Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 14-0342.01 Jennifer Berman x3286

SENATE BILL 14-018

SENATE SPONSORSHIP

Nicholson and Jones,

HOUSE SPONSORSHIP

Hamner and Young,

Senate CommitteesHealth & Human Services

House Committees

A BILL FOR AN ACT

101 CONCERNING THE PROHIBITION AGAINST FURNISHING NICOTINE
102 PRODUCTS TO PERSONS UNDER EIGHTEEN YEARS OF AGE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Under current law, it is illegal to furnish tobacco products to persons under 18 years of age. **Section 1** of the bill expands the prohibition to include all nicotine products. **Sections 2 to 8** of the bill make conforming amendments concerning the liquor enforcement division's enforcement of the law.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, **amend** 18-13-121 as 3 follows: 4 18-13-121. Furnishing tobacco or nicotine products to minors. 5 (1) (a) A person shall not give, sell, distribute, DISPENSE, or offer for sale 6 A TOBACCO OR NICOTINE PRODUCT to any person who is under eighteen 7 years of age. any cigarettes or tobacco products. 8 Before GIVING, selling, DISTRIBUTING, DISPENSING, OR 9 OFFERING TO SELL to any AN individual any cigarette or tobacco OR 10 NICOTINE product, a person shall request from the individual and examine 11 a government-issued photographic identification that establishes that the 12 individual is eighteen years of age or older; except that, in face-to-face 13 transactions, this requirement shall be IS waived if the individual appears 14 older than thirty years of age. 15 (c) A person who violates paragraph (a) or (b) of this subsection 16 (1) commits a class 2 petty offense and, upon conviction thereof, shall be 17 punished by a fine of two hundred dollars. 18 (d) It shall be is an affirmative defense to a prosecution under 19 paragraph (a) of this subsection (1) that the person furnishing the cigarette 20 or tobacco OR NICOTINE product was presented with and reasonably relied 21 upon a document that identified the individual receiving the cigarette or 22 tobacco OR NICOTINE product as being eighteen years of age or older. 23 (2) (a) Any A person who is under eighteen years of age and who 24 purchases or attempts to purchase any cigarettes or tobacco OR NICOTINE 25 <u>products</u> commits a class 2 petty offense and, upon conviction thereof, 26 shall be punished by a fine of one hundred dollars; except that, following

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a conviction or adjudication for a first offense under this subsection (2), the court in lieu of the fine may sentence the person to participate in a tobacco education program. The court may allow a person convicted under this subsection (2) to perform community service and be granted credit against the fine and court costs at the rate of five dollars for each hour of work performed for up to fifty percent of the fine and court costs.

- (b) It shall Is not be an offense under paragraph (a) of this subsection (2) if the person under eighteen years of age was acting at the direction of an employee of a governmental agency authorized to enforce or ensure compliance with laws relating to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to minors.
- (3) Nothing in this section shall be construed to prohibit any PROHIBITS A statutory or home-rule municipality from enacting an ordinance that prohibits a person under eighteen years of age from purchasing any cigarettes or tobacco OR NICOTINE products or imposes requirements more stringent than provided in this section.
- 17 (4) (Deleted by amendment, L. 98, p. 1185, § 2, effective July 1, 18 1998.)
 - (5) (a) As used in this section, <u>"tobacco OR NICOTINE"</u> product" means:
 - (I) Any A product that contains nicotine <u>or tobacco or is derived</u> <u>from tobacco</u> and is intended to be ingested or inhaled by or applied to the skin of an individual; or
 - (II) Any electronic device that can be used to deliver nicotine to the person inhaling from the device, including but not limited to an electronic cigarette, cigar, cigarillo, or pipe.
 - (b) Notwithstanding any provision of paragraph (a) of this

