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HOUSE BILL 1877

State of Washington 55th Legislature 1997 Regular Session

By Representatives Skinner, Cole, Cody, Clements, Blalock, Kenney, Lantz, Cooper, Mason, Tokuda, Gombosky, Quall, Butler, Dickerson, Anderson, Keiser, Gardner, Regala, Ogden, Conway, Costa, Wood and Linville; by request of Governor Locke and Attorney General

Read first time 02/12/97. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to regulation and control of tobacco products;
- 2 amending RCW 70.155.010, 70.155.020, 70.155.030, 70.155.040,
- 3 70.155.050, 70.155.090, 70.155.100, 70.155.110, 70.155.130, 82.24.500,
- 4 and 82.26.050; adding a new section to chapter 70.155 RCW; repealing
- 5 RCW 70.155.060 and 82.24.270; and prescribing penalties.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 **Sec. 1.** RCW 70.155.010 and 1993 c 507 s 2 are each amended to read 8 as follows:
- 9 The definitions set forth in RCW 82.24.010 shall apply to RCW
- 10 70.155.020 through 70.155.130. In addition, for the purposes of this
- 11 chapter, unless otherwise required by the context:
- 12 (1) "Board" means the Washington state liquor control board.
- 13 (2) "Minor" refers to an individual who is less than eighteen years 14 old.
- 15 (3) (("Public place" means a public street, sidewalk, or park, or
- 16 any area open to the public in a publicly owned and operated building.
- 17 $\frac{(4)}{(4)}$) "Sample" means a tobacco product distributed to members of
- 18 the general public at no cost or at nominal cost for product promotion
- 19 purposes.

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- 1 (((5) "Sampler" means a person engaged in the business of sampling
- 2 other than a retailer.
- (6))) (4) "Sampling" means the distribution of samples to members
- 4 of the ((general)) public ((in a public place)).
- 5 (((7))) <u>(5) "Package" or "container" means a package or container</u>
- 6 <u>that holds twenty or more cigarettes.</u>
- 7 (6) "Tobacco product" means a product that contains tobacco and is
- 8 intended for human ((consumption)) use, including any product defined
- 9 in RCW 82.24.010(1) or 82.26.010(1).
- 10 **Sec. 2.** RCW 70.155.020 and 1993 c 507 s 3 are each amended to read
- 11 as follows:
- 12 A person who holds a license issued under RCW ((82.24.520))
- 13 82.24.510(1)(b) or 82.24.530 shall:
- 14 (1) Display the license or a copy in a prominent location at the
- 15 outlet for which the license is issued; and
- 16 (2) Display a sign concerning the prohibition of tobacco sales to
- 17 minors.
- 18 Such sign shall:
- 19 (a) Be posted so that it is clearly visible to anyone purchasing
- 20 tobacco products from the licensee;
- 21 (b) Be designed and produced by the department of health to read:
- 22 "THE SALE OF TOBACCO PRODUCTS TO PERSONS UNDER AGE 18 IS STRICTLY
- 23 PROHIBITED BY STATE LAW. IF YOU ARE UNDER 18, YOU COULD BE PENALIZED
- 24 FOR PURCHASING A TOBACCO PRODUCT; PHOTO ID REQUIRED"; and
- 25 (c) Be provided free of charge by the liquor control board.
- 26 Sec. 3. RCW 70.155.030 and 1994 c 202 s 1 are each amended to read
- 27 as follows:
- 28 (1) No person shall sell or permit to be sold any tobacco product
- 29 through any device that mechanically dispenses tobacco products unless
- 30 the device is located fully within premises from which minors are
- 31 prohibited or in industrial worksites where minors are not employed and
- 32 not less than ten feet from all entrance or exit ways to and from each
- 33 premise. The board shall adopt rules that allow an exception to the
- 34 requirement that a device be located not less than ten feet from all
- 35 entrance or exit ways to and from a premise if it is architecturally
- 36 impractical for the device to be located not less than ten feet from
- 37 all entrance and exit ways.

