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Dur Canatana Hauria Dasasan Vallar Haffman Dauman and Haman

By: Senators Harris, Roesser, Kelley, Hoffman, Dorman, and Hooper

Introduced and read first time: February 5, 1999

Assigned to: Judicial Proceedings

### A BILL ENTITLED

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1	AN	ACT:	concerning

- Tobacco Products Sale by Vending Machines Distribution of Tokens or
  Any Other Single Use Nonmonetary Mechanism to Minors
- 4 FOR the purpose of prohibiting the sale or offer for sale of tobacco products by
- 5 vending machines or other mechanical devices under certain circumstances;
- 6 prohibiting the distribution of vending machine tokens or any other single use
- 7 nonmonetary mechanism to minors; establishing a certain penalty for a
- 8 violation of this Act; providing for funding for the conversion of certain vending
- 9 machines; repealing certain provisions of law that provide an exception to a
- 10 penalty for a certain sale of a tobacco product by the owner of a tobacco product
- vending machine; defining a certain term; and generally relating to the sale of
- tobacco products by vending machines or other mechanical devices.
- 13 BY adding to
- 14 Article Health General
- 15 Section 24-1001 through 24-1006, inclusive, to be under the new subtitle
- "Subtitle 10. Sale of Tobacco Products by Vending Machines"
- 17 Annotated Code of Maryland
- 18 (1996 Replacement Volume and 1998 Supplement)
- 19 BY repealing and reenacting, with amendments,
- 20 Article 27 Crimes and Punishments
- 21 Section 404 and 405
- 22 Annotated Code of Maryland
- 23 (1996 Replacement Volume and 1998 Supplement)
- 24 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 25 MARYLAND, That the Laws of Maryland read as follows:

# **SENATE BILL 322**

## 1 Article - Health - General

- 2 SUBTITLE 10. SALE OF TOBACCO PRODUCTS BY VENDING MACHINES.
- 3 24-1001.
- 4 IN THIS SUBTITLE, "TOBACCO PRODUCT" MEANS ANY SUBSTANCE CONTAINING
- 5 TOBACCO, INCLUDING CIGARETTES, CIGARS, SMOKING TOBACCO, SNUFF, OR
- 6 SMOKELESS TOBACCO.
- 7 24-1002.
- 8 (A) A PERSON MAY NOT SELL OR OFFER FOR SALE A TOBACCO PRODUCT BY
- 9 MEANS OF A VENDING MACHINE OR OTHER MECHANICAL DEVICE USED FOR
- 10 DISPENSING TOBACCO PRODUCTS.
- 11 (B) THE PROVISIONS OF SUBSECTION (A) OF THIS SECTION DO NOT APPLY TO
- 12 A VENDING MACHINE LOCATED IN AN ESTABLISHMENT THAT IS A BONA FIDE
- 13 FRATERNAL OR VETERANS ORGANIZATION.
- 14 24-1003.
- 15 A PERSON WHO VIOLATES § 24-1002 OF THIS SUBTITLE IS GUILTY OF A
- 16 MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE OF \$500.
- 17 24-1004.
- 18 THE PROVISIONS OF § 24-1002 OF THIS SUBTITLE DO NOT APPLY TO A SALE OR
- 19 OFFER FOR SALE OF A TOBACCO PRODUCT BY MEANS OF A VENDING MACHINE USED
- 20 FOR DISPENSING TOBACCO PRODUCTS THAT ACCEPTS ONLY TOKENS OR ANY OTHER
- 21 SINGLE USE NONMONETARY MECHANISM.
- 22 24-1005.
- 23 THE COST OF CONVERTING EXISTING VENDING MACHINES FOR USE WITH
- 24 TOKENS OR ANY OTHER SINGLE USE NONMONETARY MECHANISM SHALL BE
- 25 FUNDED BY REVENUES CONSISTING OF FUNDS RECEIVED BY THE STATE FROM ANY
- 26 SOURCE AS A DIRECT OR INDIRECT RESULT OF ANY JUDGMENT AGAINST OR
- 27 SETTLEMENT WITH TOBACCO PRODUCT MANUFACTURERS, TOBACCO RESEARCH
- 28 ASSOCIATIONS, OR ANY OTHER PERSON IN THE TOBACCO INDUSTRY RELATING TO
- 29 LITIGATION, ADMINISTRATIVE PROCEEDINGS, OR ANY OTHER CLAIM MADE OR
- 30 PROSECUTED BY THE STATE TO RECOVER DAMAGES FOR VIOLATION OF STATE LAW.
- 31 24-1006.
- 32 THE PROVISIONS OF § 24-1005 OF THIS SUBTITLE MAY NOT BE CONSTRUED TO
- 33 AFFECT THE GOVERNOR'S POWERS WITH RESPECT TO APPROPRIATIONS IN THE
- 34 ANNUAL BUDGET BILL.

