REPORT OF CONFERENCE COMMITTEE

MR. SPEAKER AND MR. PRESIDENT:

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

H. B. No. 1660: Cigarettes and vape products; require Commissioner of Revenue to establish separate directories to regulate sales of.

We, therefore, respectfully submit the following report and recommendation:

- 1. That the Senate recede from its Amendment No. 1.
- 2. That the House and Senate adopt the following amendment:

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- 88 <u>SECTION 1.</u> As used in Sections 1 through 9 of this act, the 89 following words and phrases have the meanings ascribed in this 90 section unless the context clearly requires otherwise:
- 91 (a) "Brand family" means all styles of cigarettes sold
- 92 under the same trademark and differentiated from one another by
- 93 means of additional modifiers or descriptors, including, but not
- 94 limited to, "menthol," "lights," "kings" and "100s," and includes
- 95 any brand name (alone or in conjunction with any other word),
- 96 trademark, logo, symbol, motto, selling message, recognizable
- 97 pattern of colors or any other indicia of product identification
- 98 identical or similar to, or identifiable with, a previously known
- 99 brand of cigarettes.

| 100 | (b) | "Cigarette" means a product that contains nicotine | ٠, |
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| 101 | is intended to | o be burned or heated under ordinary conditions of | |
| 102 | use, and consi | ists of or contains any of the following: | |

- 103 (i) Any roll of tobacco wrapped in paper or in any substance not containing tobacco;
- (ii) Tobacco, in any form, that is functional in
 the product, which, because of its appearance, the type of tobacco
 used in the filler, or its packaging and labeling, is likely to be
 offered to, or purchased by, consumers as a cigarette; or
- (iii) Any roll of tobacco wrapped in any substance containing tobacco which, because of its appearance, the type of tobacco used in the filler, or its packaging and labeling, is likely to be offered to, or purchased by, consumers as a cigarette.
- The term "cigarette" includes roll-your-own tobacco, meaning tobacco which, because of its appearance, type, packaging or labeling, is suitable for use and likely to be offered to, or purchased by, consumers as tobacco for making cigarettes. For purposes of this definition of the term "cigarette," nine one-hundredths (0.09) ounces of roll-your-own tobacco constitute one (1) individual cigarette.
- 121 (c) "Cigarette manufacturer" or "manufacturer" means an 122 entity that does any of the following:
- (i) Manufactures cigarettes anywhere that the
 manufacturer intends to be sold in the United States, including

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- 125 cigarettes intended to be sold in the United States through an
- 126 importer;
- 127 (ii) Is the first purchaser anywhere, for resale
- 128 in the United States, of cigarettes manufactured anywhere that the
- 129 manufacturer does not intend to be sold in the United States; or
- 130 (iii) Becomes a successor of an entity described
- in subparagraph (i) or (ii) of this paragraph.
- 132 (d) "Commissioner" means the Commissioner of Revenue of
- 133 the Department of Revenue.
- 134 (e) "Department" means the Department of Revenue.
- (f) "Directory" means the state cigarette directory
- 136 created and maintained by the Commissioner of Revenue under
- 137 Section 3 of this act.
- 138 (g) "Distributor" means a person, other than a
- 139 retailer, who manufactures or produces cigarettes, or who ships,
- 140 transports or imports cigarettes into this state, or who in any
- 141 manner acquires or possesses cigarettes and makes a first sale of
- 142 the cigarettes in the state.
- 143 (h) "Importer" means a person, firm, corporation,
- 144 association or other business entity who imports cigarettes from
- 145 any state or foreign country for distribution, sale, use or
- 146 consumption in the state.
- 147 (i) "Retailer" means a person, other than a wholesaler,
- 148 whose business is that of selling merchandise at retail and who
- 149 sells, or offers for sale, cigarettes to a consumer in this state.

| 150 | (j) | "Wholesaler" means a person, firm, corporation, |
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| 151 | association or | other business entity who sells cigarettes to |
| 152 | retailers in th | nis state for the purpose of resale. |

- 153 **SECTION 2.** (1) Before September 1 of each year, beginning 154 in 2024, each cigarette manufacturer whose cigarettes are sold in 155 this state, whether directly or through an importer, wholesaler, 156 distributor, retailer or similar intermediary, shall execute and deliver a certification to the Commissioner of Revenue, on a form 157 158 and in a manner prescribed by the commissioner, certifying that 159 the manufacturer is in compliance with Sections 1 through 9 of 160 this act. Each certification must include the following 161 information:
- (a) A list of the manufacturer's brand families that
 are sold in Mississippi, which must be updated by executing and
 delivering to the commissioner a supplemental certification no
 later than thirty (30) days before any addition to or modification
 of the list is to take effect;
- 167 (b) Verification that the manufacturer possesses all
 168 orders required by the United States Food and Drug Administration,
 169 which must be current, for the manufacture and sale of the
 170 cigarettes included in the manufacturer's brand families;
- (c) Verification that the manufacturer is registered to do business in this state or has a resident agent for service of process, as required under Section 6 of this act; and

