shall be set by the department.

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- 1163 (j) Hospitality cart permit. A hospitality cart permit

 1164 shall authorize the sale of alcoholic beverages from a mobile cart

 1165 on a golf course that is the holder of an on-premises retailer's

 1166 permit. The alcoholic beverages sold from the cart must be

 1167 consumed within the boundaries of the golf course.
- 1168 (k) Special service permit. A special service permit
 1169 shall authorize the holder to sell commercially sealed alcoholic
 1170 beverages to the operator of a commercial or private aircraft for
 1171 en route consumption only by passengers. A special service permit
 1172 shall be issued only to a fixed-base operator who contracts with
 1173 an airport facility to provide fueling and other associated
 1174 services to commercial and private aircraft.
- 1175 Merchant permit. Except as otherwise provided in (1)1176 subsection (5) of this section, a merchant permit shall be issued 1177 only to the owner of a spa facility, an art studio or gallery, or 1178 a cooking school, and shall authorize the holder to serve 1179 complimentary by the glass wine only, including native wine, at 1180 the holder's spa facility, art studio or gallery, or cooking 1181 school. A merchant permit holder shall obtain all wine from the 1182 holder of a package retailer's permit.
- 1183 (m) Temporary alcoholic beverages charitable auction
 1184 permit. A temporary permit, not to exceed five (5) days, may be
 1185 issued to a qualifying charitable nonprofit organization that is
 1186 exempt from taxation under Section 501(c)(3) or (4) of the
 1187 Internal Revenue Code of 1986. The permit shall authorize the

1188 holder to sell alcoholic beverages for the limited purpose of 1189 raising funds for the organization during a live or silent auction 1190 that is conducted by the organization and that meets the following requirements: (i) the auction is conducted in an area of the 1191 1192 state where the sale of alcoholic beverages is authorized; (ii) if 1193 the auction is conducted on the premises of an on-premises 1194 retailer's permit holder, then the alcoholic beverages to be 1195 auctioned must be stored separately from the alcoholic beverages 1196 sold, stored or served on the premises, must be removed from the 1197 premises immediately following the auction, and may not be 1198 consumed on the premises; (iii) the permit holder may not conduct 1199 more than two (2) auctions during a calendar year; (iv) the permit 1200 holder may not pay a commission or promotional fee to any person 1201 to arrange or conduct the auction.

retailer's permit shall authorize the holder thereof to purchase and resell alcoholic beverages, including native wines and native spirits, for consumption on the premises during legal hours during 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 the permittee. The caterer must serve at least three (3) entrees. The permit may only be issued for venues that can accommodate two hundred (200) persons or more. The number of persons a venue may accommodate shall be determined by the local fire department and such determination shall be provided in writing and submitted

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1213 along with all other documents required to be provided for an 1214 on-premises retailer's permit. The permittee must derive the 1215 majority of its revenue from event-related fees, including, but 1216 not limited to, admission fees or ticket sales for live 1217 entertainment in the building. "Event-related fees" do not 1218 include alcohol, beer or light wine sales or any fee which may be 1219 construed to cover the cost of alcohol, beer or light wine. 1220 determination shall be made on a per event basis. An event may 1221 not last longer than two (2) consecutive days per week.

 (\circ) Temporary theatre permit. A temporary theatre permit, not to exceed five (5) days, may be issued to a charitable nonprofit organization that is exempt from taxation under Section 501(c)(3) or (4) of the Internal Revenue Code and owns or operates a theatre facility that features plays and other theatrical performances and productions. Except as otherwise provided in subsection (5) of this section, the permit shall authorize the holder to sell alcoholic beverages, including native wines and native spirits, to patrons of the theatre during performances and productions at the theatre facility for consumption during such performances and productions on the premises of the facility described in the permit. A temporary theatre permit holder shall obtain all alcoholic beverages from package retailers located in the county in which the permit is issued. Alcoholic beverages remaining in stock upon expiration of the temporary theatre permit may be returned by the permittee to the package retailer for a

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refund of the purchase price upon consent of the package retailer or may be kept by the permittee exclusively for personal use and consumption, subject to all laws pertaining to the illegal sale and possession of alcoholic beverages.

