Not Germane COMMITTEE AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2441

BY: Committee

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

- 38 <u>SECTION 1.</u> This act shall be known and may be cited as the 39 "Mississippi Tobacco Harm Reduction Act of 2024."
- 40 **SECTION 2.** The Legislature makes the following findings:
- 41 (a) The State of Mississippi recognizes that the use of
- 42 combustible tobacco products has devastating health and economic
- 43 consequences costing the state over \$3 billion in lost
- 44 productivity and healthcare costs;
- 45 (b) Combustible tobacco use is the foremost preventable
- 46 cause of premature death in America. It is responsible for four
- 47 hundred eighty thousand (480,000) deaths, which is one thousand



- 48 three hundred (1,300) Americans daily, in the United States
- 49 annually as reported by the Centers for Disease Control (CDC) and
- 50 Prevention. This leads to more than \$600 billion in health care
- 51 and lost worker productivity costs each year;
- 52 (c) ENDS (Electronic Nicotine Delivery Systems)
- 53 products do not combust any tobacco and have scientifically been
- 54 proven to be less than five percent (5%) harmful to human beings
- 55 based upon eight thousand seven hundred (8,700) plus publicly
- 56 available scientific studies as opposed to one hundred percent
- 57 (100%) harmful effects of combustible tobacco, such as cigarettes,
- 58 hookah, cigars, cigarillos and pipe tobacco;
- 59 (d) The CDC reported an estimated 2.5 million youth
- 60 aged seventeen (17) and younger use e-cigarettes where most use
- 61 flavored products and disposable type e-cigarettes are the product
- 62 of choice:
- (e) The U.S. Food and Drug Administration reports that
- 64 Mississippi convenience stores (C-Stores) are responsible for
- 65 seventy-seven percent (77%) of youth violation sales, twenty
- 66 percent (20%) for hybrid tobacco stores for youth violation sales,
- 67 and three percent (3%) for dedicated vapor stores for the year of
- 68 2022;
- (f) Senate Bill 2596, 2020 Regular Session, raised the
- 70 age of tobacco purchases to twenty-one (21) years or older and
- 71 requiring businesses to require identification for any customer
- 72 who appears under the age of twenty-seven (27), which led to



- 73 reduced youth use (which is consistent with raising the age of
- 74 alcohol);
- 75 **SECTION 3.** As used in Sections 1 through 12 of this act, the
- 76 following terms have the meanings as defined in this section,
- 77 unless the context clearly indicates otherwise:
- 78 (a) "Age restricted tobacco and/or vapor business"
- 79 means a business that requires persons to be twenty-one (21) years
- 80 of age or older to enter the premises of such business;
- 81 (b) "Person" means any individual, company, limited
- 82 liability company, corporation, partnership, association, joint
- 83 venture, estate, trust or any other group, or combination acting
- 84 as a unit, and the plural as well as the singular, unless the
- 85 intention to give a more limited meaning is disclosed by the
- 86 context;
- 87 (c) "Wholesaler" means dealers whose principal business
- 88 is that of a wholesale dealer, and that is known to the trade as
- 89 such, that sells any tobacco products or vapor products to
- 90 licensed retail dealers only for the purpose of resale;
- 91 (d) "Retailer" means every dealer, other than a
- 92 wholesaler as defined above, whose principal business is that of
- 93 selling merchandise at retail, who sells, or offer for sale,
- 94 tobacco products or vapor products;
- 95 (e) "Consumer" means a person who comes into possession
- 96 of tobacco or vapor products for the purpose of consuming it;



- 97 (f) "Electronic smoking device" has the same definition
- 98 as the term "electronic cigarette" as provided in Section
- 99 97-32-51. The term "electronic smoking device" also includes the
- 100 term "alternative nicotine product" as provided in Section
- 101 97-32-51, as applicable;
- 102 (g) "Flavored vapor product" means any vapor product
- 103 that contains nicotine, and that is not composed of only tobacco
- 104 or menthol;
- 105 (h) "Vapor product" means an electronic product or
- 106 device that produces a vapor that delivers substances to the
- 107 person inhaling from the device to simulate smoking;
- 108 (i) "Tobacco" means any cigarettes, cigars, cheroots,
- 109 stogies, smoking tobacco (including granulated, plug cut, crimp
- 110 cut, ready rubbed, and other kinds and forms of tobacco, or
- 111 substitutes therefor, prepared in such manner as to be suitable
- 112 for smoking in a pipe or cigarette) and including plug and twist
- 113 chewing tobacco and snuff, when such "tobacco" is manufactured and
- 114 prepared for sale or personal consumption;
- 115 (j) "CBD" means cannabidiol.
- 116 **SECTION 4.** Flavored vapor products shall only be sold in age
- 117 restricted vapor and/or tobacco businesses.
- 118 **SECTION 5.** (1) The Department of Revenue shall be
- 119 responsible for the licensing and oversight of age restricted
- 120 tobacco and/or vapor businesses, and shall begin issuing flavored



