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1999 Regular Session 9lr1799

By: Senators Ruben and Forehand

Introduced and read first time: February 5, 1999

Assigned to: Judicial Proceedings

# A BILL ENTITLED

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2	Tobacco Products - Sale by Vending Machines - Distribution of Tokens to
3	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 to minors; establishing a
- 7 certain penalty for a violation of this Act; providing for funding for the
- 8 conversion of certain vending machines; repealing certain provisions of law that
- 9 provide an exception to a 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
- 12 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 396**

#### 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.
- 21 24-1005.
- 22 THE COST OF CONVERTING EXISTING VENDING MACHINES FOR USE WITH
- 23 TOKENS SHALL BE FUNDED BY REVENUES CONSISTING OF FUNDS RECEIVED BY THE
- 24 STATE FROM ANY SOURCE AS A DIRECT OR INDIRECT RESULT OF ANY JUDGMENT
- 25 AGAINST OR SETTLEMENT WITH TOBACCO PRODUCT MANUFACTURERS, TOBACCO
- 26 RESEARCH ASSOCIATIONS, OR ANY OTHER PERSON IN THE TOBACCO INDUSTRY
- 27 RELATING TO LITIGATION, ADMINISTRATIVE PROCEEDINGS, OR ANY OTHER CLAIM
- 28 MADE OR PROSECUTED BY THE STATE TO RECOVER DAMAGES FOR VIOLATION OF
- 29 STATE LAW.
- 30 24-1006.
- 31 THE PROVISIONS OF § 24-1005 OF THIS SUBTITLE MAY NOT BE CONSTRUED TO
- 32 AFFECT THE GOVERNOR'S POWERS WITH RESPECT TO APPROPRIATIONS IN THE
- 33 ANNUAL BUDGET BILL.

## **SENATE BILL 396**

#### 1 **Article 27 - Crimes and Punishments** 2 404. 3 (a) (1) In this subheading the following words have the meanings indicated. "Tobacco product" means any substance containing tobacco, including 4 (2) 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 (iii) Distribute to any minor a coupon redeemable for any tobacco 23 product; OR (IV) DISTRIBUTE ANY TOKENS TO A MINOR. 24 25 (2) A person not described under paragraph (1) of this subsection may 26 not: 27 (i) Purchase for or sell to a minor any tobacco product; [or] 28 (ii) Deliver or sell to a minor cigarette rolling papers; OR 29 (III)DISTRIBUTE ANY TOKENS TO A MINOR. 30 (c) The provisions of subsection (b) of this section do not apply to the 31 distribution of a coupon which is redeemable for any tobacco product when the coupon 32 is contained in a newspaper, a magazine, or any other type of publication in which the

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