1242 Charter ship operator's permit. Subject to the (p) 1243 provisions of this paragraph (p), a charter ship operator's permit shall authorize the holder thereof and its employees to serve, 1244 1245 monitor, store and otherwise control the serving and availability 1246 of alcoholic beverages to customers of the permit holder during 1247 private charters under contract provided by the permit holder. A 1248 charter ship operator's permit shall authorize such action by the 1249 permit holder and its employees only as to alcoholic beverages 1250 brought onto the permit holder's ship by customers of the permit 1251 holder as part of such a private charter. All such alcoholic 1252 beverages must be removed from the charter ship at the conclusion 1253 of each private charter. A charter ship operator's permit shall 1254 not authorize the permit holder to sell, charge for or otherwise 1255 supply alcoholic beverages to customers, except as authorized in 1256 this paragraph (p). For the purposes of this paragraph (p), 1257 "charter ship operator" means a common carrier that (i) is 1258 certified to carry at least one hundred fifty (150) passengers 1259 and/or provide overnight accommodations for at least fifty (50) 1260 passengers, (ii) operates only in the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south 1261 of the three (3) most southern counties in the State of 1262

1263 Mississippi, and (iii) provides charters under contract for tours 1264 and trips in such waters.

1265 Distillery retailer's permit. The holder of a 1266 Class 1 manufacturer's permit may obtain a distillery retailer's 1267 permit. A distillery retailer's permit shall authorize the holder 1268 thereof to sell at retail alcoholic beverages to consumers for on-premises consumption, or to consumers by the sealed and 1269 1270 unopened bottle from a retail location at the distillery for 1271 off-premises consumption. The holder may only sell product 1272 manufactured by the manufacturer at the distillery described in 1273 the permit. However, when selling to consumers for on-premises 1274 consumption, a holder of a distillery retailer's permit may add 1275 other beverages, alcoholic or not, so long as the total volume of 1276 other beverage components containing alcohol does not exceed 1277 twenty percent (20%). Hours of sale shall be the same as those 1278 authorized for on-premises permittees in the city or county in 1279 which the distillery retailer is located.

The holder shall not sell at retail more than ten percent (10%) of the alcoholic beverages produced annually at its distillery. The holder shall not make retail sales of more than two and twenty-five one-hundredths (2.25) liters, in the aggregate, of the alcoholic beverages produced at its distillery to any one (1) individual for consumption off the premises of the distillery within a twenty-four-hour period. The hours of sale shall be the same as those hours for package retailers under this

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1288 The holder of a distillery retailer's permit is not required to purchase the alcoholic beverages authorized to be sold 1289 1290 by this paragraph from the department's liquor distribution 1291 warehouse; however, if the holder does not purchase the alcoholic 1292 beverages from the department's liquor distribution warehouse, the 1293 holder shall pay to the department all taxes, fees and surcharges 1294 on the alcoholic beverages that are imposed upon the sale of 1295 alcoholic beverages shipped by the department or its warehouse 1296 In addition to alcoholic beverages, the holder of a operator. 1297 distillery retailer's permit may sell at retail promotional 1298 products from the same retail location, including shirts, hats, 1299 glasses, and other promotional products customarily sold by 1300 alcoholic beverage manufacturers.

1301 Festival Wine Permit. Any wine manufacturer or 1302 native wine producer permitted by Mississippi or any other state 1303 is eligible to obtain a Festival Wine Permit. This permit 1304 authorizes the entity to transport product manufactured by it to 1305 festivals held within the State of Mississippi and sell sealed, 1306 unopened bottles to festival participants. The holder of this 1307 permit may provide samples at no charge to participants. 1308 "Festival" means any event at which three (3) or more vendors are 1309 present at a location for the sale or distribution of goods. 1310 holder of a Festival Wine Permit is not required to purchase the alcoholic beverages authorized to be sold by this paragraph from 1311 1312 the department's liquor distribution warehouse. However, if the

1313 holder does not purchase the alcoholic beverages from the 1314 department's liquor distribution warehouse, the holder of this 1315 permit shall pay to the department all taxes, fees and surcharges 1316 on the alcoholic beverages sold at such festivals that are imposed 1317 upon the sale of alcoholic beverages shipped by the Alcoholic 1318 Beverage Control Division of the Department of Revenue. Additionally, the entity shall file all applicable reports and 1319 1320 returns as prescribed by the department. This permit is issued 1321 per festival and provides authority to sell for two (2) 1322 consecutive days during the hours authorized for on-premises 1323 permittees' sales in that county or city. The holder of the 1324 permit shall be required to maintain all requirements set by Local 1325 Option Law for the service and sale of alcoholic beverages. 1326 permit may be issued to entities participating in festivals at 1327 which a Class 1 temporary permit is in effect. 1328