- 174 (d) All other information and materials specifically
 175 requested by the commissioner in the course of enforcing this
 176 section.
- 177 (2) A cigarette manufacturer that is not listed in the
 178 directory maintained by the commissioner pursuant to Section 3 of
 179 this act must submit an initial certification subject to the same
 180 requirements and review process required under this section for
 181 annual certifications.
- (3) If the certification required under subsection (1) of this section is rejected due to incompleteness or incorrectness, the cigarette manufacturer may not submit supplemental documentation to try to cure the rejection but must execute and deliver an entirely new certification to the commissioner.
- 187 (4) Each annual certification form must be accompanied by a
 188 fee in such amount as may be prescribed by the Commissioner of
 189 Revenue.
- 190 A manufacturer required to submit a certification form under this section must notify the commissioner of any material 191 192 change to the certification form within thirty (30) days of the 193 change. A material change includes, but is not limited to, any 194 order or action by the Food and Drug Administration or any court 195 which affects the ability of the manufacturer's cigarettes to be 196 distributed for commercial distribution or sale in the United 197 States.

| 198 | (6) | A m | anufacturer | that | fals | ely | repre | esent | s any | informa | ation |
|-----|------------|------|--------------|----------|-------|------|-------|-------|-------|---------|-------|
| 199 | required k | by a | certificat | ion f | orm i | s gu | uilty | of a | misde | emeanor | for |
| 200 | each false | o re | nresentation | 1 | | | | | | | |

- 201 SECTION 3. (1) Beginning on October 1, 2024, the 202 commissioner shall maintain and make publicly available on the 203 department's website a state cigarette directory listing all 204 cigarette manufacturers that have provided current and accurate 205 certification forms conforming to the requirements of Section 2 of 206 this act and all brand families that are listed in each 207 manufacturer's certification. The commissioner shall update the 208 directory at least monthly to ensure accuracy. The commissioner 209 shall establish a process to provide retailers, distributors, 210 wholesalers and importers notice of the initial publication of the 211 directory and subsequently, of changes made to the directory in 212 the prior month.
- 213 (2) Neither a manufacturer nor its brand family may be 214 included or retained in the directory if the commissioner 215 determines that:
- 216 (a) The manufacturer failed to provide a complete and 217 accurate certification as required by subsection (1) of this 218 section;
- 219 (b) The manufacturer submitted a certification that 220 does not comply with the requirements of Section 2 of this act;
- (c) The manufacturer failed to include with its

 certification the payment required by Section 2(4) of this act;

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| 223 | | (d) | The manufacturer sold cigarettes in Mississippi |
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| 224 | required | to be | certified under Sections 1 through 9 of this act |
| 225 | during a | period | when either the manufacturer or the cigarettes |

226 were not certified and listed on the directory; or

- (e) The information provided by the manufacturer in its certification is determined by the commissioner to contain false information or material misrepresentations or omissions.
- 230 (3) The commissioner shall provide a manufacturer notice and 231 an opportunity to cure deficiencies before removing a manufacturer 232 or its brand family of cigarettes from the directory.
 - (4) The commissioner may not remove a manufacturer or its brand family from the directory before the manufacturer has received notice of the intended removal from the commissioner setting forth the reasons for the action. Notice is sufficient and deemed to be immediately received by a manufacturer if the notice is sent either electronically or by facsimile to an electronic mail address or facsimile number, as the case may be, provided by the manufacturer in its most recent certification filed under Section 2 of this act.
- 242 (5) Upon receipt of the notice required under subsection (4)
 243 of this section, the manufacturer, no later than fifteen (15)
 244 business days from the date of service of the notice, must cure
 245 the deficiencies or otherwise establish that the manufacturer or
 246 its brand family should be included in the directory.

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- 247 (6) The commissioner shall update the directory as necessary
 248 in order to correct mistakes and to add or remove a manufacturer
 249 or brand family to keep the directory in conformity with the
 250 requirements of Sections 1 through 9 of this act.
- SECTION 4. (1) Except as provided in subsections (2) and
 (3) of this section, beginning October 1, 2024, or on the date
 that the commissioner first makes the directory available for
 public inspection on the department's website, whichever is later,
 cigarettes not included in the directory may not be sold for
 retail sale in Mississippi, either directly or through an
 importer, distributor, wholesaler, retailer or similar
- (2) (a) Each retailer has sixty (60) days from the date
 that the commissioner first makes the directory available for
 inspection on the department's website to either sell cigarettes
 in the retailer's inventory which are not included in the
 directory or remove those cigarettes from inventory.
- 264 (b) Upon the expiration of the initial sixty (60) days
 265 after the first date the directory is available on the
 266 department's website, a retailer has thirty (30) days following
 267 the date of removal of a manufacturer or its brand family from the
 268 directory to either sell the cigarettes in the retailer's
 269 inventory on the date of removal from the directory or remove
 270 those cigarettes from inventory.

intermediary.

