By: Collier H.B. No. 646

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to regulation of vapor products and cigarettes; creating
3	offenses; authorizing fees.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. The heading to Subchapter H, Chapter 161, Health
6	and Safety Code, is amended to read as follows:
7	SUBCHAPTER H. DISTRIBUTION OF CIGARETTES, VAPOR PRODUCTS, OR
8	TOBACCO PRODUCTS
9	SECTION 2. Section 161.081, Health and Safety Code, is
10	amended by amending Subdivisions (3) and (4) and adding Subdivision
11	(5-a) to read as follows:
12	(3) "Retail sale" means a transfer of possession from
13	a retailer to a consumer in connection with a purchase, sale, or
14	exchange for value of cigarettes, vapor products, or tobacco
15	products.
16	(4) "Retailer" means a person who engages in the
17	practice of selling cigarettes, vapor products, or tobacco products
18	to consumers and includes the owner of a coin-operated cigarette,
19	vapor product, or tobacco product vending machine. The term
20	includes a retailer as that term is defined [has the meaning

- 22 (5-a) "Vapor product" means:
- (A) an electronic cigarette or any other device

assigned] by Section 154.001 or 155.001, Tax Code, as applicable.

21

- 1 circuit to deliver vapor that may include nicotine to the
- 2 <u>individual inhaling from the device; or</u>
- 3 (B) any substance used to fill or refill an
- 4 electronic cigarette or other device described by Paragraph (A).
- 5 SECTION 3. The heading to Section 161.082, Health and
- 6 Safety Code, is amended to read as follows:
- 7 Sec. 161.082. SALE OF CIGARETTES, VAPOR PRODUCTS, OR
- 8 TOBACCO PRODUCTS TO PERSONS YOUNGER THAN 18 YEARS OF AGE
- 9 PROHIBITED; PROOF OF AGE REQUIRED.
- SECTION 4. Sections 161.082(a), (b), and (d), Health and
- 11 Safety Code, are amended to read as follows:
- 12 (a) A person commits an offense if the person, with criminal
- 13 negligence:
- 14 (1) sells, gives, or causes to be sold or given a
- 15 cigarette, vapor product, or tobacco product to someone who is
- 16 younger than 18 years of age; or
- 17 (2) sells, gives, or causes to be sold or given a
- 18 cigarette, vapor product, or tobacco product to another person who
- 19 intends to deliver it to someone who is younger than 18 years of
- 20 age.
- 21 (b) If an offense under this section occurs in connection
- 22 with a sale by an employee of the owner of a store in which
- 23 cigarettes, vapor products, or tobacco products are sold at retail,
- 24 the employee is criminally responsible for the offense and is
- 25 subject to prosecution.
- 26 (d) It is a defense to prosecution under Subsection (a)(1)
- 27 that the person to whom the cigarette, vapor product, or tobacco

- H.B. No. 646
- 1 product was sold or given presented to the defendant apparently
- 2 valid proof of identification.
- 3 SECTION 5. Section 161.0825(e), Health and Safety Code, is
- 4 amended to read as follows:
- 5 (e) It is an affirmative defense to prosecution under
- 6 Section 161.082 that:
- 7 (1) a transaction scan device identified a license or
- 8 certificate as valid and the defendant accessed the information and
- 9 relied on the results in good faith; or
- 10 (2) if the defendant is the owner of a store in which
- 11 cigarettes, vapor products, or tobacco products are sold at retail,
- 12 the offense under Section 161.082 occurs in connection with a sale
- 13 by an employee of the owner, and the owner had provided the employee
- 14 with:
- 15 (A) a transaction scan device in working
- 16 condition; and
- 17 (B) adequate training in the use of the
- 18 transaction scan device.
- 19 SECTION 6. The heading to Section 161.083, Health and
- 20 Safety Code, is amended to read as follows:
- Sec. 161.083. SALE OF CIGARETTES, VAPOR PRODUCTS, OR
- 22 TOBACCO PRODUCTS TO PERSONS YOUNGER THAN 27 YEARS OF AGE.
- SECTION 7. Section 161.083, Health and Safety Code, is
- 24 amended by adding Subsection (a-1) and amending Subsections (b) and
- 25 (c) to read as follows:
- 26 <u>(a-1)</u> A person may not sell, give, or cause to be sold or
- 27 given a vapor product to someone who is younger than 27 years of age