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

(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

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1338 public tours, historical tours, ecological tours and sunset 1339 cruises provided by the permit holder aboard the charter vessel 1340 operator for consumption during such tours and cruises on the 1341 premises of the charter vessel operator described in the permit. 1342 For the purposes of this paragraph (s), "charter vessel operator" 1343 means a common carrier that (i) is certified to carry at least 1344 forty-nine (49) passengers, (ii) operates only in the waters 1345 within the State of Mississippi, which lie south of Interstate 10 1346 in the three (3) most southern counties in the State of 1347 Mississippi, and lie adjacent to the State of Mississippi south of the three (3) most southern counties in the State of Mississippi, 1348 1349 extending not further than one (1) mile south of such counties, 1350 and (iii) provides vessel services for tours and cruises in such 1351 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

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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.

- 1367 Delivery service permit. Any individual, limited (u) 1368 liability company, corporation or partnership registered to do 1369 business in this state is eligible to obtain a delivery service 1370 permit. Subject to the provisions of Section 67-1-51.1, this 1371 permit authorizes the permittee, or its employee or an independent 1372 contractor acting on its behalf, to deliver alcoholic beverages, 1373 beer, light wine and light spirit product from a licensed retailer 1374 to a person in this state who is at least twenty-one (21) years of 1375 age for the individual's use and not for resale. This permit does not authorize the delivery of alcoholic beverages, beer, light 1376 1377 wine or light spirit product to the premises of a location with a 1378 permit for the manufacture, distribution or retail sale of 1379 alcoholic beverages, beer, light wine or light spirit product. The holder of a package retailer's permit or an on-premises 1380 1381 retailer's permit under Section 67-1-51 or of a beer, light wine 1382 and light spirit product permit under Section 67-3-19 is 1383 authorized to apply for a delivery service permit as a privilege 1384 separate from its existing retail permit.
- 1385 (v) **Food truck permit.** A food truck permit shall
 1386 authorize the holder of an on-premises retailer's permit to use a
 1387 food truck to sell alcoholic beverages off its premises to guests

1388 who must consume the beverages in open containers. For the 1389 purposes of this paragraph (v), "food truck" means a fully encased food service establishment on a motor vehicle or on a trailer that 1390 1391 a motor vehicle pulls to transport, and from which a vendor, 1392 standing within the frame of the establishment, prepares, cooks, 1393 sells and serves food for immediate human consumption. The term "food truck" does not include a food cart that is not motorized. 1394 1395 Food trucks shall maintain such distance requirements from 1396 schools, churches, kindergartens and funeral homes as are required 1397 for on-premises retailer's permittees under this article, and all sales must be made within a valid leisure and recreation district 1398 established under Section 67-1-101. Food trucks cannot sell or 1399 1400 serve alcoholic beverages unless also offering food prepared and 1401 cooked within the food truck, and permittees must maintain a 1402 twenty-five percent (25%) food sale revenue requirement based on 1403 the food sold from the food truck alone. The hours allowed for 1404 sale shall be the same as those for on-premises retailer's permittees in the location. This permit will not be required for 1405 1406 the holder of a caterer's permit issued under this article to 1407 cater an event as allowed by law. Permittees must provide notice 1408 of not less than forty-eight (48) hours to the department of each 1409 location at which alcoholic beverages will be sold.

1410 (w) **On-premises tobacco permit.** An on-premises tobacco permit shall authorize the permittee to sell alcoholic beverages for consumption on the licensed premises. In addition to all

