

1 HB41

- 2 198432-7
- 3 By Representatives Stringer and Drummond
- 4 RFD: Judiciary
- 5 First Read: 05-MAR-19
- 6 PFD: 02/14/2019



1

2

ENROLLED, An Act,

3 Relating to alternative nicotine products; to create the Stringer-Drummond Vaping Act; to amend Sections 28-11-2, 4 28-11-4, 28-11-7, 28-11-8, 28-11-9, 28-11-11, 28-11-13, 5 6 13A-12-3, and 13A-12-3.1, Code of Alabama 1975, to require the 7 Alabama Alcoholic Beverage Control Board to regulate retail 8 sales of alternative nicotine devices like sales of tobacco products, and to prohibit the sale or transfer of alternative 9 10 nicotine products to minors; to add Sections 28-11-16, 11 28-11-17, 28-11-18, 28-11-19, and 13A-12-3.8 to the Code of 12 Alabama 1975, to prohibit retailers and manufacturers of 13 alternative nicotine products and electronic nicotine delivery 14 systems from advertising the products near schools; to 15 prohibit specialty retailers of electronic nicotine delivery 16 systems from opening new places of business near schools, 17 child care centers, churches, and other facilities; to prevent retailers and manufacturers of alternative nicotine products 18 19 or electronic nicotine delivery systems from advertising those 20 products as tobacco cessation devices, as a healthy 21 alternative to smoking, or as being available in any variety 22 of flavors except for tobacco, mint, or menthol; to require 23 retailers of alternative nicotine products or electronic 24 nicotine delivery systems to obtain a tobacco permit, to 25 comply with FDA regulations governing the retail sale of

1 alternative nicotine products and electronic nicotine delivery 2 systems, and to post warning signs in their stores regarding 3 the dangers of nicotine use and potential risks associated 4 with vaping; to prohibit the sale or transfer of alternative 5 nicotine products or electronic nicotine delivery systems to minors; and in connection therewith would have as its purpose 6 7 or effect the requirement of a new or increased expenditure of 8 local funds within the meaning of Amendment 621 of the 9 Constitution of Alabama of 1901, now appearing as Section 111.05 of the Official Recompilation of the Constitution of 10 11 Alabama of 1901, as amended. 12 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 13 Section 1. This act shall be known and may be cited 14 as the Stringer-Drummond Vaping Act. 15 Section 2. Sections 28-11-2, 28-11-4, 28-11-7, 16 28-11-8, 28-11-9, 28-11-11, 28-11-13, 13A-12-3, and 17 13A-12-3.1, Code of Alabama 1975, are amended to read as 18 follows: 19 "\$28-11-2. 20 "For purposes of this chapter, the following terms have the following meanings unless the context clearly 21 22 indicates otherwise: 23 "(1) ALTERNATIVE NICOTINE PRODUCT. The term 24 alternative nicotine product includes electronic cigarettes 25 any product that consists of or contains nicotine that can be

.

1 ·

ingested into the body by chewing, smoking, absorbing, 1 dissolving, inhaling, snorting, sniffing, or by any other 2 means. The term does not include a tobacco product, electronic 3 nicotine delivery system, or any product that has been 4 approved by the United States Food and Drug Administration for 5 sale as a tobacco cessation product or for other medical 6 purposes and that is being marketed and sold solely for that 7 8 purpose. "An electronic cigarette is an electronic product or 9 device that produces a vapor that delivers nicotine or other 10 substances to the person inhaling from the device to simulate 11 smoking, and is likely to be offered to, or purchased by, 12 13 consumers as an electronic cigarette, electronic cigar, electronic cigarillo, or electronic pipe. 14 "The term electronic cigarette does not include any 15 16 of the following: "1. A cigarette or other tobacco product as defined 17 18 in this section. 19 "2. A product that is a drug under 21 U.S.C. 20 <del>\$321 (q) (1) .</del> "3. A product that is a device under 21 U.S.C. 21 22 <del>\$321(h).</del> "4. A combination product that is a device under-21 23 <del>U.S.C. §353(q).</del> 24