- 1 unless the person to whom the vapor product was sold or given
- 2 presents an apparently valid proof of identification.
- 3 (b) A retailer shall adequately supervise and train the
- 4 retailer's agents and employees to prevent a violation of
- 5 Subsections [Subsection] (a) and (a-1).
- 6 (c) A proof of identification described by Section
- 7 161.082(e) satisfies the requirements of Subsections [Subsection]
- 8 (a) and (a-1).
- 9 SECTION 8. Sections 161.084(a), (b), and (d), Health and
- 10 Safety Code, are amended to read as follows:
- 11 (a) Each person who sells cigarettes, vapor products, or
- 12 tobacco products at retail or by vending machine shall post a sign
- in a location that is conspicuous to all employees and customers and
- 14 that is close to the place at which the cigarettes, vapor products,
- 15 or tobacco products may be purchased.
- 16 (b) The sign must include the statement:
- 17 PURCHASING OR ATTEMPTING TO PURCHASE VAPOR PRODUCTS OR
- 18 TOBACCO PRODUCTS BY A MINOR UNDER 18 YEARS OF AGE IS PROHIBITED BY
- 19 LAW. SALE OR PROVISION OF  $\underline{\text{VAPOR PRODUCTS OR}}$  TOBACCO PRODUCTS TO A
- 20 MINOR UNDER 18 YEARS OF AGE IS PROHIBITED BY LAW. UPON CONVICTION,
- 21 A CLASS C MISDEMEANOR, INCLUDING A FINE OF UP TO \$500, MAY BE
- 22 IMPOSED. VIOLATIONS MAY BE REPORTED TO THE TEXAS COMPTROLLER'S
- 23 OFFICE BY CALLING (insert toll-free telephone number). PREGNANT
- 24 WOMEN SHOULD NOT SMOKE. SMOKERS ARE MORE LIKELY TO HAVE BABIES WHO
- 25 ARE BORN PREMATURE OR WITH LOW BIRTH WEIGHT.
- 26 (d) The comptroller on request shall provide the sign
- 27 without charge to any person who sells cigarettes, vapor products,

- 1 or tobacco products. The comptroller may provide the sign without
- 2 charge to distributors of cigarettes, vapor products, or tobacco
- 3 products or wholesale dealers of cigarettes, vapor products, or
- 4 tobacco products in this state for distribution to persons who sell
- 5 cigarettes, vapor products, or tobacco products. A distributor or
- 6 wholesale dealer may not charge for distributing a sign under this
- 7 subsection.
- 8 SECTION 9. Sections 161.085(a) and (b), Health and Safety
- 9 Code, are amended to read as follows:
- 10 (a) Each retailer shall notify each individual employed by
- 11 that retailer who is to be engaged in retail sales of cigarettes,
- 12 vapor products, or tobacco products that state law:
- 13 (1) prohibits the sale or distribution of cigarettes,
- 14 vapor products, or tobacco products to any person who is younger
- 15 than 18 years of age as provided by Section 161.082 and that a
- 16 violation of that section is a Class C misdemeanor; and
- 17 (2) requires each person who sells cigarettes, vapor
- 18 products, or tobacco products at retail or by vending machine to
- 19 post a warning notice as provided by Section 161.084, requires each
- 20 employee to ensure that the appropriate sign is always properly
- 21 displayed while that employee is exercising the employee's duties,
- 22 and provides that a violation of Section 161.084 is a Class C
- 23 misdemeanor.
- 24 (b) The notice required by Subsection (a) must be provided
- 25 within 72 hours of the date an individual begins to engage in retail
- 26 sales of cigarettes, vapor products, or tobacco products. The
- 27 individual shall signify that the individual has received the