1413	other requirements to obtain an alcoholic beverage permit, the
1414	permittee must obtain and maintain a tobacco permit issued by the
1415	State of Mississippi, and have a capital investment of not less
1416	than Five Hundred Thousand Dollars (\$500,000.00) in the premises
1417	for which the permit is issued. In addition to alcoholic
1418	beverages, the permittee is authorized to sell only cigars,
1419	cheroots, tobacco pipes, pipe tobacco, and/or stogies.
1420	Additionally, seventy-five percent (75%) of the permittee's annual
1421	gross revenue must be derived from the sale of cigars, cheroots,
1422	tobacco pipes, pipe tobacco, and/or stogies. No food sales shall
1423	be required, but food may be sold on the premises. The issuance
1424	of this permit does not remove any obligation a permittee may have
1425	to follow local ordinances or actions prohibiting the use of
1426	tobacco products.
1427	(x) Direct shipper's permit. A direct shipper's permit
1428	shall authorize the holder to sell and ship wine directly to
1429	residents in this state in accordance with the provisions of
1430	Sections 1 through 12 of this act, without being required to
1431	transact the sale and shipment of those wines through the
1432	Alcoholic Beverage Control Division of the department.
1433	(y) Wine Fulfillment Provider Permit. A wine
1434	fulfillment provider permit shall authorize the holder to only
1435	provide logistics services of warehousing, packaging, order
1436	fulfillment, and shipment of wine for a direct shipper permittee
1437	for which the wine fulfillment provider permittee is the bailee of

1438	the	wine	under	Sections	1	through	12	of	this	act.	Wine	held	in
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- 1439 bailment by a wine fulfillment provider permittee shall remain the
- 1440 property of the direct shipper permittee until loaded on
- 1441 conveyance for direct shipment to a Mississippi resident.
- 1442 (2) Except as otherwise provided in subsection (4) of this
- 1443 section, retail permittees may hold more than one (1) retail
- 1444 permit, at the discretion of the department.
- 1445 (3) (a) Except as otherwise provided in this subsection, no
- 1446 authority shall be granted to any person to manufacture, sell or
- 1447 store for sale any intoxicating liquor as specified in this
- 1448 article within four hundred (400) feet of any church, school
- 1449 (excluding any community college, junior college, college or
- 1450 university), kindergarten or funeral home. However, within an
- 1451 area zoned commercial or business, such minimum distance shall be
- 1452 not less than one hundred (100) feet.
- 1453 (b) A church or funeral home may waive the distance
- 1454 restrictions imposed in this subsection in favor of allowing
- 1455 issuance by the department of a permit, pursuant to subsection (1)
- 1456 of this section, to authorize activity relating to the
- 1457 manufacturing, sale or storage of alcoholic beverages which would
- 1458 otherwise be prohibited under the minimum distance criterion.
- 1459 Such waiver shall be in written form from the owner, the governing
- 1460 body, or the appropriate officer of the church or funeral home
- 1461 having the authority to execute such a waiver, and the waiver



- shall be filed with and verified by the department before becoming effective.
- 1464 (c) The distance restrictions imposed in this
- 1465 subsection shall not apply to the sale or storage of alcoholic
- 1466 beverages at a bed and breakfast inn listed in the National
- 1467 Register of Historic Places or to the sale or storage of alcoholic
- 1468 beverages in a historic district that is listed in the National
- 1469 Register of Historic Places, is a qualified resort area and is
- 1470 located in a municipality having a population greater than one
- 1471 hundred thousand (100,000) according to the latest federal
- 1472 decennial census.
- 1473 (d) The distance restrictions imposed in this
- 1474 subsection shall not apply to the sale or storage of alcoholic
- 1475 beverages at a qualified resort area as defined in Section
- 1476 67-1-5(o)(iii)32.
- 1477 (e) The distance restrictions imposed in this
- 1478 subsection shall not apply to the sale or storage of alcoholic
- 1479 beverages at a licensed premises in a building formerly owned by a
- 1480 municipality and formerly leased by the municipality to a
- 1481 municipal school district and used by the municipal school
- 1482 district as a district bus shop facility.
- 1483 (f) The distance restrictions imposed in this
- 1484 subsection shall not apply to the sale or storage of alcoholic
- 1485 beverages at a licensed premises in a building consisting of at
- 1486 least five thousand (5,000) square feet and located approximately