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1	subsection (5) to the contrary, "tobacco OR NICOTINE product" does not
2	mean any A product that the food and drug administration of the United
3	States department of health and human services has approved as a
4	tobacco use cessation product.
5	SECTION 2. In Colorado Revised Statutes, amend 24-35-501 as
6	follows:
7	24-35-501. Legislative declaration. (1) The general assembly
8	finds that:
9	(a) The use of <u>tobacco OR</u> NICOTINE PRODUCTS creates dangerous
10	risks to the health of the people of the state of Colorado;
11	(b) Studies have shown that most people who use tobacco OR
12	NICOTINE PRODUCTS started using it when they were minors THEM BEFORE
13	THE AGE OF EIGHTEEN; and
14	(c) The costs of health care for persons suffering from diseases
15	caused by the use of <u>tobacco OR</u> NICOTINE PRODUCTS are borne by all of
16	the people of the state of Colorado.
17	(2) The general assembly also recognizes that:
18	(a) Federal regulations now require states, through designated
19	state agencies, to develop programs to reduce the use of tobacco OR
20	NICOTINE PRODUCTS by minors as demonstrated by random inspection of
21	businesses that sell tobacco OR NICOTINE PRODUCTS at retail.
22	(b) As of January 1, 1998, there is no state agency specifically
23	assigned the responsibility of enforcing the statutes of the state of
24	Colorado prohibiting the sale of tobacco to minors or coordinating the
25	inspection of businesses that sell tobacco;
26	(c) The liquor enforcement division of the department of revenue
27	has experience in enforcing laws relating to the sale of liquor to minors;

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1	and
2	(d) The liquor enforcement division would be the most
3	cost-effective state agency to enforce state laws relating to the sale of
4	tobacco to minors.
5	SECTION 3. In Colorado Revised Statutes, 24-35-502, amend
6	(5) and (6) as follows:
7	24-35-502. Definitions. As used in this part 5, unless the context
8	otherwise requires:
9	_
10	(5) "Retailer" means a business of any kind at a specific location
11	that sells cigarettes or tobacco OR NICOTINE products to a user or
12	consumer.
13	(6) "Tobacco OR NICOTINE product" has the same meaning as
14	provided in section 18-13-121, C.R.S.
15	SECTION 4. In Colorado Revised Statutes, 24-35-503, amend
16	(1), (2) introductory portion, and (3) as follows:
17	24-35-503. Sale of tobacco or nicotine products to minors or
18	in vending machines prohibited - warning sign - small quantity sales
19	prohibited. (1) No retailer shall sell or permit the sale of cigarettes or
20	tobacco OR NICOTINE products to a minor; except that it shall is not be a
21	violation if the retailer establishes that the person selling the cigarette or
22	tobacco OR NICOTINE product was presented with and reasonably relied
23	upon a photographic identification that identified the person purchasing
24	the cigarette or tobacco OR NICOTINE product as being eighteen years of
25	age or older.
26	(2) No retailer shall sell or offer to sell any cigarettes or tobacco
27	OR NICOTINE products by use of a vending machine or other coin-operated

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1	machine; except that cigarettes may be sold at retail through vending
2	machines only in:
3	(3) Any person who sells or offers to sell any cigarettes or tobacco
4	OR NICOTINE products shall display a warning sign as specified in this
5	subsection (3). The warning sign shall MUST be displayed in a prominent
6	place in the building and on any vending or coin-operated machine at all
7	times, shall MUST have a minimum height of three inches and a width of
8	six inches, and shall MUST read as follows:
9	WARNING
10	IT IS ILLEGAL FOR ANY PERSON UNDER
11	EIGHTEEN YEARS OF AGE TO PURCHASE
12	CIGARETTES AND TOBACCO OR NICOTINE
13	PRODUCTS, AND, UPON CONVICTION, A \$100.00
14	FINE MAY BE IMPOSED.
15	SECTION 5. In Colorado Revised Statutes, amend 24-35-504 as
16	follows:
17	24-35-504. Enforcement authority - designation of agency -
18	coordination - sharing of information. (1) The division shall have HAS
19	the power to enforce all state statutes relating to the prohibition of the sale
20	of cigarettes and tobacco OR NICOTINE products to minors. The division
21	is designated as the lead state agency for the enforcement of state statutes
22	in compliance with federal laws relating to the prohibition of the sale of
23	cigarettes and tobacco OR NICOTINE products to minors.
24	(2) The division shall coordinate the enforcement of state laws
25	relating to the prohibition of the sale of cigarettes and tobacco OR
26	NICOTINE products to minors by multiple state agencies to avoid
27	duplicative inspections of the same retailer by multiple state agencies.