- 1 notice required by Subsection (a) by signing a form stating that the
- 2 law has been fully explained, that the individual understands the
- 3 law, and that the individual, as a condition of employment, agrees
- 4 to comply with the law.
- 5 SECTION 10. Section 161.086(a), Health and Safety Code, is
- 6 amended to read as follows:
- 7 (a) Except as provided by Subsection (b), a retailer or
- 8 other person may not:
- 9 (1) offer cigarettes, vapor products, or tobacco
- 10 products for sale in a manner that permits a customer direct access
- 11 to the cigarettes, vapor products, or tobacco products; or
- 12 (2) install or maintain a vending machine containing
- 13 cigarettes, vapor products, or tobacco products.
- 14 SECTION 11. The heading to Section 161.087, Health and
- 15 Safety Code, is amended to read as follows:
- 16 Sec. 161.087. DISTRIBUTION OF CIGARETTES, VAPOR PRODUCTS,
- 17 OR TOBACCO PRODUCTS.
- SECTION 12. Sections 161.087(a) and (b), Health and Safety
- 19 Code, are amended to read as follows:
- 20 (a) A person may not distribute to persons younger than 18
- 21 years of age:
- 22 (1) a free sample of a cigarette, vapor product, or
- 23 tobacco product; or
- 24 (2) a coupon or other item that the recipient may use
- 25 to receive a free or discounted cigarette, vapor product, or
- 26 tobacco product or a sample cigarette, vapor product, or tobacco
- 27 product.

- 1 (b) Except as provided by Subsection (c), a person, including a permit holder, may not accept or redeem, offer to accept 2 3 or redeem, or hire a person to accept or redeem a coupon or other item that the recipient may use to receive a free or discounted 4 5 cigarette, vapor product, or tobacco product or a sample cigarette, vapor product, or tobacco product if the recipient is younger than 6 18 years of age. A coupon or other item that such a recipient may 7 8 use to receive a free or discounted cigarette, vapor product, or tobacco product or a sample cigarette, vapor product, or tobacco 9 10 product may not be redeemable through mail or courier delivery.
- SECTION 13. Sections 161.088(b) and (d), Health and Safety
  Code, are amended to read as follows:
- The comptroller may make block grants to counties and 13 14 municipalities to be used by local law enforcement agencies to 15 enforce this subchapter in a manner that can reasonably be expected to reduce the extent to which cigarettes, vapor products, and 16 17 tobacco products are sold or distributed to persons who are younger than 18 years of age. At least annually, random unannounced 18 inspections shall be conducted at various locations where 19 cigarettes, vapor products, and tobacco products are sold or 20 21 distributed to ensure compliance with this subchapter. comptroller shall rely, to the fullest extent possible, on local 22 23 law enforcement agencies to enforce this subchapter.
- (d) The use of a person younger than 18 years of age to act as a minor decoy to test compliance with this subchapter shall be conducted in a fashion that promotes fairness. A person may be enlisted by the comptroller or a local law enforcement agency to act

- 1 as a minor decoy only if the following requirements are met:
- 2 (1) written parental consent is obtained for the use
- 3 of a person younger than 18 years of age to act as a minor decoy to
- 4 test compliance with this subchapter;
- 5 (2) at the time of the inspection, the minor decoy is
- 6 younger than 17 years of age;
- 7 (3) the minor decoy has an appearance that would cause
- 8 a reasonably prudent seller of cigarettes, vapor products, or
- 9 tobacco products to request identification and proof of age;
- 10 (4) the minor decoy carries either the minor's own
- 11 identification showing the minor's correct date of birth or carries
- 12 no identification, and a minor decoy who carries identification
- 13 presents it on request to any seller of cigarettes, vapor products,
- 14 or tobacco products; and
- 15 (5) the minor decoy answers truthfully any questions
- 16 about the minor's age.
- 17 SECTION 14. Section 161.089, Health and Safety Code, is
- 18 amended to read as follows:
- 19 Sec. 161.089. PREEMPTION OF LOCAL LAW. This subchapter
- 20 does not preempt a local regulation of the sale, distribution, or
- 21 use of cigarettes, vapor products, or tobacco products or affect
- 22 the authority of a political subdivision to adopt or enforce an
- 23 ordinance or requirement relating to the sale, distribution, or use
- 24 of cigarettes, vapor products, or tobacco products if the
- 25 regulation, ordinance, or requirement:
- 26 (1) is compatible with and equal to or more stringent
- 27 than a requirement prescribed by this subchapter; or