- 1487 six hundred (600) feet from the intersection of Mississippi 1488 Highway 15 and Mississippi Highway 4.
- 1489 (g) The distance restrictions imposed in this
 1490 subsection shall not apply to the sale or storage of alcoholic
 1491 beverages at a licensed premises in a building located at or near
 1492 the intersection of Ward and Tate Streets and adjacent properties
 1493 in the City of Senatobia, Mississippi.
- 1494 The distance restrictions imposed in this (h) 1495 subsection shall not apply to the sale or storage of alcoholic 1496 beverages at a theatre facility that features plays and other 1497 theatrical performances and productions and (i) is capable of 1498 seating more than seven hundred fifty (750) people, (ii) is owned 1499 by a municipality which has a population greater than ten thousand 1500 (10,000) according to the latest federal decennial census, (iii) was constructed prior to 1930, (iv) is on the National Register of 1501 1502 Historic Places, and (v) is located in a historic district.
- 1503 (i) The distance restrictions imposed in this
 1504 subsection shall not apply to the sale or storage of alcoholic
 1505 beverages at a licensed premises in a building located
 1506 approximately one and six-tenths (1.6) miles north of the
 1507 intersection of Mississippi Highway 15 and Mississippi Highway 4
 1508 on the west side of Mississippi Highway 15.
- 1509 (4) No person, either individually or as a member of a firm, 1510 partnership, limited liability company or association, or as a 1511 stockholder, officer or director in a corporation, shall own or

1512 control any interest in more than one (1) package retailer's 1513 permit, nor shall such person's spouse, if living in the same 1514 household of such person, any relative of such person, if living 1515 in the same household of such person, or any other person living 1516 in the same household with such person own any interest in any

other package retailer's permit.

In addition to any other authority granted under 1518 (5) (a) 1519 this section, the holder of a permit issued under subsection 1520 (1)(c), (e), (f), (g), (l), (n) and/or (o) of this section may 1521 sell or otherwise provide alcoholic beverages and/or wine to a 1522 patron of the permit holder in the manner authorized in the permit 1523 and the patron may remove an open glass, cup or other container of 1524 the alcoholic beverage and/or wine from the licensed premises and 1525 may possess and consume the alcoholic beverage or wine outside of 1526 the licensed premises if: (i) the licensed premises is located 1527 within a leisure and recreation district created under Section 1528 67-1-101 and (ii) the patron remains within the boundaries of the 1529 leisure and recreation district while in possession of the 1530 alcoholic beverage or wine.

1531 Nothing in this subsection shall be construed to 1532 allow a person to bring any alcoholic beverages into a permitted 1533 premises except to the extent otherwise authorized by this 1534 article.

1535 Section 67-1-53, Mississippi Code of 1972, is SECTION 21. amended as follows: 1536

1537	67-1-53. (1) Application for permits shall be in such form
1538	and shall contain such information as shall be required by the
1539	regulations of the * * * $\frac{1}{2}$ department; however, no regulation of
1540	the * * * department shall require personal financial information
1541	from any officer of a corporation applying for an on-premises
1542	retailer's permit to sell alcoholic beverages unless such officer
1543	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. If no newspaper is published in the county, the notice shall be published in a qualified newspaper which is published in the closest neighboring county and circulated in the county of applicant's residence. The notice shall be printed in ten-point black face type and shall set forth the type of permit to be applied for, the exact location of the place of business, the name of the owner or owners thereof, and if operating under an assumed name, the trade name together with the names of all owners, and if a corporation, the names and titles of all officers. The cost of such notice shall be borne by the applicant.

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1562	(3) Each application or filing made under this section shall
1563	include the social security number(s) of the applicant in
1564	accordance with Section 93-11-64, Mississippi Code of 1972.

SECTION 22. Section 67-1-55, Mississippi Code of 1972, is amended as follows:

67-1-55. No permit of any type shall be issued by 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 of their interest in the partnership shall be disclosed. applicant is a corporation, the total stock in the corporation shall be disclosed and each shareholder and his address and the amount of stock in the corporation owned by him shall be disclosed. If the applicant is a limited liability company, each member and their addresses shall be disclosed and the extent of their interest in the limited liability company shall be disclosed. If the applicant is a trust, the trustee and all beneficiaries and their addresses shall be disclosed. If the applicant is a combination of any of the above, all information required to be disclosed above shall be required.

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1586	All	the	disclosu	ıres	shall	be	in	writing	and	l kep	t on	file	at
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Every applicant must, when applying for a renewal of his permit, disclose any change in the ownership of the business or any change in the beneficiaries of the income from the business.