# **SENATE BILL 322**

#### 1 **Article 27 - Crimes and Punishments** 2 404. 3 (a) (1) In this subheading the following words have the meanings indicated. (2) "Tobacco product" means any substance containing tobacco, including 4 5 cigarettes, cigars, smoking tobacco, snuff, or smokeless tobacco. 6 "Distribute" means to: (3)7 (i) Give away, sell, deliver, dispense, or issue; 8 (ii) Offer to give away, sell, deliver, dispense, or issue; or 9 (iii) Cause or hire any person to give away, sell, deliver, dispense, or 10 issue or offer to give away, sell, deliver, dispense, or issue. 11 "TOKEN" MEANS A COIN-LIKE DISK OBJECT THAT IS MADE OF METAL (4) 12 OR OTHER MATERIAL THAT MAY BE USED FOR THE SALE OF A TOBACCO PRODUCT BY 13 MEANS OF A VENDING MACHINE OR OTHER MECHANICAL DEVICE USED FOR 14 DISPENSING TOBACCO PRODUCTS. 15 A person engaged in the business of selling or otherwise distributing 16 tobacco products for commercial purposes, including persons licensed under Title 16 of the Business Regulation Article, may not: 18 Distribute any tobacco product to a minor, unless the minor is (i) 19 acting solely as the agent of the minor's employer, who is in the business of 20 distributing tobacco products; 21 (ii) Distribute cigarette rolling papers to a minor; [or] 22 Distribute to any minor a coupon redeemable for any tobacco (iii) 23 product; OR DISTRIBUTE ANY TOKENS OR ANY OTHER SINGLE USE 24 (IV) 25 NONMONETARY MECHANISM TO A MINOR. 26 (2) A person not described under paragraph (1) of this subsection may 27 not: 28 (i) Purchase for or sell to a minor any tobacco product; [or] 29 (ii) Deliver or sell to a minor cigarette rolling papers; OR 30 DISTRIBUTE ANY TOKENS OR ANY OTHER SINGLE USE (III)31 NONMONETARY MECHANISM TO A MINOR. 32 The provisions of subsection (b) of this section do not apply to the (c) 33 distribution of a coupon which is redeemable for any tobacco product when the coupon

- 1 is contained in a newspaper, a magazine, or any other type of publication in which the
- 2 coupon is incidental to the primary purpose of the publication, or sent through the
- 3 mail.
- 4 (d) In a prosecution for a violation of subsection (b)(1) or (2) of this section, it
- 5 shall be a defense that the defendant examined the purchaser's or recipient's driver's
- 6 license or other valid identification issued by an employer, a governmental entity, or
- 7 institution of higher education that positively identified the purchaser or recipient as
- 8 at least 18 years old.
- 9 405.
- 10 (a) [Except as provided in subsection (b) of this section, a] A person who 11 violates § 404(b) of this subheading shall be subject to:
- 12 (1) For a first violation, a fine of not more than \$300;
- 13 (2) For a second violation occurring within a 2-year period of the first 14 violation, a fine of not more than \$1,000; and
- 15 (3) For a third or subsequent violation occurring within a 2-year period 16 of the prior violation, a fine of not more than \$3,000.
- 17 [(b) If the requirements of § 16-209(b)(2)(ii) of the Business Regulation Article
- 18 are satisfied, the provisions of subsection (a) of this section do not apply to the owner
- 19 of a tobacco product vending machine or any other person exercising control over a
- 20 tobacco product vending machine if a person under 18 has purchased a tobacco
- 21 product from a vending machine.]
- 22 [(c)] (B) For purposes of this section, a violation means a separate and distinct
- 23 incident at a different time and occasion.
- 24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 25 October 1, 1999.