IN THE SENATE

SENATE BILL NO. 1362

BY HEALTH AND WELFARE COMMITTEE

AN ACT

RELATING TO PREVENTION OF MINORS' ACCESS TO TOBACCO AND PERMITTING OF

TOBACCO PRODUCT RETAILERS; AMENDING SECTION 39-5704, IDAHO CODE, TO

PROVIDE FOR RULES, TO PROVIDE FOR A FEE AND TO PROVIDE FOR THE REMITTANCE

OF RECEIPTS; AND AMENDING SECTION 39-5716, IDAHO CODE, TO PROVIDE A

Be It Enacted by the Legislature of the State of Idaho:

CORRECT CODE REFERENCE.

SECTION 1. That Section 39-5704, Idaho Code, be, and the same is hereby amended to read as follows:

- 39-5704. PERMITTING OF TOBACCO PRODUCT RETAILERS. (1) It shall be unlawful to sell or distribute or offer tobacco products for sale or distribution at retail or to possess tobacco products with the intention of selling at retail without having first obtained a tobacco permit from the department which shall be the only retail tobacco permit or license required. Provided however, this section shall not be deemed to require a wholesaler or manufacturer's representative or their employees who, in the course of their employment, stock shelves and replenish tobacco products at a permittee's place of business to obtain a permit.
- (2) The department shall administer the permitting of tobacco product retailers and shall be authorized to ensure compliance with this chapter. The department may promulgate rules in compliance with chapter 52, title 67, Idaho Code, regarding permitting of tobacco product retailers, inspections, and compliance checks, effective training and employment practices under this chapter.
- (3) Permits shall be issued annually for no charge for each business location to ensure compliance with the requirements of this chapter. A copy of this chapter, rules adopted by the department, appropriate signage required by this chapter and any materials deemed necessary shall be provided with each permit issued.
- (4) A separate permit must be obtained for each place of business and is nontransferable to another person, business or location.
- (5) The department is hereby directed to promulgate rules establishing annual permit fees. The department shall establish fees at a sufficient rate such that the costs associated with implementing and enforcing the permitting and inspection programs provided for in this section and section 39-5710, Idaho Code, are recovered on an annual basis. Receipts from such fees shall be remitted, by either the department or the state treasurer, to the prevention of minors' access to tobacco fund established in section 39-5711, Idaho Code.
 - $(\underline{6})$ Permittees may display the permit in a prominent location.
- $(\frac{67}{2})$ A permittee may display a sign in each location within a place of business where tobacco products are sold or distributed. A sign may be

clearly visible to the customer and the seller and shall state: "STATE LAW PROHIBITS THE SALE OF TOBACCO PRODUCTS TO PERSONS UNDER THE AGE OF EIGHTEEN (18) YEARS. PROOF OF AGE REQUIRED. ANYONE WHO SELLS OR DISTRIBUTES TOBACCO TO A MINOR IS SUBJECT TO STRICT FINES AND PENALTIES. MINORS ARE SUBJECT TO FINES AND PENALTIES."

- (78) Permittees are responsible to educate employees as to the requirements of this chapter.
- $(\frac{89}{})$ It shall be unlawful for the permittee to allow employees who are minors to sell or distribute tobacco. Exception: Employees who are minors may possess but not sell or distribute tobacco products in the course of employment, for such duties as stocking shelves or carrying purchases to customers' vehicles.
- SECTION 2. That Section 39-5716, Idaho Code, be, and the same is hereby amended to read as follows:
- 39-5716. DISCLOSURE AND NOTICE REQUIREMENTS. For all delivery sales a permittee shall post on any advertisement or website:
- (1) The cautionary language for signs under section $39-5704(\frac{67}{2})$, Idaho Code;
- (2) A prominent and clearly legible statement that consists of one (1) of the warnings set forth in section 4(a)(1) of the federal cigarette labeling and advertising act (15 U.S.C. section 1333(a)(1)) rotated on a quarterly basis;
- (3) A prominent and clearly legible statement that sales of cigarettes are taxable under chapter 25, title 63, Idaho Code, and an explanation of how such tax has been, or is to be paid, with respect to such delivery sale.