1	"The term alternative nicotine product does not							
2	include the following:							
3	" <del>1. A cigarette or other tobacco product as defined</del>							
4	in this section.							
5	"2. A product that is a drug under 21 U.S.C.							
6	<del>\$321(g)(1).</del>							
7	" <del>3. A-product that is a device under 21 U.S.C.</del>							
8	<del>§321 (h) .</del>							
9	"4. A combination product described in 21 U.S.C.							
10	<del>§353(g).</del>							
11	"(2) BOARD. The Alabama Alcoholic Beverage Control							
12	Board.							
13	"(3) CHILD-RESISTANT PACKAGING. Liquid nicotine							
14	container packaging meeting the requirements of 15 U.S.C.							
15	<u>§1472a.</u>							
16	" <del>(3)<u>(4)</u> DISTRIBUTION. To sell, barter, exchange, or</del>							
17	give tobacco or tobacco products for promotional purposes or							
18	for gratis.							
19	"(5) ELECTRONIC NICOTINE DELIVERY SYSTEM. The term							
20	electronic nicotine delivery system includes any vaporizing							
21	device that produces a vapor that delivers nicotine or other							
22	substance to the person inhaling from the device to simulate							
23	smoking, and includes, but is not limited to, products that							
24	may be offered to, purchased by, or marketed to consumers as							
25	<u>an electronic cigarette, electronic cigar, electronic</u>							

нв41

• •

• •

4 <sup>1</sup>

.

1 cigarillo, electronic pipe, electronic hookah, vape pen, vape 2 tool, vaping device, or any variation of these terms. The term 3 also includes any liquid intended to be vaporized in any 4 device included in this subdivision, regardless of whether or 5 not the liquid contains nicotine. 6 "(6) ELECTRONIC NICOTINE DELIVERY SYSTEM RETAILER. 7 Any retail business which offers for sale electronic nicotine delivery systems. 8 9 "(7) FDA. The United States Food and Drug 10 Administration. 11 "(8) LIQUID NICOTINE CONTAINER. A bottle or other 12 container of a liquid product that is intended to be vaporized 13 and inhaled using an electronic nicotine delivery system. The 14 term does not include a container holding liquid that is 15 intended for use in a vapor product if the container is 16 pre-filled and sealed by the manufacturer and is not intended 17 to be opened by the consumer. 18 "(4)(9) MINOR. Any person under the age of 19 years. 19 "(5)(10) PERSON. Any natural person, firm, 20 partnership, association, company, corporation, or other 21 entity. Person does not include a manufacturer or wholesaler 22 of tobacco or tobacco products nor does it include employees 23 of the permit holder. 24 "(6)(11) PROOF OF IDENTIFICATION. Any one or more of 25

Page 5

the following documents used for purposes of determining the

age of a person purchasing, attempting to purchase, or 1 receiving tobacco or, tobacco products, electronic nicotine 2 delivery systems, or alternative nicotine products: 3 "a. A valid driver's license issued by any state and 4 bearing the photograph of the presenting person. 5 "b. United States Uniform Service Identification. 6 7 "c. A valid passport. "d. A valid identification card issued by any state 8 agency for the purpose of identification and bearing the 9 photograph and date of birth of the presenting individual. 10 "e. For legal mail order purposes only a valid 11 signed certification that will verify the individual is 19 12 13 years of age or older. "(7)(12) RESPONSIBLE VENDOR PROGRAM. A program 14 administered by the board to encourage and support vendors in 15 16 training employees in legal and responsible sales practices. "(8) (13) SAMPLER. Any business or person who 17 distributes tobacco or tobacco products for promotional 18 19 purposes. "(9)(14) SELF-SERVICE DISPLAY. A display that 20 contains tobacco or tobacco products and is located in an area 21 openly accessible to purchasers at retail and from which such 22 purchasers can readily access tobacco or tobacco products 23 without the assistance of the tobacco permit holder or an 24