- 271 (3) (a) Each importer, distributor or wholesaler has sixty
- 272 (60) days from the date that the commissioner first makes the
- 273 directory available for inspection on the department's website to
- 274 remove those cigarettes intended for sale in the state from its
- 275 inventory.
- 276 (b) Upon the expiration of the initial sixty (60) days
- 277 after the first date the directory is available on the
- 278 department's website, an importer, distributor or wholesaler has
- 279 thirty (30) days following the date of removal of a manufacturer
- 280 or its brand family from the directory to remove those cigarettes
- 281 intended for sale in the state from its inventory.
- 282 (4) Cigarettes that must be sold or removed from inventory
- 283 under subsections (2) and (3) of this section because those
- 284 cigarettes are not included in, or are removed from, the directory
- 285 may not be purchased or sold for retail sale in Mississippi,
- 286 either directly or through an importer, distributor, wholesaler,
- 287 retailer or similar intermediary, and are subject to seizure,
- 288 forfeiture and destruction. The cost of the seizure, forfeiture
- 289 and destruction must be borne by the person from whom the
- 290 cigarettes are confiscated. The commissioner may store and
- 291 dispose of the seized cigarettes as appropriate in accordance with
- 292 applicable federal, state and local laws pertaining to storage and
- 293 disposal of such products.

- 294 (5) Cigarettes in the possession of a consumer who has made 295 a bona fide purchase of the cigarettes subject to being seized 296 under this section may not be seized.
- 297 <u>SECTION 5.</u> (1) In addition to the seizure and destruction 298 of cigarettes being made available for sale in violation of 299 Section 4 of this act, the following penalties apply:
- 300 A retailer, distributor, wholesaler or importer who 301 sells or offers for sale cigarettes in Mississippi which are not 302 included in the directory is subject to a civil penalty in an amount not more than Five Hundred Dollars (\$500.00) per day for 303 each style of cigarette in a brand family which is offered for 304 305 sale in violation of Sections 1 through 9 of this act until the 306 offending product is removed from the market or properly listed on 307 the directory;
- 308 For a second violation, whether involving the same 309 or a different style of cigarettes in a brand family, by the same 310 retailer, distributor, wholesaler or importer occurring within a period of twelve (12) months, the civil penalty must be an amount 311 312 not less than Seven Hundred Fifty Dollars (\$750.00) nor more than 313 One Thousand Dollars (\$1,000.00) per day for each style of 314 cigarette in a brand family which is offered for sale in violation 315 of Sections 1 through 9 of this act until the offending product is 316 removed from the market or properly listed on the directory; and
- 317 (c) For a third violation, whether involving the same
 318 or a different style of cigarettes in a brand family, by the same
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- 319 retailer, distributor, wholesaler or importer occurring within a
- 320 period of twelve (12) months after the initial violation, the
- 321 civil penalty must be an amount not less than One Thousand Dollars
- 322 (\$1,000.00) nor more than One Thousand Five Hundred Dollars
- 323 (\$1,500.00) per day for each style of cigarette in a brand family
- 324 which is offered for sale in violation of Sections 1 through 9 of
- 325 this act until the offending product is removed from the market or
- 326 properly listed on the directory.
- 327 (2) A manufacturer whose cigarettes are not listed in the
- 328 directory and who causes the products that are not listed to be
- 329 sold for retail sale in Mississippi, whether directly or through
- 330 an importer, distributor, wholesaler, retailer or similar
- 331 intermediary, is subject to a civil penalty of Ten Thousand
- 332 Dollars (\$10,000.00) per day for each style of cigarette in a
- 333 brand family which is offered for sale in violation of Sections 1
- 334 through 9 of this act until the offending product is removed from
- 335 the market or properly listed on the directory.
- 336 (3) In an action to enforce Sections 1 through 9 of this
- 337 act, the state is entitled to recover costs, including the costs
- 338 of investigation, expert witness fees and reasonable attorney
- 339 fees.
- 340 **SECTION 6.** (1) As a condition precedent to having its name
- 341 or its cigarettes listed and retained in the directory maintained
- 342 by the commissioner pursuant to Section 3 of this act, a
- 343 manufacturer not registered to do business in the state must

- appoint and continually engage, without interruption, a registered agent in Mississippi for service of process on whom all process and any action or proceeding arising out of the enforcement of Sections 1 through 9 of this act may be served. The manufacturer shall provide to the commissioner the name, address and telephone number of its agent for service of process and any other information relating to its agent which may be requested by the commissioner.
 - cigarettes listed and retained in the directory maintained by the commissioner pursuant to Section 3 of this act, a manufacturer located outside of the United States shall cause each of its importers of any of its cigarettes to be sold in Mississippi to appoint and continually engage, without interruption, the services of an agent in the state in accordance with this section. All obligations of a manufacturer imposed by this section with respect to appointment of its agent also apply to importers with respect to appointment of their agents.
 - (3) A manufacturer shall provide written notice to the commissioner no later than thirty (30) calendar days before the termination of the authority of an agent appointed pursuant to subsection (1) or (2) of this section. No less than five (5) calendar days before the termination of an existing agent appointment, a manufacturer shall provide to the commissioner the name, address and telephone number of its newly appointed agent