Any person who willfully fails to fully disclose the information required by this section, or who gives false information, shall be guilty of a misdemeanor and, upon conviction thereof, shall be fined a sum not to exceed Five Hundred Dollars (\$500.00) or imprisoned for not more than one (1) year, or both, and the person or applicant shall never again be eligible for any permit pertaining to alcoholic beverages.

SECTION 23. Section 67-1-57, Mississippi Code of 1972, is amended as follows:

1600 67-1-57. Before a permit is issued the department shall 1601 satisfy itself:

(a) That the applicant, if an individual, or if a partnership, each of the members of the partnership, or if a corporation, each of its principal officers and directors, or if a limited liability company, each member of the limited liability company, is of good moral character and, in addition, enjoys a reputation of being a peaceable, law-abiding citizen of the community in which he resides, and is generally fit for the trust to be reposed in him, is not less than twenty-one (21) years of

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- 1610 age, and has not been convicted of a felony in any state or 1611 federal court.
- 1612 That, except in the case of an application for a 1613 solicitor's permit, the applicant is the true and actual owner of 1614 the business for which the permit is desired, and that he intends 1615 to carry on the business authorized for himself and not as the agent of any other person, and that he intends to superintend in 1616 1617 person the management of the business or that he will designate a 1618 manager to manage the business for him. Except for managers 1619 employed by the holder of a direct shipper's permit, all managers 1620 must be approved by the department prior to completing any 1621 managerial tasks on behalf of the permittee and must possess all 1622 of the qualifications required of a permittee; however, a felony conviction, other than a crime of violence, does not automatically 1623 1624 disqualify a person from being approved as a manager if the person 1625 was released from incarceration at least three (3) years prior to 1626 application for approval as a manager. A felony conviction, other 1627 than a crime of violence, may be considered by the department in 1628 determining whether all other qualifications are met.
- (c) That the applicant for a package retailer's permit,

 if an individual, is a resident of the State of Mississippi. If

 the applicant is a partnership, each member of the partnership

 must be a resident of the state. If the applicant is a limited

 liability company, each member of the limited liability company

 must be a resident of the state. If the applicant is a

- 1635 corporation, the designated manager of the corporation must be a 1636 resident of the state.
- 1637 (d) That the place for which the permit is to be issued
 1638 is an appropriate one considering the character of the premises
 1639 and the surrounding neighborhood.
- 1640 (e) That the place for which the permit is to be issued
 1641 is within the corporate limits of an incorporated municipality or
 1642 qualified resort area or club which comes within the provisions of
 1643 this article.
- 1644 (f) That the applicant is not indebted to the state for 1645 any taxes, fees or payment of penalties imposed by any law of the 1646 State of Mississippi or by any rule or regulation of the * * * 1647 department.
- 1648 (g) That the applicant is not in the habit of using
 1649 alcoholic beverages to excess and is not physically or mentally
 1650 incapacitated, and that the applicant has the ability to read and
 1651 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.
- 1656 (i) That the applicant is not residentially domiciled
 1657 with any person whose permit or license has been cancelled for
 1658 cause within the twelve (12) months next preceding the date of the
 1659 present application for a permit.

1660	(j) That the \star \star \star <u>department</u> has not, in the exercise
1661	of its discretion which is reserved and preserved to it, refused
1662	to grant permits under the restrictions of this section, as well
1663	as under any other pertinent provision of this article

- 1664 That there are not sufficient legal reasons to deny (k) 1665 a permit on the ground that the premises for which the permit is sought has previously been operated, used or frequented for any 1666 1667 purpose or in any manner that is lewd, immoral or offensive to 1668 public decency. In the granting or withholding of any permit to 1669 sell alcoholic beverages at retail, the * * * department in 1670 forming its conclusions may give consideration to any 1671 recommendations made in writing by the district or county attorney 1672 or county, circuit or chancery judge of the county, or the sheriff of the county, or the mayor or chief of police of an incorporated 1673 1674 city or town wherein the applicant proposes to conduct his 1675 business and to any recommendations made by representatives of the * * * department. 1676
 - employees, as determined by the * * * department, do not have a disqualifying criminal record. In order to obtain a criminal record history check, the applicant shall submit to the commission a set of fingerprints from any local law enforcement agency for each person for whom the records check is required. The * * * department shall forward the fingerprints to the Mississippi Department of Public Safety. If no disqualifying record is