- vapor licenses to such businesses upon the effective date of this act.
- 123 Any business that intends to derive its primary source of
- 124 revenue from flavored vapor products must submit an application
- 125 for a flavored vapor license in a manner and form as prescribed by
- 126 the department. The business shall be subject to an annual
- 127 license fee of Two Hundred Fifty Dollars (\$250.00) per location.
- 128 The flavored vapor license must be renewed on an annual basis, and
- 129 the business shall renew its license no more than thirty (30) days
- 130 after the date of expiration of such license.
- Any business is allowed to sell vapor products that are
- 132 composed of only tobacco, menthol, or nicotine, and that are not
- 133 enhanced with any other flavors. Such a business is not required
- 134 to be issued a flavored vapor license.
- The department shall issue flavored vapor licenses for age
- 136 restricted tobacco and/or vapor businesses as provided for in this
- 137 section within thirty (30) days of receipt of the application.
- 138 (2) The department is authorized to adopt rules and
- 139 regulations as necessary in order to best effectuate the purpose
- 140 and intent of Sections 1 through 12 of this act.
- 141 **SECTION 6.** Any business that is not age restricted and does
- 142 not derive more than seventy percent (70%) of its business revenue
- 143 from the sale of products containing tobacco, vapor, CBD, or any
- 144 combination thereof, shall not sell flavored vapor products that
- 145 are not composed of only tobacco or menthol.



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

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

Each age restricted tobacco and/or vapor business is subject to a minimum of two (2) annual unannounced compliance checks during normal operating hours. Unannounced follow-up compliance checks of all noncompliant retailers are required within thirty (30) days after any violation. The department, or its designee, shall publish the results of all compliance checks annually, and shall make the results available to the public upon request. This section does not preclude any law enforcement in the state from conducting checks in coordination with the department or its authorized designee.

SECTION 9. (1) A business that is not an age restricted tobacco and/or vapor business, that sells flavored vapor products, shall be required to remove the flavored vapor products within



- 171 thirty (30) days of the effective date of this act. Failure to
- 172 remove such products shall result in forfeiture of the business's
- 173 license issued by the Secretary of State within thirty (30) days
- 174 of a follow up compliance inspection from the State Department of
- 175 Health, or its authorized designee.
- 176 (2) (a) A business that is issued a business license by the
- 177 Secretary of State shall not transfer such license to any family
- 178 member of any owner, operator, employee, agent or representative
- 179 of such business.
- 180 (b) A business that violates paragraph (a) of this
- 181 subsection (2) will be subject to a fine of Fifty Thousand Dollars
- 182 (\$50,000.00), forfeit its business license issued by the Secretary
- 183 of State, and shall be banned from submitting an application for
- 184 any future licenses issued by the State of Mississippi for vapor
- 185 and CBD products. The state may recover costs of any
- 186 investigations, costs of action, and reasonable attorney fees
- 187 under this section.
- 188 (3) A business that sublets its business location to a
- 189 family member who is in violation of this act shall forfeit its
- 190 business license, and will be subject to a fine of Fifty Thousand
- 191 Dollars (\$50,000.00). The state is entitled to recover costs of
- 192 any investigations, costs of action, and reasonable attorney fees.
- 193 **SECTION 10.** Age restricted tobacco and/or vapor businesses
- 194 that sell vapor products to persons under the age of twenty-one
- 195 (21) years shall be subject to a fine of:



Five Hundred Dollars (\$500.00) for a first offense; (b) One Thousand Dollars (\$1,000.00) for a second 197 198 offense; and 199 Two Thousand Dollars (\$2,000.00) for a third and 200 subsequent offense. 201 Age restricted tobacco and/or vapor businesses that have more 202 than three (3) sales to persons under the age of twenty-one (21) 203 years at the same location within a twelve-month consecutive 204 period shall forfeit its flavored vapor license issued by the 205 Department of Revenue for that location for the remaining period 206 until the date of expiration for such license. After such license 207 expires, the business may reapply for license renewal. 208 Retailers who sell vapor products that are composed of only 209 tobacco or menthol flavor to persons under the age of twenty-one 210 (21) years, are subject to the enforcement and monetary penalties 211 as provided in this section. 212 Retailers who sell vapor products that are composed of only 213 tobacco or menthol flavor that have more than three (3) violations 214 in a twelve-month consecutive period shall be subject to a fine of 215 Ten Thousand Dollars (\$10,000.00) per occurrence. 216 SECTION 11. (1) The penalties in Sections 1 through 12 of 217 this act do not apply to persons under the age of twenty-one (21) 218 years who purchase or attempt to purchase tobacco products while

under the direct supervision of employees of a state agency for

training, education, research, or enforcement purposes.