- 1 (2) relates to an issue that is not specifically
- 2 addressed by this subchapter or Chapter 154 or 155, Tax Code.
- 3 SECTION 15. Section 161.0901, Health and Safety Code, is
- 4 amended to read as follows:
- 5 Sec. 161.0901. DEPARTMENT REPORT [OF OFFICE OF SMOKING AND
- 6 HEALTH]. (a) Not later than January 5th of each odd-numbered year
- 7 the [Office of Smoking and Health of the] department shall report to
- 8 the governor, lieutenant governor, and [the] speaker of the house
- 9 of representatives on the status of smoking and the use of vapor
- 10 products, tobacco, and tobacco products in this state.
- 11 (b) The report must include, at a minimum:
- 12 (1) a baseline of statistics and analysis regarding
- 13 retail compliance with this subchapter, Subchapter K, and Chapters
- 14 154 and 155, Tax Code;
- 15 (2) a baseline of statistics and analysis regarding
- 16 illegal vapor product and tobacco sales, including:
- 17 (A) sales to minors;
- 18 (B) enforcement actions concerning minors; and
- 19 (C) sources of citations;
- 20 (3) <u>vapor product and</u> tobacco controls and initiatives
- 21 by the [Office of Smoking and Health of the] department, or any
- 22 other state agency, including an evaluation of the effectiveness of
- 23 the controls and initiatives;
- 24 (4) the future goals and plans of the [Office of
- 25 Smoking and Health of the] department to decrease the use of vapor
- 26 products, tobacco, and tobacco products;
- 27 (5) the educational programs of the [Office of Smoking

- 1 and Health of the] department and the effectiveness of those
- 2 programs; and
- 3 (6) the incidence of use of <u>vapor products</u>, tobacco,
- 4 and tobacco products by regions in this state, including use of
- 5 cigarettes, vapor products, and tobacco products by ethnicity.
- 6 SECTION 16. The heading to Subchapter K, Chapter 161,
- 7 Health and Safety Code, is amended to read as follows:
- 8 SUBCHAPTER K. PROHIBITION OF CERTAIN CIGARETTE, VAPOR PRODUCT, OR
- 9 TOBACCO PRODUCT ADVERTISING; FEE
- 10 SECTION 17. Section 161.121, Health and Safety Code, is
- 11 amended by adding Subdivision (6) to read as follows:
- 12 (6) "Vapor product" has the meaning assigned by
- 13 <u>Section 161.081.</u>
- 14 SECTION 18. Sections 161.122(a) and (b), Health and Safety
- 15 Code, are amended to read as follows:
- 16 (a) Except as provided by this section, a sign containing an
- 17 advertisement for cigarettes, vapor products, or tobacco products
- 18 may not be located closer than 1,000 feet to a church or school.
- 19 (b) The measurement of the distance between the sign
- 20 containing an advertisement for cigarettes, vapor products, or
- 21 tobacco products and an institution listed in Subsection (a) is
- 22 from the nearest property line of the institution to a point on a
- 23 street or highway closest to the sign, along street lines and in
- 24 direct lines across intersections.
- 25 SECTION 19. Section 161.123(a), Health and Safety Code, is
- 26 amended to read as follows:
- 27 (a) A purchaser of advertising is liable for and shall remit

- H.B. No. 646
- 1 to the comptroller a fee that is 10 percent of the gross sales price
- 2 of any outdoor advertising of cigarettes, vapor products, and
- 3 tobacco products in this state.
- 4 SECTION 20. Section 161.124(b), Health and Safety Code, is
- 5 amended to read as follows:
- 6 (b) Money in the account may be appropriated only for
- 7 administration and enforcement of this section, enforcement of law
- 8 relating to cigarettes, vapor products, and tobacco products, and
- 9 the education advertising campaign and grant program established
- 10 under Subchapter O[, Chapter 161].
- 11 SECTION 21. The heading to Subchapter N, Chapter 161,
- 12 Health and Safety Code, is amended to read as follows:
- 13 SUBCHAPTER N. VAPOR PRODUCT AND TOBACCO USE BY MINORS
- 14 SECTION 22. Section 161.251, Health and Safety Code, is
- 15 amended by adding Subdivision (3) to read as follows:
- 16 (3) "Vapor product" has the meaning assigned by
- 17 <u>Section 161.081.</u>
- 18 SECTION 23. The heading to Section 161.252, Health and
- 19 Safety Code, is amended to read as follows:
- Sec. 161.252. POSSESSION, PURCHASE, CONSUMPTION, OR
- 21 RECEIPT OF CIGARETTES, VAPOR PRODUCTS, OR TOBACCO PRODUCTS BY
- 22 MINORS PROHIBITED.
- SECTION 24. Sections 161.252(a) and (b), Health and Safety
- 24 Code, are amended to read as follows:
- 25 (a) An individual who is younger than 18 years of age
- 26 commits an offense if the individual:
- 27 (1) possesses, purchases, consumes, or accepts a