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1685 .	identified	at	the	state	level,	the	Department	of	Public	Safety	
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- 1686 shall forward the fingerprints to the Federal Bureau of
- 1687 Investigation for a national criminal history record check. Costs
- 1688 for processing the set or sets of fingerprints shall be borne by
- 1689 the applicant. The department may waive the fingerprint
- 1690 requirement in the case of an applicant for a direct shipper's
- 1691 permit. The * * * department shall not deny employment to an
- 1692 employee of the applicant prior to the identification of a
- 1693 disqualifying record or other disqualifying information.
- 1694 **SECTION 24.** Section 67-1-73, Mississippi Code of 1972, is
- 1695 amended as follows:
- 1696 67-1-73. (1) Except as otherwise provided in subsection (3)
- 1697 of this section, every manufacturer, including native wine or
- 1698 native spirit producers, within or without the state, and every
- 1699 other shipper of alcoholic beverages who sells any alcoholic
- 1700 beverage, including native wine or native spirit, within the
- 1701 state, shall, at the time of making such sale, file with the
- 1702 department a copy of the invoice of such sale showing in detail
- 1703 the kind of alcoholic beverage sold, the quantities of each, the
- 1704 size of the container and the weight of the contents, the
- 1705 alcoholic content, and the name and address of the person to whom
- 1706 sold.
- 1707 (2) Except as otherwise provided in subsection (3) of this
- 1708 section, every person transporting alcoholic beverages, including
- 1709 native wine or native spirit, within this state to a point within

L710	this state, whether such transportation originates within or
L711	without this state, shall, within five (5) days after delivery of
L712	such shipment, furnish the department a copy of the bill of lading
L713	or receipt, showing the name or consignor or consignee, date,
L714	place received, destination, and quantity of alcoholic beverages
L715	delivered. Upon failure to comply with the provisions of this
L716	section, such person shall be deemed guilty of a misdemeanor and,
L717	upon conviction thereof, shall be fined in the sum of Fifty
L718	Dollars (\$50.00) for each offense.

- 1719 (3) Information regarding the sales, shipment, delivery and
 1720 transportation of wine in this state by the holder of a direct
 1721 shipper's permit under Sections 1 through 12 of this act shall be
 1722 in such form and content as prescribed by the department.
- SECTION 25. Section 97-31-47, Mississippi Code of 1972, is amended as follows:
- 1725 97-31-47. It shall be unlawful for any transportation 1726 company, or any agent, employee, or officer of such company, or 1727 any other person, or corporation to transport into or deliver in 1728 this state in any manner or by any means any spirituous, vinous, 1729 malt, or other intoxicating liquors or drinks, or for any such 1730 person, company, or corporation to transport any spirituous, malt, 1731 vinous, or intoxicating liquors or drinks from one place within 1732 this state to another place within the state, or from one (1) point within this state to any point without the state, except in 1733

- 1734 cases where this chapter \star \star , Section 67-9-1, or Sections 1
- 1735 through 12 of this act authorizes the transportation.
- 1736 **SECTION 26.** Section 97-31-49, Mississippi Code of 1972, is
- 1737 amended as follows:
- 1738 97-31-49. Except as otherwise provided in Sections 1 through
- 1739 12 of this act, it shall be unlawful for any person, firm or
- 1740 corporation in this state, in person, by letter, circular, or
- 1741 other printed or written matter, or in any other manner, to
- 1742 solicit or take order in this state for any liquors, bitters or
- 1743 drinks prohibited by the laws of this state to be sold, bartered,
- 1744 or otherwise disposed of. The inhibition of this section shall
- 1745 apply to such liquors, bitters and drinks, whether the parties
- 1746 intend that the same shall be shipped into this state from outside
- 1747 of the state, or from one (1) point in this state to another point
- 1748 in this state. If such order be in writing, parol evidence
- 1749 thereof is admissible without producing or accounting for the
- 1750 absence of the original; and the taking or soliciting of such
- 1751 orders is within the inhibition of this section, although the
- 1752 orders are subject to approval by some other person, and no part
- 1753 of the price is paid, nor any part of the goods is delivered when
- 1754 the order is taken.
- 1755 **SECTION 27.** This act shall take effect and be in force from
- 1756 and after July 1, 2024.