- 369 for service of process and any other information relating to the
- 370 new appointment which may be requested by the commissioner. If an
- 371 agent terminates an agency appointment, the manufacturer must
- 372 notify the commissioner of the termination within five (5)
- 373 calendar days and include proof to the satisfaction of the
- 374 commissioner of the appointment of a new agent.
- 375 **SECTION 7.** Each retailer, distributor and wholesaler that
- 376 sells or distributes cigarettes in this state is subject to no
- 377 less than two (2) unannounced compliance checks annually by the
- 378 department for purposes of enforcing Sections 1 through 9 of this
- 379 act. Unannounced follow-up compliance checks of all noncompliant
- 380 retailers, distributors and wholesalers must be conducted no later
- 381 than thirty (30) days after a violation of Sections 1 through 9 of
- 382 this act. The department shall publish the results of all
- 383 compliance checks at least annually and make the results available
- 384 to the public on request.
- 385 **SECTION 8.** (1) The Commissioner of Revenue, acting through
- 386 the Department of Revenue, may promulgate rules and regulations
- 387 necessary to effectuate the purposes of this act.
- 388 (2) All fees and penalties collected by the commissioner
- 389 pursuant to Sections 1 through 9 of this act must be used for the
- 390 administration and enforcement of Sections 1 through 9 of this
- 391 act.
- 392 **SECTION 9.** Before January 1, 2025, and annually thereafter,
- 393 the commissioner shall provide a report to the Legislature on the

- 394 status of the directory, manufacturers and cigarettes included in
- 395 the directory, revenue and expenditures related to administration
- 396 of Sections 1 through 9 of this act, and enforcement activities
- 397 undertaken pursuant to Sections 1 through 9 of this act.
- 398 **SECTION 10.** For purposes of this section and Section 11 of
- 399 this act, the following words and phrases shall have the meanings
- 400 as defined in this section, unless the context clearly indicates
- 401 otherwise:
- 402 (a) "Commissioner" means the Commissioner of Revenue of
- 403 the Department of Revenue.
- (b) "Department" means the Department of Revenue.
- 405 (c) "ENDS product":
- 406 (i) Means any noncombustible product that employs
- 407 a heating element, power source, electronic circuit, or other
- 408 electronic, chemical, or mechanical means, regardless of shape or
- 409 size, to produce vapor from nicotine in a solution;
- 410 (ii) Includes a consumable nicotine liquid
- 411 solution suitable for use in an ENDS product, whether sold with
- 412 the product or separately; and
- 413 (iii) Does not include any product regulated as a
- 414 drug or device under Chapter V of the Federal Food, Drug, and
- 415 Cosmetic Act (21 USC Section 351 et seq.).
- (d) "FDA" means the United States Food and Drug
- 417 Administration.

| 418 SECTION 11. (1) Before September 1, 2026, and annu | IIIuaı | | ΙУ |
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- 419 thereafter, every manufacturer of an ENDS product that is sold for
- 420 retail sale in Mississippi, whether directly or through an
- 421 importer, wholesaler, distributor, retailer, or similar
- 422 intermediary or intermediaries, shall execute and deliver to the
- 423 Commissioner of Revenue a certification, under penalty of perjury
- 424 on a form and in a manner prescribed by the commissioner, that the
- 425 manufacturer is compliant with this section and that, for each
- 426 ENDS product sold in Mississippi:
- 427 (a) The manufacturer has received a marketing granted
- 428 order for the ENDS product from the FDA pursuant to 21 USC Section
- 429 387j; or
- 430 (b) The manufacturer submitted a premarket tobacco
- 431 product application for the ENDS product to the FDA pursuant to 21
- 432 USC Section 387j.
- 433 (2) The certification form shall separately list each brand
- 434 name, category (e.g., e-liquid, power unit, device, e-liquid
- 435 cartridge, e-liquid pod, disposable), product name, and flavor for
- 436 each ENDS product that is sold in Mississippi.
- 437 (3) Each annual certification form shall be accompanied by:
- 438 (a) Composition information providing the ingredients
- 439 and chemical composition of the product, including the
- 440 concentration or concentration range, as determined by the
- 441 department; and