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- (2) A person under the age of twenty-one (21) years is prohibited from handling flavored vapor products in the course of lawful employment.
- 224 (3) It is an affirmative defense to a violation of Sections 225 1 through 12 of this act for a person to have reasonably relied on 226 proof of age as provided by Mississippi law.
- 227 <u>SECTION 12.</u> An age restricted tobacco and/or vapor business 228 that sells products that contain fentanyl and/or tianeptine shall 229 automatically have its flavored vaping license revoked, and shall 230 be permanently banned from renewing such license.
- 231 <u>SECTION 13.</u> As used in Sections 13 through 15 of this act, 232 the following terms have the meanings as defined in this section, 233 unless the context clearly indicates otherwise:
- 234 (a) "Kratom product" means a product containing any
 235 part of the leaf of the plant Mitragyna Speciosa, or an extract of
 236 it processed as a powder, capsule, pill, beverage, or any other
 237 edible or consumable form, or any product containing Mitragynine
 238 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.
- 243 <u>SECTION 14.</u> (1) (a) No person under the age of twenty-one 244 (21) years shall be permitted to enter the premises of a retailer 245 that sells, stores, or maintains kratom products.



- 246 (b) No person under the age of twenty-one (21) years
 247 shall purchase, receive, or have in his or her possession in any
 248 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.
- 254 (b) Retailers that sell, store, or maintain kratom 255 products shall post a sign in a conspicuous place at or near each 256 entrance stating that only persons twenty-one (21) years of age or 257 older are permitted to enter the premises.
 - SECTION 15. (1) (a) Any person under the age of twenty-one (21) years who falsely states he or she is twenty-one (21) years of age or older, or presents any document that indicates he or she is twenty-one (21) years of age or older, for the purpose of entering the premises of a retailer that sells, stores, or maintains kratom products 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), and a sentence to not more than thirty (30) days' community service.
- 267 (b) Any person under the age of twenty-one (21) years
 268 who purchases, receives, or has in his or her possession in any
 269 public place, any kratom product, shall be guilty of a misdemeanor



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- 270 and shall be punished by a fine of not less than Two Hundred
- 271 Dollars (\$200.00) nor more than Five Hundred Dollars (\$500.00).
- 272 (2) (a) Any owner, operator, employee, representative, or
- 273 agent of a retailer that sells, stores, or maintains kratom
- 274 products, who violates, or permits the violation of, subsection
- 275 (1)(a) of this section, upon conviction, shall be punished by a
- 276 fine of not more than One Thousand Dollars (\$1,000.00), or
- 277 imprisoned in the county jail not more than six (6) months, or by
- 278 both such fine and imprisonment.
- 279 (b) Any owner, operator, employee, representative, or
- 280 agent of a retailer that sells, stores, or maintains kratom
- 281 products, who shall sell, furnish, dispose of, give, or cause to
- 282 be sold, furnished, disposed of, or given, any kratom product to
- 283 any person under the age of twenty-one (21) years, upon
- 284 conviction, shall be punished by a fine of not more than One
- 285 Thousand Dollars (\$1,000.00), or imprisoned in the county jail not
- 286 more than six (6) months, or by both such fine and imprisonment.
- 287 **SECTION 16.** Section 97-32-51, Mississippi Code of 1972, is
- 288 brought forward as follows:
- 289 97-32-51. (1) For the purposes of this chapter:
- 290 (a) (i) "Alternative nicotine product" means:
- 291 1. An electronic cigarette;
- 292 2. Any other product that consists of or
- 293 contains nicotine that can be ingested into the body by chewing,
- 294 smoking, absorbing, dissolving, inhaling or by any other means;



296 deliver nicotine to an individual inhaling from the device, 297 including, but not limited to, any cartridge component, liquid, 298 capsule or powder used to refill or resupply such an electronic 299 device; or 300 4. An electronic cigar or cigarillo. 301 (ii) Alternative nicotine product does not 302 include: 303 1. A cigarette or other tobacco product as defined in Section 97-32-3; 304 305 2. A product that is a drug under 21 USCS 306 321 (q) (1); 307 A product that is a device under 21 USCS 3. 308 321(h); or 309 4. A combination product described in 21 USCS 310 353(g). 311 "Electronic cigarette" means an electronic (b) (i) product or device that produces a vapor that delivers nicotine or 312 313 other substances to the person inhaling from the device to 314 simulate smoking, and is likely to be offered to, or purchased by, consumers as an electronic cigarette, electronic cigar, electronic 315 316 cigarillo or electronic pipe.

