E4 5lr2894

By: Delegates Moe, Conroy, Doory, Feldman, Frush, Glassman, Haddaway, Hogan, Jameson, Jennings, Kirk, Krysiak, Love, Malone, McHale, Minnick, Parrott, Stull, Taylor, Trueschler, Vaughn, Walkup, and Weir

Introduced and read first time: February 11, 2005

Assigned to: Economic Matters

A BILL ENTITLED

1	AN	ACT	concerning
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/	Public Safety - Fire Safety Standards for	Cigarette

- 3 FOR the purpose of requiring the State Fire Prevention Commission to establish by
- 4 regulation certain fire safety standards for cigarettes on or before a certain date;
- 5 prohibiting the sale or offer for sale of cigarettes on or after a certain date unless
- 6 the cigarettes meet the fire safety standards adopted by the Commission;
- 7 requiring manufacturers to mark certain cigarette packages in a certain
- 8 manner; providing that this Act does not prohibit wholesalers and retailers from
- 9 selling certain inventory if they can establish that certain tax stamps were
- affixed to the cigarettes; establishing certain civil penalties for selling or
- offering for sale cigarettes in violation of the fire safety standards adopted by
- the Commission; authorizing the Attorney General to enjoin acts in violation of
- this Act and to recover certain civil penalties; establishing the Cigarette Fire
- Safety Fund; providing that the Fund is a special, nonlapsing fund; providing for
- the purpose, administration, composition, and use of the Fund; defining certain
- terms; and generally relating to fire safety standards for cigarettes.
- 17 BY adding to
- 18 Article Public Safety
- 19 Section 6-208
- 20 Annotated Code of Maryland
- 21 (2003 Volume and 2004 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 23 MARYLAND, That the Laws of Maryland read as follows:
- 24 Article Public Safety
- 25 6-208.
- 26 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 27 INDICATED.

- 1 (2) "CIGARETTE" HAS THE MEANING STATED IN § 16-101 OF THE 2 BUSINESS REGULATION ARTICLE.
- 3 (3) "FUND" MEANS THE CIGARETTE FIRE SAFETY FUND.
- 4 (4) "MANUFACTURER" HAS THE MEANING STATED IN § 16-201 OF THE
- 5 BUSINESS REGULATION ARTICLE.
- 6 (5) "RETAILER" HAS THE MEANING STATED IN § 16-201 OF THE BUSINESS 7 REGULATION ARTICLE.
- 8 (6) "WHOLESALER" HAS THE MEANING STATED IN § 16-201 OF THE 9 BUSINESS REGULATION ARTICLE.
- 10 (B) (1) THE COMMISSION SHALL ESTABLISH BY REGULATION FIRE SAFETY 11 STANDARDS FOR CIGARETTES ON OR BEFORE OCTOBER 1, 2006.
- 12 (2) THE FIRE SAFETY STANDARDS SHALL BE SUBSTANTIVELY THE SAME
- 13 AS THE STANDARDS SET FORTH IN TITLE 18, PART 429 OF THE OFFICIAL
- 14 COMPILATION OF NEW YORK CODES, RULES, AND REGULATIONS, ADOPTED ON
- 15 DECEMBER 31, 2003.
- 16 (C) CIGARETTES MAY NOT BE SOLD OR OFFERED FOR SALE IN THE STATE ON
- 17 OR AFTER THE DATE THE FIRE SAFETY STANDARDS ADOPTED UNDER SUBSECTION
- 18 (B) OF THIS SECTION TAKE EFFECT UNLESS THE CIGARETTES MEET THE FIRE
- 19 SAFETY STANDARDS ADOPTED BY THE COMMISSION.
- 20 (D) (1) SUBJECT TO THIS SUBSECTION, MANUFACTURERS SHALL MARK
- 21 UNIFORMLY ALL CIGARETTE PACKAGES THAT CONTAIN CIGARETTES FOR SALE IN
- 22 THE STATE THAT MEET THE FIRE SAFETY STANDARDS ADOPTED BY THE
- 23 COMMISSION.
- 24 (2) FOR PURPOSES OF THIS SUBSECTION, CIGARETTE PACKAGES
- 25 INCLUDE PACKS, CARTONS, AND CASES OF CIGARETTES.
- 26 (3) THE MARKING SHALL BE IDENTICAL TO THE UNIQUE MARKING
- 27 EACH MANUFACTURER PLACES ON CIGARETTE PACKAGES THAT CONTAIN
- 28 CIGARETTES FOR SALE IN NEW YORK STATE.
- 29 (E) THIS SECTION DOES NOT PROHIBIT WHOLESALERS OR RETAILERS FROM
- 30 SELLING THEIR INVENTORY OF CIGARETTES EXISTING ON THE DATE THE FIRE
- 31 SAFETY STANDARDS ADOPTED BY THE COMMISSION TAKE EFFECT, IF THE
- 32 WHOLESALER OR RETAILER CAN ESTABLISH THAT TAX STAMPS WERE AFFIXED TO
- 33 THE CIGARETTES AS REQUIRED BY § 12-304 OF THE TAX GENERAL ARTICLE ON OR
- 34 BEFORE THAT DATE.
- 35 (F) (1) A WHOLESALER OR ANY OTHER PERSON WHO KNOWINGLY SELLS
- 36 CIGARETTES WHOLESALE IN VIOLATION OF THE FIRE SAFETY STANDARDS ADOPTED
- 37 BY THE COMMISSION IS SUBJECT TO A CIVIL PENALTY NOT EXCEEDING \$10,000 FOR
- 38 EACH SALE OF CIGARETTES.