- 442 (b) A payment of Five Hundred Dollars (\$500.00) for 443 each ENDS product each time a manufacturer submits an annual 444 certification form for that ENDS product.
- (4) The information submitted by the manufacturer pursuant to subsection (3)(a) of this section is considered confidential, commercial or financial information for purposes of the Mississippi Public Records Act of 1983 (Section 25-61-1, et al). The manufacturer may redact certain confidential, commercial or financial information provided under subsection (3)(a) of this
- section. The commissioner shall not disclose such information except as required or authorized by law.
- 453 (5) A manufacturer required to submit a certification form
 454 pursuant to this section shall notify the commissioner within
 455 thirty (30) calendar days of any material change to the
 456 certification form or any other order or action by the FDA or any
 457 court that affects the ability of the ENDS product to be
 458 introduced or delivered into interstate commerce for commercial
 459 distribution in the United States.
- (6) Beginning on October 1, 2026, the commissioner shall
 maintain and make publicly available on the Department of
 Revenue's official website a directory that lists all ENDS product
 manufacturers, brand names, categories (e.g., e-liquid, e-liquid
 cartridge, e-liquid pod, disposable), product names, and flavors
 for which certification forms have been submitted and approved by
 the commissioner and shall update the directory at least monthly

- 467 to ensure accuracy. The commissioner shall establish a process to
- 468 provide licensed retailers, distributors, and wholesalers notice
- 469 of the initial publication of the directory and changes made to
- 470 the directory in the prior month.
- 471 (7) Neither a manufacturer nor its ENDS products shall be
- 472 included or retained in the directory if the commissioner
- 473 determines that any of the following apply:
- 474 (a) The manufacturer failed to provide a complete and
- 475 accurate certification as required by subsection (1) of this
- 476 section;
- 477 (b) The manufacturer submitted a certification that
- 478 does not comply with the requirements of subsections (2) and (3)
- 479 of this section;
- 480 (c) The manufacturer failed to include with its
- 481 certification the payment required by subsection (3)(b) of this
- 482 section;
- 483 (d) The manufacturer sold products in Mississippi
- 484 required to be certified under this section during a period when
- 485 either the manufacturer or the product had not been certified and
- 486 listed on the directory; or
- (e) The information provided by the manufacturer in its
- 488 certification is determined by the commissioner to contain false
- 489 information or contains material misrepresentations or omissions.

- 490 The commissioner shall provide manufacturers notice and 491 an opportunity to cure deficiencies before removing manufacturers 492 or products from the directory.
- 493 The commissioner may not remove the manufacturer or 494 its products from the directory until at least thirty (30) 495 business days after the manufacturer has been given notice of an 496 intended action setting forth the reasons therefor. Notice shall 497 be sufficient and be deemed immediately received by a manufacturer 498 if the notice is sent either electronically or by facsimile to an 499 electronic mail address or facsimile number, as the case may be, 500 provided by the manufacturer in its most recent certification 501 filed under subsections (2) and (3) of this section.
- 502 The ENDS product manufacturer shall have fifteen (b) 503 (15) business days from the date of service of the notice of the 504 commissioner's intended action to cure the deficiencies or 505 otherwise establish that the ENDS product manufacturer or its 506 products should be included in the directory.
- 507 Retailers shall have thirty (30) days following the (C) 508 removal of a manufacturer or its products from the directory to 509 sell such products that were in the retailer's inventory as of the 510 date of removal.
 - (d) After thirty (30) calendar days following removal from the directory, the ENDS product of a manufacturer identified in the notice of removal and intended for sale in Mississippi is subject to seizure, forfeiture, and destruction, and may not be 24/SS26/HB1660CR.3J

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- 515 purchased or sold for retail sale in Mississippi. The cost of 516 such seizure, forfeiture, and destruction shall be borne by the 517 person from whom the products are confiscated, except that no 518 products may be seized from a consumer who has made a bona fide 519 purchase of such product. The commissioner may store and dispose 520 of the seized products as appropriate, in accordance with federal, 521 state and local laws pertaining to storage and disposal of such 522 products.
- 523 (a) Except as provided in paragraphs (b) and (c) of (9) this subsection (9), beginning on October 1, 2026, or on the date 524 525 that the commissioner first makes the directory available for 526 public inspection on the Department of Revenue's official website, whichever is later, ENDS products not included in the directory, 527 528 shall not be sold for retail sale in Mississippi, either directly 529 or through an importer, distributor, wholesaler, retailer, or 530 similar intermediary or intermediaries.
- (b) Each retailer shall have sixty (60) days from the
 date that the commissioner first makes the directory available for
 inspection on its the department's website to sell products that
 were in its inventory and not included in the directory or remove
 those products from inventory.
- (c) Each distributor or wholesaler shall have sixty