- 1 (2) Self-service displays of tobacco products are prohibited. All 2 in-store tobacco products must be sold from behind the counter.
- 3 (3) Fixed outdoor advertising of tobacco products is prohibited
- 4 within one thousand feet of the perimeter of any public or private
- 5 primary, middle, or secondary school or governmentally owned or
- 6 operated playground. As used in this section, "playground" means an
- 7 area provided in whole or in part for recreation by minors, and
- 8 <u>includes but is not limited to, areas that provide ball fields or</u>
- 9 courts, trails, playground equipment, or swimming pools for public use.
- 10 **Sec. 4.** RCW 70.155.040 and 1993 c 507 s 5 are each amended to read 11 as follows:
- 12 (1) No person shall sell or permit to be sold single cigarettes
- 13 ((not)). All cigarettes must be sold in ((the)) original, unopened
- 14 packages or containers to which the stamps required by RCW 82.24.060
- 15 have been affixed.
- 16 (2) This section does not apply to the sale of loose leaf tobacco
- 17 by a retail business that generates a minimum of sixty percent of
- 18 annual gross sales from the sale of tobacco products.
- 19 **Sec. 5.** RCW 70.155.050 and 1993 c 507 s 6 are each amended to read 20 as follows:
- 21 (1) No person may engage in the business of sampling tobacco
- 22 products within the state ((unless licensed to do so by the board. If
- 23 a firm contracts with a manufacturer to distribute samples of the
- 24 manufacturer's products, that firm is deemed to be the person engaged
- 25 in the business of sampling)).
- 26 (2) ((The board shall issue a license to a sampler not otherwise
- 27 disqualified by RCW 70.155.100 upon application and payment of the fee.
- 28 (3) A sampler's license expires on the thirtieth day of June of
- 29 each year and must be renewed annually upon payment of the appropriate
- 30 fee.
- 31 (4) The board shall annually determine the fee for a sampler's
- 32 license and each renewal. However, the fee for a manufacturer whose
- 33 employees distribute samples within the state is five hundred dollars
- 34 per annum, and the fee for all other samplers must be not less than
- 35 fifty dollars per annum.
- 36 (5) A sampler's license entitles the licensee, and employees or
- 37 agents of the licensee, to distribute samples at any lawful location in

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- 1 the state during the term of the license. A person engaged in sampling
- 2 under the license shall carry the license or a copy at all times)) A
- 3 <u>violation of this section is a misdemeanor</u>.
- 4 **Sec. 6.** RCW 70.155.090 and 1993 c 507 s 10 are each amended to 5 read as follows:
- 6 (1) Where there may be a question of a person's right to purchase 7 or obtain tobacco products by reason of age, the retailer((, sampler,))
- 8 or agent thereof, shall require the purchaser to present any one of the
- 9 following officially issued identification that shows the purchaser's
- 10 age and bears his or her signature and photograph: Liquor control
- 11 authority card of identification of a state or province of Canada;
- 12 driver's license, instruction permit, or identification card of a state
- 13 or province of Canada; "identicard" issued by the Washington state
- 14 department of licensing under chapter 46.20 RCW; United States military
- 15 identification; passport; or merchant marine identification card issued
- 16 by the United States coast guard.
- 17 (2) It is a defense to a prosecution under RCW 26.28.080(4) that
- 18 the person making a sale reasonably relied on any of the officially
- 19 issued identification as defined in subsection (1) of this section.
- 20 The liquor control board shall waive the suspension or revocation of a
- 21 license if the licensee clearly establishes that he or she acted in
- 22 good faith to prevent violations and a violation occurred despite the
- 23 licensee's exercise of due diligence.
- 24 **Sec. 7.** RCW 70.155.100 and 1993 c 507 s 11 are each amended to
- 25 read as follows:
- 26 (1) The liquor control board may suspend or revoke a retailer's
- 27 license <u>issued under RCW 82.24.510(1)(b)</u> held by a business at any
- 28 location, or may impose a monetary penalty as set forth in subsection
- 29 (2) of this section, if the liquor control board finds that the
- 30 licensee has violated RCW $26.28.080((\frac{4}{1}))$, or 70.155.020, 70.155.030,
- 31 70.155.040, ((70.155.050, 70.155.060,)) 70.155.070, or 70.155.090.
- 32 (2) The sanctions that the liquor control board may impose against
- 33 a person licensed under RCW 82.24.530 ((and 70.155.050 and 70.155.060))
- 34 based upon one or more findings under subsection (1) of this section
- 35 may not be less than or exceed the following:
- 36 (a) For violation of RCW $26.28.080((\frac{4}{4}))$ or 70.155.020:

- 1 (i) A monetary penalty of <u>not less than</u> one hundred dollars <u>and not</u>
 2 <u>more than two hundred fifty dollars</u> for the first violation within any
 3 two-year period, however, the board may modify the penalty based on
 4 <u>aggravating or mitigating circumstances;</u>
- 5 (ii) A monetary penalty of <u>not less than</u> three hundred dollars <u>and</u> 6 <u>not more than five hundred dollars</u> for the second violation within any 7 two-year period;
- 8 (iii) A monetary penalty of <u>not less than</u> one thousand dollars <u>and</u>
 9 <u>not more than one thousand five hundred dollars</u> and suspension of the
 10 license for a period of six months for the third violation within any
 11 two-year period;
- (iv) A monetary penalty of <u>not less than</u> one thousand five hundred dollars <u>and not more than two thousand five hundred dollars</u> and suspension of the license for a period of twelve months for the fourth violation within any two-year period;
- (v) Revocation of the license with no possibility of reinstatement for a period of five years for the fifth or more violation within any two-year period;
- (b) For violations of RCW 70.155.030, a monetary penalty ((in the amount)) of not less than one hundred dollars and not more than two hundred fifty dollars for each day upon which such violation occurred;
- 22 (c) For violations of RCW 70.155.040 occurring on the licensed 23 premises:

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- (i) A monetary penalty of <u>not less than</u> one hundred dollars <u>and not more than two hundred fifty dollars</u> for the first violation within any two-year period, however, the board may modify the penalty based on <u>aggravating or mitigating circumstances</u>;
- (ii) A monetary penalty of <u>not less than</u> three hundred dollars <u>and</u> not more than five hundred dollars for the second violation within any two-year period;
- (iii) A monetary penalty of <u>not less than</u> one thousand dollars <u>and</u>
 not more than one thousand five hundred dollars and suspension of the
 license for a period of six months for the third violation within any
 two-year period;
- (iv) A monetary penalty of <u>not less than</u> one thousand five hundred dollars <u>and not more than two thousand five hundred dollars</u> and suspension of the license for a period of twelve months for the fourth violation within any two-year period;

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- 1 (v) Revocation of the license with no possibility of reinstatement 2 for a period of five years for the fifth or more violation within any 3 two-year period;
- 4 (d) ((For violations of RCW 70.155.050 and 70.155.060, a monetary penalty in the amount of three hundred dollars for each violation;
- 6 (e))) For violations of RCW 70.155.070, a monetary penalty ((in the amount)) of not less than one thousand dollars and not more than two thousand five hundred dollars for each violation.
- 9 (3) The liquor control board may impose a monetary penalty upon any person other than a licensed cigarette retailer ((or licensed sampler)) if the liquor control board finds that the person has violated RCW $26.28.080((\frac{4}{1}))$, or 70.155.020, 70.155.030, 70.155.040, 70.155.050, $((\frac{70.155.060}{1}))$ 70.155.070, or 70.155.090.
- 14 (4) The monetary penalty that the liquor control board may impose 15 based upon one or more findings under subsection (3) of this section 16 may not exceed the following:
- (a) For violation of RCW 26.28.080((\(\frac{4+}{4+}\)\)) or 70.155.020, not less than fifty dollars and not more than one hundred dollars for the first violation and not less than one hundred dollars and not more than two hundred fifty dollars for each subsequent violation;
- (b) For violations of RCW 70.155.030, <u>not less than</u> one hundred dollars <u>and not more than two hundred fifty dollars</u> for each day upon which such violation occurred;
- (c) For violations of RCW 70.155.040, <u>not less than</u> one hundred dollars <u>and not more than two hundred fifty dollars</u> for each violation;
- 26 (d) ((For violations of RCW 70.155.050 and 70.155.060, three 27 hundred dollars for each violation;
- (e))) For violations of RCW 70.155.070, not less than one thousand dollars and not more than two thousand five hundred dollars for each violation.
- 31 (5) The liquor control board may impose sanctions against a person 32 licensed under RCW 82.24.510(1)(b) or 82.24.530 for violations of rules 33 strictly necessary to enforce this chapter and for which a statutory 34 penalty is not proscribed in an amount of:
- 35 (a) A monetary penalty of not less than one hundred dollars and not 36 more than two hundred fifty dollars for the first violation within any 37 two-year period, however, the board may modify the penalty based on 38 aggravating or mitigating circumstances;