UNOFFICIAL COPY OF HOUSE BILL 1246 A RETAILER WHO KNOWINGLY SELLS OR OFFERS TO SELL 2 CIGARETTES IN VIOLATION OF THE FIRE SAFETY STANDARDS ADOPTED BY THE 3 COMMISSION IS SUBJECT TO: A CIVIL PENALTY NOT EXCEEDING \$500 FOR EACH SALE OR (I) 5 OFFER FOR SALE OF CIGARETTES, IF THE TOTAL NUMBER OF CIGARETTES SOLD OR 6 OFFERED FOR SALE DOES NOT EXCEED 1,000 CIGARETTES; OR A CIVIL PENALTY NOT EXCEEDING \$1,000 FOR EACH SALE OR 7 (II)8 OFFER FOR SALE OF CIGARETTES. IF THE TOTAL NUMBER OF CIGARETTES SOLD OR 9 OFFERED FOR SALE EXCEEDS 1,000 CIGARETTES. A MANUFACTURER THAT KNOWINGLY PROVIDES CIGARETTES FOR 11 SALE IN THE STATE IN VIOLATION OF THE FIRE SAFETY STANDARDS ADOPTED BY 12 THE COMMISSION IS SUBJECT TO A CIVIL PENALTY NOT EXCEEDING \$10,000 FOR 13 EACH VIOLATION. 14 (G) TO ENFORCE THIS SECTION, THE ATTORNEY GENERAL MAY BRING (1) 15 AN ACTION TO ENJOIN ANY ACTS IN VIOLATION OF THIS SECTION AND TO RECOVER 16 CIVIL PENALTIES AUTHORIZED UNDER SUBSECTION (F) OF THIS SECTION. MONEY COLLECTED FROM CIVIL PENALTIES RECOVERED UNDER 17 18 THIS SUBSECTION SHALL BE DISTRIBUTED TO THE FUND. 19 (H) (1) THERE IS A CIGARETTE FIRE SAFETY FUND. 20 (2) THE PURPOSE OF THE FUND IS TO SUPPORT FIRE SAFETY AND 21 PREVENTION PROGRAMS. 22 (3) THE COMMISSION SHALL ADMINISTER THE FUND. THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 23 (I) 24 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. THE TREASURER SHALL HOLD THE FUND SEPARATELY, AND (II)26 THE COMPTROLLER SHALL ACCOUNT FOR THE FUND. 27 THE FUND CONSISTS OF: (5) REVENUE DISTRIBUTED TO THE FUND UNDER SUBSECTION (G) 28 (I) 29 OF THIS SECTION; AND 30 (II)ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR 31 THE BENEFIT OF THE FUND. THE FUND MAY BE USED ONLY FOR FIRE SAFETY AND PREVENTION 32 33 PROGRAMS.

THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN

(I)

35 THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

- 1 (II)ANY INVESTMENT EARNINGS OF THE FUND SHALL BE
- 2 RETAINED TO THE CREDIT OF THE FUND.
- 3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 4 October 1, 2005.