 (60) days from the date that the commissioner first makes the

 directory available for inspection on the department's website to

- remove those products intended for sale in the state from its inventory.
- After sixty (60) calendar days following 541 publication of the directory, ENDS products not listed in the 542 543 directory and intended for retail sale in Mississippi are subject 544 to seizure, forfeiture, and destruction, and may not be purchased or sold for retail sale in Mississippi except as provided in 545 546 subsection (8) of this section. The cost of such seizure, 547 forfeiture, and destruction shall be paid by the person from whom 548 the products are confiscated, except that no products may be 549 seized from a consumer who has made a bona fide purchase of such 550 The commissioner may store and dispose of the seized 551 products as appropriate, in accordance with federal, state, and 552 local laws pertaining to storage and disposal of such products.
- 553 (a) A retailer, distributor, wholesaler, or importer 554 who sells or offers for sale an ENDS product for retail sale in 555 Mississippi that is not included in the directory shall be subject 556 to a civil penalty of not more than Five Hundred Dollars (\$500.00) 557 per day for each individual ENDS product offered for sale in 558 violation of this section until the offending product is removed 559 from the market or until the offending product is properly listed 560 on the directory.
- 561 (i) For a second violation of this type within a 562 12-month period, the civil penalty shall be at least Seven Hundred

- Fifty Dollars (\$750.00), but not more than One Thousand Dollars (\$1,000.00), per product per day.
- (ii) For a third violation of this type within a 12-month period after the initial violation, the civil penalty shall be at least One Thousand Dollars (\$1,000.00), but not more than One Thousand Five Hundred Dollars (\$1,500.00), per product
- 570 (b) A manufacturer whose ENDS products are not listed 571 in the directory and who causes the products that are not listed to be sold for retail sale in Mississippi, whether directly or 572 573 through an importer, distributor, wholesaler, retailer, or similar 574 intermediary or intermediaries, is subject to a civil penalty of 575 Ten Thousand Dollars (\$10,000.00) per day for each individual ENDS 576 product offered for sale in violation of this section until the 577 offending product is removed from the market or until the 578 offending product is properly listed on the directory. In 579 addition, any manufacturer that falsely represents any information required by a certification form shall be guilty of a misdemeanor 580 581 for each false representation.
- 582 (c) In an action to enforce this section, the state 583 shall be entitled to recover costs, including the costs of 584 investigation, expert witness fees and reasonable attorney fees.
- 585 (d) A repeated violation of this section shall 586 constitute a deceptive trade practice under Section 75-24-5.

per day.

- 587 (a) A manufacturer not registered to do business in 588 the state shall, as a condition precedent to having its name or its products listed and retained in the directory, appoint and 589 590 continually engage without interruption a registered agent in 591 Mississippi for service of process on whom all process and any 592 action or proceeding arising out of the enforcement of this 593 section may be served. The manufacturer shall provide to the 594 commissioner the name, address, and telephone number of its agent 595 for service of process and shall provide any other information 596 relating to its agent as may be requested by the commissioner.
- 597 A manufacturer located outside of the United States (b) 598 shall, as an additional condition precedent to having its products 599 listed or retained in the directory, cause each of its importers 600 of any of its products to be sold in Mississippi to appoint, and 601 continually engage without interruption, the services of an agent 602 in the state in accordance with the provisions of this section. 603 All obligations of a manufacturer imposed by this section with 604 respect to appointment of its agent shall also apply to the 605 importers with respect to appointment of their agents.
 - (c) A manufacturer shall provide written notice to the commissioner thirty (30) calendar days prior to the termination of the authority of an agent appointed under paragraphs (a) and (b) of this subsection (11). No less than five (5) calendar days prior to the termination of an existing agent appointment, a manufacturer shall provide to the commissioner the name, address

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and telephone number of its newly appointed agent for service of process and shall provide any other information relating to the new appointment as may be requested by the commissioner. In the event an agent terminates an agency appointment, the manufacturer shall notify the commissioner of the termination within five (5) calendar days and shall include proof to the satisfaction of the

commissioner of the appointment of a new agent.

- 619 Each retailer, distributor, and wholesaler that sells 620 or distributes electronic nicotine delivery systems or nicotine 621 liquids in this state may be subject to at least two (2) 622 unannounced compliance checks annually by the department for 623 purposes of enforcing this section. Unannounced follow-up 624 compliance checks of all noncompliant retailers, distributors, and 625 wholesalers shall be conducted within thirty (30) days after any 626 violation of this article. The department shall publish the 627 results of all compliance checks annually and shall make the 628 results available to the public upon request.
- 629 (13) The commissioner may promulgate rules necessary to 630 effect the purposes of this section.
- 631 (14) All fees and penalties collected by the commissioner 632 pursuant to this section shall be used for administration and 633 enforcement of this section.
- (15) Before January 1, 2027, and annually thereafter, the commissioner shall provide a report to the Legislature regarding the status of the directory, manufacturers and products included