Page 6

employee of the permit holder. A display case that holds

25

1 tobacco or tobacco products behind locked doors does not 2 constitute a self-service display. "(15) SPECIALTY RETAILER OF ELECTRONIC NICOTINE 3 DELIVERY SYSTEMS. A business establishment at which any of the 4 5 following are true: "a. The sale of electronic nicotine delivery systems 6 7 accounts for more than 35 percent of the total quarterly gross 8 receipts for the establishment. "b. Twenty percent or more of the public retail 9 floor space is allocated for the offering, displaying, or 10 storage of electronic nicotine delivery systems. 11 12 "c. Twenty percent or more of the total shelf space, including retail floor shelf space and shelf space in areas 13 accessible only to employees, is allocated for the offering, 14 displaying, or storage of electronic nicotine delivery 15 16 systems. "d. The retail space features a self-service display 17 18 for electronic nicotine delivery systems. 19 "e. Samples of electronic nicotine delivery systems 20 are offered to customers. 21 "f. Liquids intended to be vaporized through the use 22 of an electronic nicotine delivery system are produced at the 23 facility or are produced by the owner of the establishment or any of its agents or employees for sale at the establishment. 24

, *i* 

1 "(10)(16) TOBACCO or TOBACCO PRODUCTS. Tobacco or 2 any product containing tobacco, including, but not limited to, 3 the following: 4 "a. Cigarettes. 5 "b. Cigars. 6 "c. Chewing tobacco. 7 "d. Snuff. 8 "e. Pipe tobacco. 9 "f. Smokeless tobacco. 10 "(11)(17) TOBACCO PERMIT. A permit issued by the 11 board to allow the permit holder to engage in the distribution 12 of tobacco or, tobacco products, electronic nicotine delivery 13 systems, or alternative nicotine products at the location 14 identified in the permit. 15 "(12)(18) TOBACCO SPECIALTY STORE. A business that 16 derives at least 75 percent of its revenue from tobacco or tobacco products. 17 18 "§28-11-4. 19 "Pursuant to its rule making rulemaking authority, 20 the board may promulgate shall adopt rules and regulations 21 that have the full force and effect of law, for purposes of  $\tau$ 22 but not limited to, the following: 23 "(1) Establishing permits for the distribution of tobacco or, tobacco products, electronic nicotine delivery 24 25 systems, and alternative nicotine products.

"(2) Preventing the distribution of tobacco, tobacco
 products, electronic nicotine delivery systems, and
 alternative nicotine products to minors.

"(3) Conducting annual random compliance tests to
assure compliance with applicable state and federal <u>laws and</u>
guidelines regarding the distribution of tobacco or, tobacco
products to minors, electronic nicotine delivery systems, and
<u>alternative nicotine products</u>. The tests may utilize minors
<u>and may involve involving</u> any person or location engaged in
the distribution of tobacco <u>may utilize minors</u>.

11

"§28-11-7.

12 "(a) Any person who distributes tobacco, tobacco 13 products, electronic nicotine delivery systems, or alternative 14 <u>nicotine products</u> within this state shall first obtain a 15 permit from the board for each location of distribution. There 16 is no fee for the permit.

17 "(b) Any person who maintains a tobacco or, tobacco 18 product, electronic nicotine delivery system, or alternative 19 <u>nicotine product</u> vending machine on his or her property in 20 this state shall first obtain a permit from the board for each 21 machine at each machine location. The permit for each machine 22 shall be posted in a conspicuous place on the machine.

"(c) A permit shall be valid only for the locationspecified in the permit application.

Page 9

"(d) A permit is not transferrable transferable or assignable and shall be renewed annually. Notwithstanding the foregoing, if a location for which a permit is obtained is sold or transferred, the permit shall be transferred to the person obtaining control of the location and shall be valid for 30 days after the transfer during which time a new permit shall be obtained.

8 "(e) If feasible, the board may, by rule or 9 regulation, establish procedures for the issuance and renewal 10 of permits which combine tobacco permit procedures with the 11 application and licensing procedures for alcoholic beverages.

12

"§28-11-8.