- 1 (b) A monetary penalty of not less than three hundred dollars and
 2 not more than five hundred dollars for the second violation within any
 3 two-year period; and
- (c) A monetary penalty of not less than one thousand dollars and not more than two thousand five hundred dollars or suspension of the license privilege for a period not to exceed one year, or both, for a third or any subsequent violation within any two-year period.
- 8 <u>(6)</u> The liquor control board may develop and offer a class for 9 retail clerks and use this class in lieu of a monetary penalty for the 10 clerk's first violation.
- $((\frac{(+6)}{(+6)}))$ (7) The liquor control board may issue a cease and desist order to any person who is found by the liquor control board to have violated or intending to violate the provisions of this chapter, RCW 26.28.080($(\frac{(+4)}{(+4)})$) or 82.24.500, requiring such person to cease specified conduct that is in violation. The issuance of a cease and desist order shall not preclude the imposition of other sanctions authorized by this statute or any other provision of law.
- $((\frac{7}{1}))$ (8) The liquor control board may seek injunctive relief to 18 19 enforce the provisions of RCW $26.28.080((\frac{4}{1}))$ or 82.24.500 or this 20 chapter. The liquor control board may initiate legal action to collect civil penalties imposed under this chapter if the same have not been 21 paid within thirty days after imposition of such penalties. 22 23 action filed by the liquor control board under this chapter, the court 24 may, in addition to any other relief, award the liquor control board 25 reasonable attorneys' fees and costs.
- $((\frac{(8)}{(9)}))$ (9) All proceedings under subsections (1) through $((\frac{(6)}{(9)}))$ 27 (7) of this section shall be conducted in accordance with chapter 34.05 28 RCW.
- 29 **Sec. 8.** RCW 70.155.110 and 1993 c 507 s 12 are each amended to 30 read as follows:
- 31 (1) The liquor control board shall, in addition to the board's other powers and authorities, have the authority to enforce the 33 provisions of this chapter and RCW 26.28.080((4+)) and 82.24.500. The 34 liquor control board shall have full power to revoke or suspend the 35 license of any retailer or wholesaler in accordance with the provisions of RCW 70.155.100.
- 37 (2) The liquor control board and the board's authorized agents or 38 employees shall have full power and authority to enter any place of