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

AN ACT TO AUTHORIZE A PERSON WHO IS THE HOLDER OF A CLASS 2 2 MANUFACTURER'S PERMIT UNDER THE LOCAL OPTION ALCOHOLIC BEVERAGE 3 CONTROL LAW, OR WHO IS LICENSED OR PERMITTED OUTSIDE OF THE STATE 4 TO ENGAGE IN THE ACTIVITY OF MANUFACTURING WINE TO SELL AND SHIP 5 WINE DIRECTLY TO RESIDENTS IN THIS STATE, IF THE PERSON OBTAINS A DIRECT SHIPPER'S PERMIT FROM THE DEPARTMENT OF REVENUE; TO PROVIDE 7 FOR THE ISSUANCE OF DIRECT SHIPPER'S PERMITS AND THE ISSUANCE OF 8 WINE FULFILLMENT PROVIDER PERMITS; TO REQUIRE THE HOLDER OF A 9 DIRECT SHIPPER'S PERMIT TO KEEP CERTAIN RECORDS; TO REQUIRE THE 10 HOLDER OF A WINE FULFILLMENT PROVIDER PERMIT TO KEEP CERTAIN 11 RECORDS; TO PROHIBIT THE HOLDER OF A DIRECT SHIPPER'S PERMIT FROM 12 SELLING OR SHIPPING LIGHT WINE, LIGHT SPIRIT PRODUCTS OR BEER OR 13 ANY ALCOHOLIC BEVERAGE OTHER THAN WINE; TO LIMIT THE AMOUNT OF 14 WINE THAT A HOLDER OF A DIRECT SHIPPER'S PERMIT MAY SELL OR SHIP 15 TO AN INDIVIDUAL EACH YEAR; TO PROVIDE FOR THE ANNUAL RENEWAL OF 16 DIRECT SHIPPER'S PERMITS; TO PROVIDE THAT PERSONS PURCHASING OR 17 RECEIVING A DIRECT SHIPMENT OF WINE FROM A DIRECT SHIPPER MUST BE 18 AT LEAST TWENTY-ONE YEARS OF AGE; TO PROVIDE THAT PERSONS 19 RECEIVING A DIRECT SHIPMENT OF WINE FROM A DIRECT SHIPPER SHALL 20 USE THE WINE FOR PERSONAL USE ONLY AND MAY NOT RESELL IT; TO 21 IMPOSE CERTAIN REQUIREMENTS RELATING THE SHIPMENT OF WINE INTO 22 THIS STATE; TO AUTHORIZE THE COMMISSIONER OF REVENUE TO ADOPT ANY 23 RULES OR REGULATIONS AS NECESSARY TO CARRY OUT THIS ACT; TO 24 PROVIDE PENALTIES FOR VIOLATIONS OF THIS ACT; TO AMEND SECTIONS 25 27-71-5, AS AMENDED BY SENATE BILL NO. 2567, 2024 REGULAR SESSION, 26 27-71-7, 27-71-15 AND 27-71-29, MISSISSIPPI CODE OF 1972, TO 27 PROVIDE THE PRIVILEGE TAX REQUIRED FOR THE ISSUANCE OF A DIRECT 28 SHIPPER'S PERMIT AND FOR THE PRIVILEGE TAX REQUIRED FOR THE 29 ISSUANCE OF A WINE FULFILLMENT PROVIDER PERMIT; TO LEVY A TAX UPON 30 THE SALES AND SHIPMENTS OF WINE MADE BY A DIRECT SHIPPER; TO 31 REQUIRE A CERTAIN AMOUNT OF THE TAXES LEVIED TO BE DEPOSITED INTO 32 THE MENTAL HEALTH PROGRAMS FUND; TO AMEND SECTIONS 67-1-41, 33 67-1-45, 67-1-51, AS AMENDED BY HOUSE BILL NO. 1525, 2024 REGULAR 34 SESSION, AND SENATE BILL NO. 2567, 2024 REGULAR SESSION, 67-1-53, 35 67-1-55, 67-1-57, 67-1-73, 97-31-47 AND 97-31-49, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PROVISIONS OF THIS ACT; AND FOR 36 37 RELATED PURPOSES.

CONFEREES FOR THE HOUSE CONFEREES FOR THE SENATE

X (SIGNED) X (SIGNED)
Zuber Harkins

X (SIGNED)
Johnson
X (SIGNED)
Johnson

X (SIGNED)
Owen
X (SIGNED)
England