"(a) It shall be unlawful for any person to 13 distribute sell or offer for sale tobacco or tobacco products 14 without first obtaining from the board the appropriate permit-15 Failure to obtain or display from the board. Selling or 16 offering for sale tobacco or tobacco products without 17 obtaining and displaying a valid permit by January 1, 1998, 18 19 shall result in issuance of a warning citation. The board shall conduct an information and education campaign by its 20 Responsible Vendor Program to inform distributors of tobacco 21 products at retail or in vending machines or self-service 22 displays of the requirements of this law. Failure to obtain or 23 display a valid permit pursuant to this chapter after January 24 1, 1998, shall constitute a misdemeanor offense. 25

1 "(b) It shall be unlawful for any person to sell or 2 offer for sale electronic nicotine delivery systems or 3 alternative nicotine products without first obtaining the 4 appropriate permit from the board. Failure to obtain or 5 display a valid permit within 90 days after the effective date 6 of the act adding this amendatory language shall result in 7 issuance of a warning citation. The board shall conduct an 8 information and education campaign by its Responsible Vendor 9 Program to inform distributors of alternative nicotine 10 products at retail or in vending machines or self-service 11 displays of the requirements of this law. Selling or offering for sale electronic nicotine delivery systems or alternative 12 13 nicotine products without obtaining and displaying a valid 14 permit issued pursuant to this chapter within 90 days after 15 the effective date of the act adding this amendatory language 16 shall be a Class C misdemeanor.

17 "(c) Each violation for selling tobacco, tobacco products, electronic nicotine delivery systems, or alternative 18 19 nicotine products without a valid permit shall be treated as a 20 separate offense and be punishable as follows: For the first 21 violation by a fine of not less than one hundred dollars 22 (\$100) nor more than five hundred dollars (\$500) and for each 23 subsequent violation by a fine of not less than five hundred 24 dollars (\$500) nor more than one thousand five hundred dollars 25 (\$1,500).

"\$28-11-9. "(a) Subject to the Alabama Administrative Procedure Act, Chapter 22 of Title 41, the board shall have full and final authority as to the suspension or revocation for cause of any permit issued pursuant to this chapter. "(1) The board may appoint a hearing commission of at least three persons which may do all of the following: "a. Hear and decide all contested applications for permits. "b. Hear and decide all charges against any permit holder or employee of a permit holder for violations of this chapter, the law, or the regulations of the board. "c. Revoke or suspend permits as provided in this chapter. "d. Levy administrative fines upon permit holders or

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15 "d. Levy administrative fines upon permit holders or
16 employees of permit holders.

17 "(2) No member of the hearing commission shall 18 participate in the hearing or disposition of any application 19 for a permit or charge against a permit holder or an employee 20 of a permit holder if he or she has an interest therein or was 21 involved in the investigation.

"(b) The board, or a hearing commission appointed by
the board, upon finding that a permit holder or any partner,
member, employee, officer, or director of the permit holder
has violated any of the laws of this state or the United

States relating to the manufacture, sale, possession, or 1 transportation of tobacco or, tobacco products, electronic 2 nicotine delivery systems, or alternative nicotine products, 3 or that the permit holder has acted in a manner prejudicial to 4 the welfare, health, peace, temperance, and safety of the 5 people of the community or of the state, may upon due notice 6 and hearing, levy administrative fines or suspend or revoke 7 the permit issued by the board, or a combination of all three. 8 9 In all cases where the board or hearing commission shall levy an administrative fine, or suspend or revoke a permit, it 10 shall set forth its findings of fact, the evidence from which 11 the findings of facts are made, and the reasons upon which its 12 actions are based. 13

"(c) The fines as specified in subsection (e) shall 14 be applicable per each violation. The permit holder or 15 employee shall remit the administrative fine to the board 16 within seven calendar days from the day that the 17 18 administrative fine is levied. Failure by the permit holder to 19 pay the administrative fine within that time period shall result in an automatic suspension of the permit until the 20 21 administrative fine is paid.

"(d) The maximum length of suspension of a permit pursuant to this chapter shall be one year. A permit holder shall be ineligible to hold a permit pursuant to this chapter for the location where the violation occurred until the

expiration or removal of the suspension. A permit holder whose permit is revoked by the board or the hearing commission shall be, at the discretion of the board or hearing commission, ineligible to hold a permit pursuant to this chapter until the expiration of one year from the date the permit is revoked at the location where the violation occurred.