- 637 in the directory, revenue and expenditures related to
- 638 administration of this section, and enforcement activities
- 639 undertaken pursuant to this section of this act.
- SECTION 12. Sections 1 through 11 of this act shall stand
- 641 repealed on July 1, 2026.
- 642 **SECTION 13.** This act shall take effect and be in force from
- 643 and after July 1, 2024.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT RELATING TO THE SALE OF CIGARETTES IN MISSISSIPPI; TO 2 DEFINE CERTAIN TERMS; TO REQUIRE EACH CIGARETTE MANUFACTURER WHOSE CIGARETTES ARE SOLD IN MISSISSIPPI TO FILE AN ANNUAL CERTIFICATION 4 WITH THE COMMISSIONER OF REVENUE CONTAINING SPECIFIED INFORMATION 5 ABOUT THE MANUFACTURER AND ITS CIGARETTES; TO REQUIRE THE COMMISSIONER TO MAINTAIN A STATE CIGARETTE DIRECTORY AVAILABLE TO 7 THE PUBLIC ON THE DEPARTMENT OF REVENUE'S WEBSITE; TO PROHIBIT THE SALE OF A MANUFACTURER'S CIGARETTES IF THE MANUFACTURER IS NOT 9 LISTED ON THE DIRECTORY; TO GIVE RETAILERS AND IMPORTERS, 10 DISTRIBUTORS AND WHOLESALERS AN OPPORTUNITY TO DISPOSE OF THEIR CIGARETTE INVENTORY THAT IS NOT AUTHORIZED TO BE SOLD IN THE 11 12 DIRECTORY BEFORE THE INVENTORY IS SEIZED; TO ESTABLISH CIVIL 13 PENALTIES FOR RETAILERS AND OTHER ENTITIES SELLING CIGARETTES THAT 14 ARE NOT INCLUDED IN THE DIRECTORY; TO REQUIRE MANUFACTURERS TO 15 HAVE A REGISTERED AGENT IN THE STATE FOR SERVICE OF PROCESS; TO 16 REQUIRE UNANNOUNCED COMPLIANCE CHECKS BY THE DEPARTMENT OF 17 REVENUE; TO AUTHORIZE THE COMMISSIONER OF REVENUE TO PROMULGATE 18 RULES AND REGULATIONS, AND TO USE FEES AND PENALTIES COLLECTED, 19 FOR THE ADMINISTRATION AND ENFORCEMENT OF THIS ACT; TO REQUIRE 20 ANNUAL REPORTS TO THE LEGISLATURE ON THE STATUS OF THE STATE 21 CIGARETTE DIRECTORY AND ENFORCEMENT ACTIVITIES; TO PROVIDE THAT NO 22 LATER THAN SEPTEMBER 1, 2026, EVERY MANUFACTURER OF AN ENDS 23 PRODUCT THAT IS SOLD FOR RETAIL SALE IN MISSISSIPPI SHALL EXECUTE 24 AND DELIVER TO THE COMMISSIONER OF REVENUE A CERTIFICATION THAT 25 THE MANUFACTURER IS COMPLIANT WITH THIS ACT; TO DEFINE CERTAIN 26 TERMS; TO PROVIDE THAT THE INFORMATION SUBMITTED BY THE 27 MANUFACTURER IS CONSIDERED CONFIDENTIAL, COMMERCIAL, OR FINANCIAL 28 INFORMATION FOR PURPOSES OF THE MISSISSIPPI PUBLIC RECORDS ACT OF 29 1983; TO PROVIDE THAT BEGINNING ON OCTOBER 1, 2026, THE 30 COMMISSIONER SHALL MAINTAIN AND MAKE PUBLICLY AVAILABLE ON THE