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(3) (a) The division shall work with the department of human services and the department of public health and environment to ensure compliance with federal regulations for continued receipt of all federal funds contingent upon compliance with laws related to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to minors.

- (b) The division shall perform at least the minimum number of random inspections of businesses that sell <u>cigarettes and tobacco OR</u>

 NICOTINE products at retail as required by federal regulations.
- (c) In order to pay for the inspections required by paragraph (b) of this subsection (3), the division shall apply for a grant from the tobacco education, prevention, and cessation program established in part 8 of article 3.5 of title 25, C.R.S.
- (4) In order to enforce laws relating to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to persons under eighteen years of age MINORS, the department of revenue is authorized to MAY share information on the identification and address of retailers that sell cigarettes and tobacco OR NICOTINE products with any state agency responsible for the enforcement of laws relating to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to minors.
- **SECTION 6.** In Colorado Revised Statutes, 24-35-505, **amend** (1) and (7) as follows:
- **24-35-505. Hearings.** (1) Subject to the limitations contained in section 24-35-506, the division, on its own motion or on a complaint from another governmental agency responsible for the enforcement of laws relating to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to minors, shall have HAS the power to penalize retailers for violations of section 24-35-503.

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1	(7) Any fines collected for violations of section 24-35-503 shall
2	be forwarded to the state treasurer, who shall credit the same THEM to the
3	tobacco AND NICOTINE PRODUCT use BY MINORS prevention fund created
4	<u>in section</u> 24-35-507.
5	SECTION 7. In Colorado Revised Statutes, 24-35-506, amend
6	(2) as follows:
7	24-35-506. Limitation on fines. (2) Notwithstanding the
8	provisions of subsection (1) of this section, no fine for a violation of
9	section 24-35-503 (1) shall be imposed upon a retailer that can establish
10	an affirmative defense to the satisfaction of the division or the hearing
11	officer that, prior to the date of the violation, it:
12	(a) Had adopted and enforced a written policy against selling
13	cigarettes or tobacco OR NICOTINE products to persons under the age of
14	eighteen years OF AGE;
15	(b) Had informed its employees of the applicable laws regarding
16	the sale of $\frac{1}{2}$ cigarettes and $\frac{1}{2}$ Discourse products to persons under
17	the age of eighteen years OF AGE;
18	(c) Required employees to verify the age of cigarette or tobacco
19	$\underline{\mathtt{OR}}$ NICOTINE product customers by way of photographic identification;
20	and
21	(d) Had established and imposed disciplinary sanctions for
22	noncompliance.
23	SECTION 8. In Colorado Revised Statutes, amend 24-35-507 as
24	follows:
25	24-35-507. Tobacco and nicotine product use by minors
26	prevention fund - grants. (1) There is hereby created in the state
27	treasury the tobacco AND NICOTINE PRODUCT use BY MINORS prevention

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fund, referred to in this section as the "fund". Moneys in the fund shall be ARE subject to annual appropriation by the general assembly. Any interest derived from the deposit and investment of moneys in the fund shall be credited to REMAINS IN the fund. Any unexpended or unencumbered moneys remaining in the fund at the end of any fiscal year shall remain in the fund and shall DO not revert or be transferred TRANSFER to the general fund or any other fund of the state.

(2) Subject to annual appropriations by the general assembly, the

(2) Subject to annual appropriations by the general assembly, the department of human services may make grants from the fund to programs designed to develop training materials for retailers related to the prohibition of the sale of cigarettes and tobacco OR NICOTINE products to minors or to programs designed to prevent the use of cigarettes and tobacco OR NICOTINE products by minors.

SECTION 9. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

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