7 "(e) The following administrative fines may be
8 levied for violations of this chapter against valid permit
9 holders or employees, or both:

10 "(1) Upon conviction for a first violation by the 11 permit holder or an employee of the permit holder, the board 12 or hearing commission may offer the permit holder an 13 opportunity to provide training sessions administered by the 14 Responsible Vendor Program in lieu of an administrative fine 15 upon the permit holder and the employee, if the violation is 16 by an employee, of not more than two hundred dollars (\$200).

"(2) Upon conviction of a second violation at the same location within a two-year period, the board or hearing commission may levy an administrative fine upon the permit holder and the employee, if the violation is by an employee, of not more than four hundred dollars (\$400).

"(3) Upon conviction of a third or subsequent violation at the same location within a two-year period, the board or hearing commission may levy an administrative fine upon the permit holder and the employee, if the violation is

by an employee, of not more than seven hundred fifty dollars (\$750).

1

2

"(4) Upon conviction of a fourth or subsequent violation at the same location within a two-year period, the board or hearing commission may levy an administrative fine upon the permit holder and the employee, if the violation is by an employee, of not more than one thousand dollars (\$1,000) and may suspend or revoke the permit.

9 "(f) Before imposition of any administrative fine, 10 the permit holder shall be afforded all procedural rights to 11 due process in addition to those rights guaranteed by the 12 Alabama Administrative Procedure Act, Chapter 22 of Title 41. 13 "§28-11-11.

14 "The board shall issue an annual report to the 15 Governor, the Legislature, and the Attorney General concerning 16 compliance by state retail merchants with this chapter. The 17 report shall contain all of the following:

"(1) The total number of retail distributors of
 tobacco, tobacco products, <u>electronic nicotine delivery</u>
 <u>systems, and alternative nicotine products</u> categorized by type
 of retail outlet.

"(2) The number of citations reported to the board,
categorized by type of retail outlet.

24 "(3) The total number of successful compliance
25 checks, categorized by type of retail outlet.

1 ,"(4) The extent and nature of organized educational 2 and government activities intended to promote, encourage, or 3 otherwise secure compliance with state and federal laws 4 prohibiting the sale or distribution of tobacco products to 5 minors.

6 "(5) Information as to the level of access and 7 availability of tobacco products to minors.

8 "(6) Noted impediments to implementation of this
9 chapter, as well as recommendations for alleviating the same.
10 "\$28-11-13.

"(a) It is unlawful for any minor to purchase, use, 11 possess, or transport tobacco, tobacco product, electronic 12 nicotine delivery systems, or alternative nicotine product 13 within this state. It shall not be unlawful for a minor 14 employee of a tobacco, tobacco product, electronic nicotine 15 delivery system, or alternative nicotine product permit holder 16 to handle, transport, or sell tobacco, tobacco product, 17 electronic nicotine delivery systems, or alternative tobacco 18 product if the minor employee is acting within the line and 19 scope of employment and the permit holder, or an employee of 20 the permit holder who is 21 years of age or older, is present. 21

"(b) It is unlawful for any minor to present or
offer to another person proof of identification which is
false, fraudulent, or not actually his or her own proof of
identification in order to buy, receive, or otherwise obtain,

or attempt to buy, receive, or otherwise obtain, any tobacco,
 tobacco product, <u>electronic nicotine delivery system</u>, or
 alternative nicotine product.

4 "(c) If a minor is cited for any violation under
5 this section, the citing agency shall notify a parent, legal
6 guardian, or legal custodian of the minor unless the minor has
7 been emancipated by court order or operation of law.

"§13A-12-3.

9 "Any person who sells, barters, exchanges or gives 10 to any minor any <del>cigarettes, cigarette tobacco or cigarette</del> 11 paper, or any substitute for either of them tobacco, tobacco 12 products, electronic nicotine delivery systems, or alternative 13 nicotine products shall, on conviction, be fined not less than 14 \$10:00 mor more than \$50:00 one hundred dollars (\$100) nor 15 more than three hundred dollars (\$300) and may also be 16 imprisoned in the county jail or sentenced to hard labor for 17 the county for not more than 30 days.