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31
    DEPARTMENT OF REVENUE'S OFFICIAL WEBSITE A DIRECTORY THAT LISTS
32
    ALL ENDS PRODUCT MANUFACTURERS, BRAND NAMES, CATEGORIES, PRODUCT
33
    NAMES, AND FLAVORS FOR WHICH CERTIFICATION FORMS HAVE BEEN
34
    SUBMITTED AND APPROVED BY THE COMMISSIONER AND SHALL REOUIRE THE
    UPDATE OF THE DIRECTORY AT LEAST MONTHLY TO ENSURE ACCURACY; TO
35
36
    REQUIRE THE COMMISSIONER TO ESTABLISH A PROCESS TO PROVIDE
37
    LICENSED RETAILERS, DISTRIBUTORS, AND WHOLESALERS NOTICE OF THE
38
    INITIAL PUBLICATION OF THE DIRECTORY AND CHANGES MADE TO THE
39
    DIRECTORY IN THE PRIOR MONTH; TO PROVIDE THAT NEITHER A
40
    MANUFACTURER NOR ITS ENDS PRODUCTS SHALL BE INCLUDED OR RETAINED
41
    IN THE DIRECTORY IF THE COMMISSIONER DETERMINES THAT THE
42
    MANUFACTURER FAILED TO PROVIDE A COMPLETE AND ACCURATE
43
    CERTIFICATION AND PROVIDE PAYMENT; TO PROVIDE THAT AFTER 30
44
    CALENDAR DAYS FOLLOWING REMOVAL FROM THE DIRECTORY, THE ENDS
45
    PRODUCT OF A MANUFACTURER IDENTIFIED IN THE NOTICE OF REMOVAL AND
46
    INTENDED FOR SALE IN MISSISSIPPI ARE SUBJECT TO SEIZURE,
    FORFEITURE, AND DESTRUCTION, AND SHALL NOT BE PURCHASED OR SOLD
47
48
    FOR RETAIL SALE IN MISSISSIPPI; BEGINNING ON OCTOBER 1, 2026, OR
49
    ON THE DATE THAT THE COMMISSIONER FIRST MAKES THE DIRECTORY
50
    AVAILABLE FOR PUBLIC INSPECTION ON THE DEPARTMENT OF REVENUE'S
51
    WEBSITE, WHICHEVER IS LATER, ENDS PRODUCTS NOT INCLUDED IN THE
52
    DIRECTORY, SHALL NOT BE SOLD FOR RETAIL SALE IN MISSISSIPPI,
53
    EITHER DIRECTLY OR THROUGH AN IMPORTER, DISTRIBUTOR, WHOLESALER,
    RETAILER, OR SIMILAR INTERMEDIARY OR INTERMEDIARIES; TO PROVIDE
54
55
    THAT EACH RETAILER SHALL HAVE 60 DAYS FROM THE DATE THAT THE
56
    COMMISSIONER FIRST MAKES THE DIRECTORY AVAILABLE FOR INSPECTION ON
57
    THE DEPARTMENT'S WEBSITE TO SELL PRODUCTS THAT WERE IN ITS
58
    INVENTORY AND NOT INCLUDED IN THE DIRECTORY OR REMOVE THOSE
59
    PRODUCTS FROM INVENTORY; TO PROVIDE THAT AFTER 60 CALENDAR DAYS
60
    FOLLOWING PUBLICATION OF THE DIRECTORY, ENDS PRODUCTS NOT LISTED
61
    IN THE DIRECTORY AND INTENDED FOR RETAIL SALE IN MISSISSIPPI ARE
62
    SUBJECT TO SEIZURE, FORFEITURE, AND DESTRUCTION, AND MAY NOT BE
63
    PURCHASED OR SOLD FOR RETAIL SALE IN MISSISSIPPI EXCEPT AS
64
    OTHERWISE PROVIDED; TO PROVIDE THAT A RETAILER, DISTRIBUTOR,
    WHOLESALER, OR IMPORTER WHO SELLS OR OFFERS FOR SALE AN ENDS
65
    PRODUCT FOR RETAIL SALE IN MISSISSIPPI THAT IS NOT INCLUDED IN THE
66
67
    DIRECTORY SHALL BE SUBJECT TO A CIVIL PENALTY OF NOT MORE THAN
68
    FIVE HUNDRED DOLLARS FOR EACH INDIVIDUAL ENDS PRODUCT OFFERED FOR
69
    SALE IN VIOLATION OF THIS ACT; TO PROVIDE THAT A MANUFACTURER
70
    WHOSE ENDS PRODUCTS ARE NOT LISTED IN THE DIRECTORY AND WHO CAUSES
71
    THE PRODUCTS THAT ARE NOT LISTED TO BE SOLD FOR RETAIL SALE IN
72
    MISSISSIPPI, IS SUBJECT TO A CIVIL PENALTY OF $10,000.00 FOR EACH
7.3
    INDIVIDUAL ENDS PRODUCT OFFERED FOR SALE IN VIOLATION OF THIS ACT;
74
    TO REQUIRE A MANUFACTURER LOCATED OUTSIDE OF THE UNITED STATES TO
75
    CAUSE EACH OF ITS IMPORTERS OF ANY OF ITS PRODUCTS TO BE SOLD IN
76
    MISSISSIPPI TO APPOINT, AND CONTINUALLY ENGAGE WITHOUT
77
    INTERRUPTION, THE SERVICES OF AN AGENT IN THE STATE; TO REQUIRE A
78
    MANUFACTURER TO PROVIDE WRITTEN NOTICE TO THE COMMISSIONER 30
79
    CALENDAR DAYS PRIOR TO THE TERMINATION OF THE AUTHORITY OF AN
80
    AGENT; TO PROVIDE THAT EACH RETAILER, DISTRIBUTOR, AND WHOLESALER
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- 81 THAT SELLS OR DISTRIBUTES ELECTRONIC NICOTINE DELIVERY SYSTEMS OR
- 82 NICOTINE LIQUIDS IN THIS STATE MAY BE SUBJECT TO AT LEAST TWO
- 83 UNANNOUNCED COMPLIANCE CHECKS; TO PROVIDE THAT BEGINNING ON
- 84 JANUARY 31, 2027, AND ANNUALLY THEREAFTER, THE COMMISSIONER SHALL
- PROVIDE A REPORT TO THE LEGISLATURE THAT CONTAINS CERTAIN 85
- INFORMATION RELATED TO THE REGISTRY; AND FOR RELATED PURPOSES. 86

CONFEREES FOR THE HOUSE

CONFEREES FOR THE SENATE

(NOT SIGNED) X (SIGNED)

Lamar Bryan

X (SIGNED) X (SIGNED) Steverson Parker

X (SIGNED) X (SIGNED) Harkins Yancey