MISSISSIPPI LEGISLATURE

By: Representative Yancey

**REGULAR SESSION 2024** 

To: Public Health and Human Services; Ways and Means

HOUSE BILL NO. 1415

1 AN ACT TO CREATE THE "MISSISSIPPI TOBACCO HARM REDUCTION ACT 2 OF 2024"; TO PROVIDE CERTAIN LEGISLATIVE FINDINGS; TO DEFINE 3 CERTAIN TERMS; TO PROVIDE THAT FLAVORED VAPOR PRODUCTS SHALL ONLY BE SOLD IN AGE RESTRICTED VAPOR AND/OR TOBACCO BUSINESSES; TO 4 5 PROVIDE THAT THE DEPARTMENT OF REVENUE IS RESPONSIBLE FOR THE 6 LICENSING AND OVERSIGHT OF AGE RESTRICTED TOBACCO AND/OR VAPOR BUSINESSES, AND MUST BEGIN ISSUING FLAVORED VAPOR LICENSES TO SUCH 7 BUSINESSES NO LATER THAN JULY 1, 2024; TO PROVIDE THAT A BUSINESS 8 9 THAT IS NOT AGE RESTRICTED AND DOES NOT DERIVE MORE THAN SEVENTY PERCENT OF ITS BUSINESS REVENUE FROM THE SALE OF PRODUCTS 10 CONTAINING TOBACCO, VAPOR, OR CBD, IS PROHIBITED FROM SELLING 11 12 FLAVORED VAPOR PRODUCTS; TO REQUIRE BUSINESSES THAT SELL TOBACCO 13 AND/OR VAPOR PRODUCTS TO POST A CLEARLY VISIBLE AND CONSPICUOUS NOTICE OF CERTAIN AGE RESTRICTIONS AT THE ENTRANCE OF THE LOCATION 14 15 WHERE SUCH PRODUCTS ARE AVAILABLE FOR PURCHASE; TO AUTHORIZE THE 16 STATE DEPARTMENT OF HEALTH TO CONDUCT RANDOM, UNANNOUNCED 17 INSPECTIONS; TO PROVIDE PENALTIES FOR CERTAIN VIOLATIONS OF THIS 18 ACT; TO PROVIDE FOR EXCEPTIONS AND DEFENSES FOR CERTAIN VIOLATIONS 19 OF THIS ACT; TO PROVIDE THAT AN AGE RESTRICTED BUSINESS THAT SELLS 20 PRODUCTS THAT CONTAIN FENTANYL AND/OR TIANEPTINE SHALL 21 AUTOMATICALLY HAVE ITS FLAVORED VAPING LICENSE REVOKED, AND SHALL 22 BE PERMANENTLY BANNED FROM RENEWING SUCH LICENSE; TO PROHIBIT 23 PERSONS UNDER THE AGE OF TWENTY-ONE YEARS FROM ENTERING THE 24 PREMISES OF A RETAILER THAT SELLS, STORES, OR MAINTAINS KRATOM 25 PRODUCTS; TO PROHIBIT PERSONS UNDER THE AGE OF TWENTY-ONE YEARS 26 FROM PURCHASING, RECEIVING, OR HAVING IN HIS OR HER POSSESSION ANY KRATOM PRODUCT; TO PROHIBIT RETAILERS FROM SELLING ANY KRATOM 27 28 PRODUCT TO ANY PERSON UNDER THE AGE OF TWENTY-ONE YEARS; TO REQUIRE RETAILERS THAT SELL, STORE, OR MAINTAIN KRATOM PRODUCTS TO 29 POST A SIGN IN A CONSPICUOUS PLACE AT OR NEAR EACH ENTRANCE 30 31 STATING THAT ONLY PERSONS TWENTY-ONE YEARS OF AGE OR OLDER ARE 32 PERMITTED TO ENTER THE PREMISES; TO DEFINE CERTAIN TERMS RELATING 33 TO SECTIONS 13 THROUGH 15 OF THIS ACT; TO PROVIDE PENALTIES FOR A

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34 VIOLATION OF SECTIONS 13 THROUGH 15 OF THIS ACT; AND FOR RELATED 35 PURPOSES.

36 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 37 <u>SECTION 1.</u> This act shall be known and may be cited as the 38 "Mississippi Tobacco Harm Reduction Act of 2024."