18 "\$13A-12-3.1.

8

19 "For purposes of this article, the following terms20 shall have the following meanings:

"(1) ALTERNATIVE NICOTINE PRODUCT. The same meaning
 as in Section 28-11-2.
 "(2) BOARD. The same meaning as in Section 28-11-2.

24 "(1)(3) BRAND STYLE. A variety of cigarettes
 25 distinguished by the tobacco used, tar and nicotine content,

HB41

"(2)(4) CLEAR AND CONSPICUOUS STATEMENT. The A

flavoring used, size of cigarette, filtration on the

statement that is of sufficient type size to be clearly

readable by the recipient of the communication.

cigarette, or packaging.

6 "(3)(5) COMMISSIONER. The Commissioner of the 7 Alabama Department of Revenue. "(4)(6) CONSUMER. An individual who acquires or 8 9 seeks to acquire cigarettes, or any one or more articles taxed herein, for personal use. 10 "(5)(7) DELIVERY SALE. Any sale of cigarettes to a 11 12 consumer within this state, regardless of whether the seller 13 is located in this state, where either of the following are 14 true: 15 "a. the The purchaser submits the order for such 16 sale by means of a telephonic or other method of voice 17 transmission, the mails or any other delivery service, 18 facsimile transmission, or the Internet or other online 19 service <del>or</del>.

1

2

3

4

5

"b. the <u>The</u> cigarettes are delivered by use of the
 mails or other delivery service. A sale of cigarettes that
 meets the requirements of this subdivision shall constitute a
 delivery sale regardless of whether the seller is located ,
 within or without the state.

1 "(8) DELIVERY SALE OF ELECTRONIC NICOTINE DELIVERY SYSTEMS OR ALTERNATIVE NICOTINE PRODUCTS. Any sale of 2 electronic nicotine delivery systems or alternative nicotine 3 products to a consumer in this state, regardless of whether 4 the seller is located in this state, where either of the 5 6 following is true: 7 "a. The purchaser submits the order for the sale by means of a telephonic or other method of voice transmission, 8 9 the mails or any other delivery service, facsimile transmission, or the Internet or other online service. 10 "b. The electronic nicotine delivery systems or 11 12 alternative nicotine products are delivered by use of the 13 mails or other delivery service. 14 "(6)(9) DELIVERY SALES STATUTES. Those provisions contained within Sections 13A-12-3.2, 13A-12-3.3, 13A-12-3.4, 15 13A-12-3.5, 13A-12-3.6, and 13A-12-3.7. 16 17 "(7)(10) DELIVERY SERVICE. Any person, other than a 18 person who makes a delivery sale, who delivers to the consumer 19 the cigarettes sold in a delivery sale. 20 "(8)(11) DEPARTMENT. The Alabama Department of 21 Revenue. 22 "(12) ELECTRONIC NICOTINE DELIVERY SYSTEM. The same 23 meaning as in Section 28-11-2. "<del>(9)</del>(13) GOVERNMENT-ISSUED IDENTIFICATION. A state 24 driver's license, state identification card, passport, a 25

1 military identification, or an official naturalization or 2 immigration document, including an alien registration 3 recipient card or green card, or an immigrant visa.

"<del>(10)<u>(</u>14)</del> LEGAL MINIMUM AGE. 19 years of age. "<u>(15) LIQUID NICOTINE CONTAINER. The same meaning as</u>

6 <u>in Section 28-11-2.</u>

4

5

7 "(11)(16) MAILS or MAILING. The shipment of
 8 cigarettes through the United States Postal Service.

9 "(12)(17) OUT-OF-STATE SALE. A sale of cigarettes to 10 a consumer located outside of this state where the consumer 11 submits the order for such sale by means of a telephonic or 12 other method of voice transmission, the mails or any other 13 delivery service, facsimile transmission, or the Internet or 14 other online service, and where the cigarettes are delivered 15 by use of the mails or other delivery service.

16 "(13)(18) PERSON. Any individual, corporation, 17 partnership, limited liability company, association, or other 18 organization that engages in any for-profit or not-for-profit 19 activities.