(ii) Electronic cigarette does not include:

1. A cigarette or other tobacco products as

Any electronic device that can be used to

defined in Section 97-32-3;

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320 A product that is a drug under 21 USCS 321 321(q)(1);322 A product that is a device under 21 USCS 3. 323 321(h); or 324 4. A combination product described in 21 USCS 325 353(q). 326 No person, either directly or indirectly by an agent or (2) 327 employee, or by a vending machine owned by the person or located 328 in the person's establishment, shall sell, offer for sale, give or 329 furnish any alternative nicotine product, or any cartridge, 330 component, liquid, capsule or powder thereof, to an individual 331 under twenty-one (21) years of age. The penalties described in 332 this subsection shall be treble the fines described in this 333 section, plus any other penalty provided by law, for the sale, 334 use, possession or furnishing of a controlled substance or other 335 substance to a person, if the alternative nicotine product 336 contains any controlled substance that is otherwise prohibited by 337 law, or any other substance that causes the recipient of such to 338 require emergency medical care as a result of using the product. 339 Each violation of the provisions of this section shall be treated 340 as a separate offense. A violation of this subsection is 341 punishable as follows: 342 By a fine of Two Hundred Fifty Dollars (\$250.00)

for a first offense;

344		(b)	Ву	а	fine	of	Five	Hundred	Dollars	(\$500.00)	for	a
345	second	offense;	an	ıd								

- 346 (c) By a fine of One Thousand Dollars (\$1,000.00) for a 347 third or subsequent offense.
- 348 (3) Before selling, offering for sale, giving or furnishing
 349 an alternative nicotine product, or any cartridge, component
 350 liquid, capsule or powder thereof, to an individual, a person
 351 shall verify that the individual is at least twenty-one (21) years
 352 of age by:
- 353 (a) Examining from any individual that appears to be
 354 under twenty-seven (27) years of age a government-issued
 355 photographic identification that establishes the individual is at
 356 least twenty-one (21) years of age; or
- 357 (b) For sales made through the internet or other remote
 358 sales methods, performing an age verification through an
 359 independent, third-party age verification service that compares
 360 information available from public records to the personal
 361 information entered by the individual during the ordering process
 362 that establishes the individual is twenty-one (21) years of age or
 363 older.
- 364 **SECTION 17.** This act shall take effect and be in force from 365 and after July 1, 2024.

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



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 5 PROVIDE THAT THE DEPARTMENT OF REVENUE IS RESPONSIBLE FOR THE 6 LICENSING AND OVERSIGHT OF AGE RESTRICTED TOBACCO AND/OR VAPOR 7 BUSINESSES, AND MUST BEGIN ISSUING FLAVORED VAPOR LICENSES TO SUCH BUSINESSES NO LATER THAN JULY 1, 2024; TO PROVIDE THAT A BUSINESS 9 THAT IS NOT AGE RESTRICTED AND DOES NOT DERIVE MORE THAN SEVENTY 10 PERCENT OF ITS BUSINESS REVENUE FROM THE SALE OF PRODUCTS 11 CONTAINING TOBACCO, VAPOR, OR CBD, IS PROHIBITED FROM SELLING 12 FLAVORED VAPOR PRODUCTS; TO REQUIRE BUSINESSES THAT SELL TOBACCO 13 AND/OR VAPOR PRODUCTS TO POST A CLEARLY VISIBLE AND CONSPICUOUS 14 NOTICE OF CERTAIN AGE RESTRICTIONS AT THE ENTRANCE OF THE LOCATION 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 2.1 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 29 REQUIRE RETAILERS THAT SELL, STORE, OR MAINTAIN KRATOM PRODUCTS TO 30 POST A SIGN IN A CONSPICUOUS PLACE AT OR NEAR EACH ENTRANCE 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 34 VIOLATION OF SECTIONS 13 THROUGH 15 OF THIS ACT; TO BRING FORWARD 35 SECTION 97-32-51, MISSISSIPPI CODE OF 1972, FOR PURPOSE OF 36 POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.