39 <u>SECTION 2.</u> The Legislature makes the following findings:
40 (a) The State of Mississippi recognizes that the use of
41 combustible tobacco products has devastating health and economic
42 consequences costing the state over \$3 billion in lost

43 productivity and healthcare costs;

(b) Combustible tobacco use is the foremost preventable cause of premature death in America. It is responsible for four hundred eighty thousand (480,000) deaths, which is one thousand three hundred (1,300) Americans daily, in the United States annually as reported by the Centers for Disease Control (CDC) and Prevention. This leads to more than \$600 billion in health care and lost worker productivity costs each year;

(c) ENDS (Electronic Nicotine Delivery Systems)
products do not combust any tobacco and have scientifically been
proven to be less than five percent (5%) harmful to human beings
based upon eight thousand seven hundred (8,700) plus publicly
available scientific studies as opposed to one hundred percent
(100%) harmful effects of combustible tobacco, such as cigarettes,
hookah, cigars, cigarillos and pipe tobacco;

58 (d) The CDC reported an estimated 2.5 million youth 59 aged seventeen (17) and younger use e-cigarettes where most use

H. B. No. 1415 **~ OFFICIAL ~** 24/HR31/R1780 PAGE 2 (MCL\JAB) 60 flavored products and disposable type e-cigarettes are the product 61 of choice;

(e) The U.S. Food and Drug Administration reports that
Mississippi convenience stores (C-Stores) are responsible for
seventy-seven percent (77%) of youth violation sales, twenty
percent (20%) for hybrid tobacco stores for youth violation sales,
and three percent (3%) for dedicated vapor stores for the year of
2022;

(f) Senate Bill 2596, 2020 Regular Session, raised the age of tobacco purchases to twenty-one (21) years or older and requiring businesses to require identification for any customer who appears under the age of twenty-seven (27), which led to reduced youth use (which is consistent with raising the age of alcohol);

74 <u>SECTION 3.</u> As used in Sections 1 through 12 of this act, the 75 following terms have the meanings as defined in this section, 76 unless the context clearly indicates otherwise:

(a) "Age restricted tobacco and/or vapor business"
means a business that requires persons to be twenty-one (21) years
of age or older to enter the premises of such business;

80 (b) "Person" means any individual, company, limited 81 liability company, corporation, partnership, association, joint 82 venture, estate, trust or any other group, or combination acting 83 as a unit, and the plural as well as the singular, unless the

H. B. No. 1415 **~ OFFICIAL ~** 24/HR31/R1780 PAGE 3 (MCL\JAB) 84 intention to give a more limited meaning is disclosed by the 85 context;

(c) "Wholesaler" means dealers whose principal business
is that of a wholesale dealer, and that is known to the trade as
such, that sells any tobacco products or vapor products to
licensed retail dealers only for the purpose of resale;

90 (d) "Retailer" means every dealer, other than a
91 wholesaler as defined above, whose principal business is that of
92 selling merchandise at retail, who sells, or offer for sale,
93 tobacco products or vapor products;

"Consumer" means a person who comes into possession 94 (e) of tobacco or vapor products for the purpose of consuming it; 95 96 "Electronic smoking device" has the same definition (f) 97 as the term "electronic cigarette" as provided in Section 97-32-51. The term "electronic smoking device" also includes the 98 term "alternative nicotine product" as provided in Section 99 97-32-51, as applicable; 100

101 (g) "Flavored vapor product" means any vapor product 102 that contains nicotine, and that is not composed of only tobacco 103 or menthol;

(h) "Vapor product" means an electronic product or device that produces a vapor that delivers substances to the person inhaling from the device to simulate smoking;

107 (i) "Tobacco" means any cigarettes, cigars, cheroots,108 stogies, smoking tobacco (including granulated, plug cut, crimp

H. B. No. 1415 24/HR31/R1780 PAGE 4 (MCL\JAB) 109 cut, ready rubbed, and other kinds and forms of tobacco, or 110 substitutes therefor, prepared in such manner as to be suitable 111 for smoking in a pipe or cigarette) and including plug and twist 112 chewing tobacco and snuff, when such "tobacco" is manufactured and 113 prepared for sale or personal consumption;

114

(j) "CBD" means cannabidiol.

115 <u>SECTION 4.</u> Flavored vapor products shall only be sold in age 116 restricted vapor and/or tobacco businesses.

117 <u>SECTION 5.</u> (1) The Department of Revenue shall be 118 responsible for the licensing and oversight of age restricted 119 tobacco and/or vapor businesses, and shall begin issuing flavored 120 vapor licenses to such businesses upon the effective date of this 121 act.