20 ."<del>(14)(19)</del> SHIPPING DOCUMENTS. Bills of lading, air 21 bills, or any other documents used to evidence the undertaking 22 by a delivery service to deliver letters, packages, or other 23 containers.

"(15)(20) SHIPPING PACKAGE. A container in which 1 packs or cartons of cigarettes are shipped in connection with 2 3 a delivery sale. "(16)(21) STAMP or STAMPS. The stamp or stamps by 4 the use of which the tax levied under this article is paid and 5 6 shall be designated Alabama Revenue Stamps. "(17)(22) WITHIN THIS STATE. Within the exterior 7 limits of the State of Alabama." 8 Section 3. Sections 28-11-16, 28-11-17, 28-11-18, 9 28-11-19, and 13A-12-3.8 are added to the Code of Alabama 10 1975, to read as follows: 11 §28-11-16. 12 (a) (1) A retailer or manufacturer of electronic 13 nicotine delivery systems or alternative nicotine products may 14 not advertise an electronic nicotine delivery system or an 15 alternative nicotine product in any of the following ways: 16 a. As a tobacco cessation product. 17 b. As a healthier alternative to smoking. 18 c. As available for purchase in any variety of 19 20 flavors other than tobacco, mint, or menthol on any outdoor billboard. 21 22 d. On any outdoor billboard located within 1,000 feet of any public or private K-12 school or public 23 playground. 24

HB41

Page 21

1 (2) Paragraphs a. and b. are not applicable to 2 products that have received an order from the FDA permitting the product to be marketed as a modified risk tobacco product, 3 and are marketed in accordance with that order. 4 5 (b)(1) A violation of subsection (a) shall result in 6 a one hundred dollar (\$100) fine for the first occurrence. 7 (2) A second or subsequent violation of subsection (a) shall result in a five hundred dollar (\$500) fine per 8 9 occurrence. 10 (3) Each day a violation of subsection (a) persists shall constitute a separate and subsequent violation. 11 12 §28-11-17. 13 (a) It is unlawful to distribute, sell, or offer for sale any electronic nicotine delivery system or alternative 14 15 nicotine product that cannot be legally marketed under federal law or FDA rule, regulation, or guidance. 16 17 (b) Each violation of subsection (a) shall be a 18 Class C misdemeanor. 19 §28-11-18. 20 (a) All liquid nicotine containers offered for sale that are intended to be vaporized in an electronic nicotine 21 delivery system shall be contained in child-resistant 22 23 packaging. 24 (b) A specialty retailer of electronic nicotine 25 delivery systems shall display in a prominent area of the

HB41

•

HB41

1 retail store near the point of sale a sign which contains the 2 following statements:

3 (1) "THE USE OF SOME VAPING DEVICES MAY INCREASE
4 YOUR RISK OF EXPOSURE TO POTENTIALLY TOXIC LEVELS OF HEAVY
5 METALS SUCH AS LEAD, CHROMIUM, AND NICKEL."

6 (2) "WARNING: PRODUCTS OFFERED FOR SALE IN THIS
7 STORE CONTAIN NICOTINE UNLESS OTHERWISE MARKED. NICOTINE IS A
8 HIGHLY ADDICTIVE CHEMICAL WHICH CAN HARM BRAIN DEVELOPMENT IN
9 CHILDREN AND ADOLESCENTS AND WHICH POSES SERIOUS HEALTH RISKS
10 TO PREGNANT WOMEN AND THEIR BABIES."

\$28-11-19.

11

(a) Beginning January 1, 2020, a county may not
issue a license to conduct business as a specialty retailer of
electronic nicotine delivery systems if the retail business is
located within 1,000 feet of any of the following:

16 (1) A public or private K-12 school.

17 (2) A licensed child-care facility or preschool.

18 (3) A church.

19 (4) A public library.

20 (5) A public playground.

21 (6) A public park.

(7) A youth center or other space used primarily foryouth oriented activities.

(b) This section does not apply to a specialty
 retailer of electronic nicotine delivery systems that obtained

a business license at a location prohibited in subsection (a) prior to January 1, 2020, that has conducted business as a specialty retailer of electronic nicotine delivery systems at that location for at least 18 consecutive months, and that remains in the same location.