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- 1 business where tobacco products are sold for the purpose of enforcing 2 the provisions of this chapter.
- 3 (3) For the purpose of enforcing the provisions of this chapter and RCW $26.28.080((\frac{4}{1}))$ and 82.24.500, a peace officer or enforcement 4 officer of the liquor control board who has reasonable grounds to 5 believe a person observed by the officer purchasing, attempting to 6 7 purchase, or in possession of tobacco products is under the age of 8 eighteen years of age, may detain such person for a reasonable period 9 of time and in such a reasonable manner as is necessary to determine the person's true identity and date of birth. 10 Further, tobacco products possessed by persons under the age of eighteen years of age 11 are considered contraband and may be seized by a peace officer or 12 enforcement officer of the liquor control board. 13
- 14 (4) The liquor control board may work with local county health 15 departments or districts and local law enforcement agencies to conduct 16 random, unannounced, inspections to assure compliance.
- 17 (5) The liquor control board is authorized under chapter ..., Laws
 18 of 1997 (this act) to adopt only those rules necessary to implement
 19 this chapter and RCW 26.28.080, 82.24.500, 82.24.510, and 82.24.530
 20 relating to the enforcement of provisions regarding distribution of
 21 tobacco products, especially relating to minors.
- 22 (6) No person may knowingly or willfully resist or oppose any 23 state, county, or municipal peace officer, or liquor enforcement 24 officer, in the discharge of his or her duties under this chapter, or 25 aid and abet such resistance or opposition. A violation of this 26 subsection is a misdemeanor.
- 27 **Sec. 9.** RCW 70.155.130 and 1993 c 507 s 14 are each amended to 28 read as follows:
- 29 ((This chapter preempts political subdivisions from adopting or 30 enforcing requirements for the licensure and regulation of tobacco product promotions and sales within retail stores, except that 31 political subdivisions that have adopted ordinances prohibiting 32 33 sampling by January 1, 1993, may continue to enforce these ordinances. 34 No political subdivision may: (1) Impose fees or license requirements 35 on retail businesses for possessing or selling cigarettes or tobacco 36 products, other than general business taxes or license fees not 37 primarily levied on tobacco products; or (2) regulate or prohibit activities covered by RCW 70.155.020 through 70.155.080.)) 38

- 1 chapter does not ((otherwise preempt political subdivisions from
- 2 adopting ordinances regulating the sale, purchase, use, or promotion of
- 3 tobacco products not inconsistent with chapter 507, Laws of 1993))
- 4 supersede local regulation that is at least as restrictive as the
- 5 provisions of this chapter.
- 6 **Sec. 10.** RCW 82.24.500 and 1986 c 321 s 4 are each amended to read 7 as follows:
- 8 (1) No person may engage in or conduct the business of purchasing,
- 9 selling, consigning, or distributing cigarettes in this state without
- 10 a license under this chapter.
- 11 (2) Possession of cigarettes without a license with intent to sell
- 12 <u>is a violation of this section.</u>
- 13 (3) A person whose cigarette retailer license has been suspended or
- 14 revoked shall not sell cigarettes or tobacco products or permit
- 15 <u>cigarettes or tobacco products to be sold on the premises during the</u>
- 16 period of such suspension or revocation.
- 17 (4) A violation of this section is a misdemeanor.
- 18 **Sec. 11.** RCW 82.26.050 and 1975 1st ex.s. c 278 s 72 are each
- 19 amended to read as follows:
- 20 From and after July 1, 1959 no person shall engage in the business
- 21 of a distributor or subjobber of tobacco products at any place of
- 22 business without first having received from the department of revenue
- 23 a certificate of registration as provided in RCW 82.32.030.
- 24 <u>A person whose cigarette retailer license has been suspended or</u>
- 25 revoked shall not sell cigarettes or tobacco products or permit
- 26 cigarettes or tobacco products to be sold on the premises during the
- 27 period of such suspension or revocation.
- 28 <u>NEW SECTION.</u> **Sec. 12.** A new section is added to chapter 70.155
- 29 RCW to read as follows:
- 30 No tobacco manufacturer, wholesaler, or agent thereof, may pay the
- 31 monetary penalty of a tobacco retailer licensed under Title 82 RCW, nor
- 32 may a tobacco retailer licensed under Title 82 RCW accept moneys for
- 33 payment of a monetary penalty from a tobacco manufacturer, wholesaler,
- 34 or agent thereof. A violation of this section is a gross misdemeanor
- 35 punishable by a minimum fine of two thousand five hundred dollars for

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- 1 the first offense and five thousand dollars for each offense
- 2 thereafter.
- 3 <u>NEW SECTION.</u> **Sec. 13.** The following acts or parts of acts are
- 4 each repealed:

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- (1) RCW 70.155.060 and 1993 c 507 s 7; and
- 6 (2) RCW 82.24.270 and 1996 c 149 s 9 & 1995 c 278 s 12.
- 7 NEW SECTION. Sec. 14. If any provision of this act or its
- 8 application to any person or circumstance is held invalid, the
- 9 remainder of the act or the application of the provision to other
- 10 persons or circumstances is not affected.

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