# HOUSE BILL 1558

#### E1, C2

#### By: Delegates Cardin, Burns, Harrison, Hubbard, Ivey, Krysiak, Rosenberg, Taylor, and Waldstreicher

Introduced and read first time: February 25, 2008 Assigned to: Rules and Executive Nominations

## A BILL ENTITLED

#### 1 AN ACT concerning

## 2 Criminal Law – Flavored Cigars and Cigarettes – Prohibition on Sale

3 FOR the purpose of prohibiting a person from selling or distributing or offering to sell or distribute a cigarette or cigar or component part of a cigarette or cigar that 4 5 contains a certain constituent; establishing penalties for a violation of this Act; authorizing the Comptroller to deny a license to a certain applicant, reprimand 6 7 a certain licensee, or suspend or revoke a certain license if the applicant or licensee sells or distributes cigarettes or cigars in violation of a certain provision 8 9 of this Act; providing that certain cigarettes or cigars may continue to be sold 10 until a certain date, notwithstanding the provisions of this Act; and generally relating to the sale and distribution of tobacco products. 11

#### 12 BY adding to

- 13 Article Criminal Law
- 14 Section 10–106.1
- 15 Annotated Code of Maryland
- 16 (2002 Volume and 2007 Supplement)
- 17 BY repealing and reenacting, with amendments,
- 18 Article Business Regulation
- 19 Section 16–210(a)
- 20 Annotated Code of Maryland
- 21 (2004 Replacement Volume and 2007 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 23 MARYLAND, That the Laws of Maryland read as follows:
  - Article Criminal Law
- 25 **10–106.1.**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



**HOUSE BILL 1558** 

1 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE 2 MEANINGS INDICATED.

3 (2) "CHARACTERIZING FLAVOR" MEANS A DISTINGUISHABLE
4 TASTE OR AROMA, OTHER THAN TOBACCO, MENTHOL, COFFEE, NUTS, OR
5 PEPPERS IMPARTED PRIOR TO OR DURING CONSUMPTION.

6 (3) "COMPONENT PART" INCLUDES THE TOBACCO, FILTER, AND 7 PAPER IN A CIGARETTE OR CIGAR.

8 (4) (I) "CONSTITUENT" MEANS ANY INGREDIENT, SUBSTANCE, 9 CHEMICAL, OR COMPOUND OTHER THAN TOBACCO, WATER, OR RECONSTITUTED 10 TOBACCO SHEET, THAT IS ADDED BY THE MANUFACTURER TO THE TOBACCO, 11 PAPER, OR FILTER OF A CIGARETTE OR CIGAR DURING THE PROCESSING, 12 MANUFACTURE, OR PACKING OF THE CIGARETTE OR CIGAR.

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(II) "CONSTITUENT" INCLUDES A SMOKE CONSTITUENT.

14(5) "SMOKE CONSTITUENT" MEANS ANY CHEMICAL OR CHEMICAL15COMPOUND IN MAINSTREAM OR SIDESTREAM TOBACCO SMOKE THAT:

16(I)IS TRANSFERRED FROM ANY COMPONENT PART OF THE17CIGARETTE OR CIGAR TO THE SMOKE; OR

18 (II) IS FORMED BY THE COMBUSTION OR HEATING OF
19 TOBACCO, ADDITIVES, OR OTHER COMPONENT PART OF THE TOBACCO
20 PRODUCT.

(B) A PERSON MAY NOT SELL OR DISTRIBUTE OR OFFER TO SELL OR
DISTRIBUTE A CIGARETTE OR CIGAR OR COMPONENT PART OF A CIGARETTE OR
CIGAR THAT CONTAINS A NATURAL OR ARTIFICIAL CONSTITUENT THAT
IMPARTS A CHARACTERIZING FLAVOR TO THE TOBACCO OR THE SMOKE OF THE
CIGARETTE OR CIGAR.

26(C) A PERSON WHO VIOLATES THIS SECTION IS GUILTY OF A27MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE OF \$500.

28 Article – Business Regulation

29 16-210.

#### **HOUSE BILL 1558**

Subject to the hearing provisions of § 16-211 of this subtitle, the 1 (a)  $\mathbf{2}$ Comptroller may deny a license to an applicant, reprimand a licensee, or suspend or 3 revoke a license if the applicant or licensee: 4 (1)fraudulently or deceptively obtains or attempts to obtain a license  $\mathbf{5}$ for the applicant or licensee or for another person; (2)6 fraudulently or deceptively uses a license; 7 (3)fails to comply with the Maryland Cigarette Sales Below Cost Act 8 or regulations adopted under that Act; 9 (4)fails to comply with the provisions of Title 11, Subtitle 5A of the Commercial Law Article: 10 buys cigarettes for resale: 11 (5)12(i) in violation of a license; or 13 from a person who is not a cigarette manufacturer, licensed (ii) 14 subwholesaler, licensed vending machine operator, or licensed wholesaler; 15(6)is convicted, under the laws of the United States or of any other 16 state, of: 17(i) a felony; or 18 a misdemeanor that is a crime of moral turpitude and is (ii) 19 directly related to the fitness and qualification of the applicant or licensee; [or] 20has not paid a tax due before October 1 of the year after the tax (7)21became due; OR 22(8) SELLS OR DISTRIBUTES CIGARS OR **CIGARETTES** IN 23VIOLATION OF SECTION § 10-106.1 OF THE CRIMINAL LAW ARTICLE.  $\mathbf{24}$ SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of this Act, cigarettes or cigars for which the tobacco tax has been paid 25on or before June 30, 2008, may continue to be sold until December 31, 2008. 26 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 27July 1, 2008. 28