122 Any business that intends to derive its primary source of 123 revenue from flavored vapor products must submit an application 124 for a flavored vapor license in a manner and form as prescribed by 125 the department. The business shall be subject to an annual 126 license fee of Two Hundred Fifty Dollars (\$250.00) per location. 127 The flavored vapor license must be renewed on an annual basis, and 128 the business shall renew its license no more than thirty (30) days 129 after the date of expiration of such license.

Any business is allowed to sell vapor products that are composed of only tobacco, menthol, or nicotine, and that are not enhanced with any other flavors. Such a business is not required to be issued a flavored vapor license.

H. B. No. 1415 **~ OFFICIAL ~** 24/HR31/R1780 PAGE 5 (MCL\JAB) 134 The department shall issue flavored vapor licenses for age 135 restricted tobacco and/or vapor businesses as provided for in this 136 section within thirty (30) days of receipt of the application.

137 (2) The department is authorized to adopt rules and
138 regulations as necessary in order to best effectuate the purpose
139 and intent of Sections 1 through 12 of this act.

140 **SECTION 6.** Any business that is not age restricted and does 141 not derive more than seventy percent (70%) of its business revenue 142 from the sale of products containing tobacco, vapor, CBD, or any 143 combination thereof, shall not sell flavored vapor products that 144 are not composed of only tobacco or menthol.

145 **SECTION 7.** A business shall not sell, or permit the sale 146 of, tobacco and/or vapor products in this state unless a clearly visible and conspicuous notice is posted at the entrance of the 147 location where tobacco and/or vapor products are available for 148 149 purchase. Such notice must state, "No person under the age of 150 twenty-one (21) may purchase tobacco products," legibly printed in 151 letters not less than one (1) inch in size. Any sale of vapor 152 products requires legal age verification.

153 <u>SECTION 8.</u> The State Department of Health, or its 154 authorized designee, may conduct random, unannounced inspections 155 at locations where tobacco and/or vapor products are sold to test 156 and ensure compliance with Sections 1 through 12 of this act.

157 Each age restricted tobacco and/or vapor business is subject158 to a minimum of two (2) annual unannounced compliance checks

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during normal operating hours. Unannounced follow-up compliance 159 160 checks of all noncompliant retailers are required within thirty 161 (30) days after any violation. The department, or its designee, 162 shall publish the results of all compliance checks annually, and 163 shall make the results available to the public upon request. This 164 section does not preclude any law enforcement in the state from conducting checks in coordination with the department or its 165 166 authorized designee.

167 SECTION 9. (1) A business that is not an age restricted 168 tobacco and/or vapor business, that sells flavored vapor products, 169 shall be required to remove the flavored vapor products within 170 thirty (30) days of the effective date of this act. Failure to 171 remove such products shall result in forfeiture of the business's 172 license issued by the Secretary of State within thirty (30) days 173 of a follow up compliance inspection from the State Department of 174 Health, or its authorized designee.

(2) (a) A business that is issued a business license by the Secretary of State shall not transfer such license to any family member of any owner, operator, employee, agent or representative of such business.

(b) A business that violates paragraph (a) of this subsection (2) will be subject to a fine of Fifty Thousand Dollars (\$50,000.00), forfeit its business license issued by the Secretary of State, and shall be banned from submitting an application for any future licenses issued by the State of Mississippi for vapor

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184 and CBD products. The state may recover costs of any 185 investigations, costs of action, and reasonable attorney fees 186 under this section.

187 A business that sublets its business location to a (3)family member who is in violation of this act shall forfeit its 188 189 business license, and will be subject to a fine of Fifty Thousand 190 Dollars (\$50,000.00). The state is entitled to recover costs of 191 any investigations, costs of action, and reasonable attorney fees. 192 **SECTION 10.** Age restricted tobacco and/or vapor businesses 193 that sell vapor products to persons under the age of twenty-one 194 (21) years shall be subject to a fine of:

(a) Five Hundred Dollars (\$500.00) for a first offense;
(b) One Thousand Dollars (\$1,000.00) for a second
offense; and

198 (c) Two Thousand Dollars (\$2,000.00) for a third and 199 subsequent offense.

Age restricted tobacco and/or vapor businesses that have more than three (3) sales to persons under the age of twenty-one (21) years at the same location within a twelve-month consecutive period shall forfeit its flavored vapor license issued by the Department of Revenue for that location for the remaining period until the date of expiration for such license. After such license expires, the business may reapply for license renewal.