6

\$13A-12-3.8.

7 (a) No person may conduct a delivery sale of
8 electronic nicotine delivery systems or alternative nicotine
9 products unless the seller has obtained a valid permit to
10 conduct delivery sales of electronic nicotine delivery systems
11 or alternative nicotine products issued by the board pursuant
12 to Section 28-11-4.

(b) No person may conduct a delivery sale of
electronic nicotine delivery systems or alternative nicotine
products to a person under the legal minimum age.

16 (c) A person holding a permit to conduct delivery 17 sales of electronic nicotine delivery systems or alternative 18 nicotine products may not accept a purchase or order from any person without first obtaining the full name, birth date, and 19 20 residential address of that person and verifying this 21 information through an independently operated third-party 22 database or aggregate of databases, which includes data from 23 government sources, that are regularly used by government and 24 businesses for the purpose of age and identity verification 25 and authentication.

(d) A person holding a permit to conduct delivery
 sales of electronic nicotine delivery systems or alternative
 nicotine products shall accept payment only through a credit
 or debit card issued in the purchaser's own name.

5 (e) Each violation for conducting a delivery sale of 6 electronic nicotine delivery systems or alternative nicotine 7 products without a valid permit or otherwise in violation of 8 this section shall be treated as a separate offense and be 9 punishable as follows: For the first violation by a fine of not less than one hundred dollars (\$100) nor more than five 10 hundred dollars (\$500) and for each subsequent violation by a 11 12 fine of not less than five hundred dollars (\$500) nor more than one thousand five hundred dollars (\$1,500). 13

14 Section 4. Although this bill would have as its 15 purpose or effect the requirement of a new or increased 16 expenditure of local funds, the bill is excluded from further 17 requirements and application under Amendment 621, now 18 appearing as Section 111.05 of the Official Recompilation of the Constitution of Alabama of 1901, as amended, because the 19 20 bill defines a new crime or amends the definition of an 21 existing crime.

22 Section 5. This act shall become effective on the 23 first day of the third month following its passage and 24 approval by the Governor, or its otherwise becoming law.

1												
2												
3	_	Mac Mcatchen										
4		Speaker of the House of Repr	····									
		2										
5												
6		President and Presiding Office	er of the Senate									
7		House of Representativ	es									
8 9 10	I hereby certify that the within Act originated in and was passed by the House 04-APR-19, as amended.											
11 12 13		Jeff Woodard Clerk	ł									
14												
15	Senate	15-MAY-19	Amended and Passed									
16	House	15-MAY-19	Concurred in Sen- ate Amendment									
17												

5/23/19 APPROVED

9:44ar TIME

ar **R** ER

Alabama Secretary Of State

27

•

Act Num....: 2019-233 Bill Num...: H-41

Recv'd 05/23/19 12:22p#SLF

HB41

٠

.

1 1

Page 26

SENATE ACTION	DATE: 20	RD 1 RFD		This Bill was referred to the Standing Committee of the Senate on	and was acted upon by such Committee in session and is by order of thé Committee returned therefrom with a favorable report	w/amend(s) w/sub by a vote of yeasnaysabstain	day of the		DATE: 5-5 20-5	RF 7 2 CAL	DATE: 20	RE-REFERRED RE-COMMITTED Committee	I hereby certify that the Resolution as required in Section C of Act No. 81-889	YEAS NAYS	PATRICK HARRIS, Secretary	
HOUSE ACTION	I HERERY CERTIEY THAT THE	RESOLUTION AS REQUIRED IN		TO THE BILL, H.B. 441 YEAS 94 NAYS C	JEFF WOODARD, Clerk		I HEREBY CERTIFY THAT THE NOTICE & PROOF IS ATTACHED	TO THE BILL, H.B. AS REQUIRED IN THE GENERAL	ACTS OF ALABAMA, 1975 ACT NO. 919	JEFF WOODARD, Clerk		CONFERENCE COMMITTEE House Conferees				
4SOR	<u>stringer</u>	PONSORS	LUNNON(1													