207 Retailers who sell vapor products that are composed of only 208 tobacco or menthol flavor to persons under the age of twenty-one

H. B. No. 1415 24/HR31/R1780 PAGE 8 (MCL\JAB) 209 (21) years, are subject to the enforcement and monetary penalties 210 as provided in this section.

211 Retailers who sell vapor products that are composed of only 212 tobacco or menthol flavor that have more than three (3) violations 213 in a twelve-month consecutive period shall be subject to a fine of 214 Ten Thousand Dollars (\$10,000.00) per occurrence.

215 <u>SECTION 11.</u> (1) The penalties in Sections 1 through 12 of 216 this act do not apply to persons under the age of twenty-one (21) 217 years who purchase or attempt to purchase tobacco products while 218 under the direct supervision of employees of a state agency for 219 training, education, research, or enforcement purposes.

(2) A person under the age of twenty-one (21) years is
 prohibited from handling flavored vapor products in the course of
 lawful employment.

(3) It is an affirmative defense to a violation of Sections
1 through 12 of this act for a person to have reasonably relied on
proof of age as provided by Mississippi law.

226 <u>SECTION 12.</u> An age restricted tobacco and/or vapor business 227 that sells products that contain fentanyl and/or tianeptine shall 228 automatically have its flavored vaping license revoked, and shall 229 be permanently banned from renewing such license.

230 <u>SECTION 13.</u> As used in Sections 13 through 15 of this act, 231 the following terms have the meanings as defined in this section, 232 unless the context clearly indicates otherwise:

H. B. No. 1415 **~ OFFICIAL ~** 24/HR31/R1780 PAGE 9 (MCL\JAB) (a) "Kratom product" means a product containing any
part of the leaf of the plant Mitragyna Speciosa, or an extract of
it processed as a powder, capsule, pill, beverage, or any other
edible or consumable form, or any product containing Mitragynine
or 7-hydroxymitragynine.

(b) "Retailer" means any individual, partnership,
corporation, cooperative association, or other business entity
that sells or advertises kratom products to consumers at retail,
or stores or maintains kratom products.

242 <u>SECTION 14.</u> (1) (a) No person under the age of twenty-one 243 (21) years shall be permitted to enter the premises of a retailer 244 that sells, stores, or maintains kratom products.

(b) No person under the age of twenty-one (21) years shall purchase, receive, or have in his or her possession in any public place, any kratom product.

(2) (a) No retailer, nor any owner, operator, employee,
representative, or agent of such retailer, shall sell, furnish,
dispose of, give, or cause to be sold, furnished, disposed of, or
given, any kratom product to any person under the age of
twenty-one (21) years.

(b) Retailers that sell, store, or maintain kratom products shall post a sign in a conspicuous place at or near each entrance stating that only persons twenty-one (21) years of age or older are permitted to enter the premises.

H. B. No. 1415 **~ OFFICIAL ~** 24/HR31/R1780 PAGE 10 (MCL\JAB) 257 SECTION 15. (1) (a) Any person under the age of twenty-one 258 (21) years who falsely states he or she is twenty-one (21) years 259 of age or older, or presents any document that indicates he or she 260 is twenty-one (21) years of age or older, for the purpose of 261 entering the premises of a retailer that sells, stores, or 262 maintains kratom products shall be quilty of a misdemeanor, and 263 shall be punished by a fine of not less than Two Hundred Dollars 264 (\$200.00), nor more than Five Hundred Dollars (\$500.00), and a 265 sentence to not more than thirty (30) days' community service.

(b) Any person under the age of twenty-one (21) years
who purchases, receives, or has in his or her possession in any
public place, any kratom product, shall be guilty of a misdemeanor
and shall be punished by a fine of not less than Two Hundred
Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00).

Any owner, operator, employee, representative, or 271 (2)(a) 272 agent of a retailer that sells, stores, or maintains kratom 273 products, who violates, or permits the violation of, subsection 274 (1) (a) of this section, upon conviction, shall be punished by a 275 fine of not more than One Thousand Dollars (\$1,000.00), or 276 imprisoned in the county jail not more than six (6) months, or by 277 both such fine and imprisonment.

(b) Any owner, operator, employee, representative, or agent of a retailer that sells, stores, or maintains kratom products, who shall sell, furnish, dispose of, give, or cause to be sold, furnished, disposed of, or given, any kratom product to

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any person under the age of twenty-one (21) years, upon conviction, shall be punished by a fine of not more than One Thousand Dollars (\$1,000.00), or imprisoned in the county jail not more than six (6) months, or by both such fine and imprisonment.
SECTION 16. This act shall take effect and be in force from and after July 1, 2024.