- 1 cigarette, vapor product, or tobacco product; or
- 2 (2) falsely represents himself or herself to be 18
- 3 years of age or older by displaying proof of age that is false,
- 4 fraudulent, or not actually proof of the individual's own age in
- 5 order to obtain possession of, purchase, or receive a cigarette,
- 6 vapor product, or tobacco product.
- 7 (b) It is an exception to the application of this section
- 8 that the individual younger than 18 years of age possessed the
- 9 cigarette, vapor product, or tobacco product in the presence of:
- 10 (1) an adult parent, a guardian, or a spouse of the
- 11 individual; or
- 12 (2) an employer of the individual, if possession or
- 13 receipt of the  $\underline{\text{vapor}}$  or tobacco product is required in the
- 14 performance of the employee's duties as an employee.
- 15 SECTION 25. The heading to Section 161.253, Health and
- 16 Safety Code, is amended to read as follows:
- 17 Sec. 161.253. <u>VAPOR PRODUCT AND</u> TOBACCO AWARENESS PROGRAM;
- 18 COMMUNITY SERVICE.
- 19 SECTION 26. Sections 161.253(a), (b), (c), (d), and (e),
- 20 Health and Safety Code, are amended to read as follows:
- 21 (a) On conviction of an individual for an offense under
- 22 Section 161.252, the court shall suspend execution of sentence and
- 23 shall require the defendant to attend a vapor product and tobacco
- 24 awareness program approved by the commissioner. The court may
- 25 require the parent or guardian of the defendant to attend the vapor
- 26 product and tobacco awareness program with the defendant.
- 27 (b) On request, a vapor product and tobacco awareness

- 1 program may be taught in languages other than English.
- 2 (c) If the defendant resides in a rural area of this state or
- 3 another area of this state in which access to a vapor product and
- 4 tobacco awareness program is not readily available, the court shall
- 5 require the defendant to perform eight to 12 hours of vapor- and
- 6 tobacco-related community service instead of attending the <a href="mailto:vapor">vapor</a>
- 7 product and tobacco awareness program.
- 8 (d) The vapor product and tobacco awareness program and the
- 9 vapor- and tobacco-related community service are remedial and are
- 10 not punishment.
- (e) Not later than the 90th day after the date of a
- 12 conviction under Section 161.252, the defendant shall present to
- 13 the court, in the manner required by the court, evidence of
- 14 satisfactory completion of the vapor product and tobacco awareness
- 15 program or the <a href="vapor- and">vapor- and</a> tobacco-related community service.
- SECTION 27. Section 161.255(a), Health and Safety Code, is
- 17 amended to read as follows:
- 18 (a) An individual convicted of an offense under Section
- 19 161.252 may apply to the court to have the conviction expunged. If
- 20 the court finds that the individual satisfactorily completed the
- 21 vapor product and tobacco awareness program or vapor- and
- 22 tobacco-related community service ordered by the court, the court
- 23 shall order the conviction and any complaint, verdict, sentence, or
- 24 other document relating to the offense to be expunged from the
- 25 individual's record and the conviction may not be shown or made
- 26 known for any purpose.
- 27 SECTION 28. Section 161.256, Health and Safety Code, is

- 1 amended to read as follows:
- 2 Sec. 161.256. JURISDICTION OF COURTS. A justice court or
- 3 municipal court may exercise jurisdiction over any matter in which
- 4 a court under this subchapter may:
- 5 (1) impose a requirement that a defendant attend a
- 6 vapor product and tobacco awareness program or perform vapor- and
- 7 tobacco-related community service; or
- 8 (2) order the suspension or denial of a driver's
- 9 license or permit.
- 10 SECTION 29. The heading to Subchapter O, Chapter 161,
- 11 Health and Safety Code, is amended to read as follows:
- 12 SUBCHAPTER O. PREVENTION OF TOBACCO AND VAPOR PRODUCT USE BY MINORS
- 13 SECTION 30. The heading to Section 161.301, Health and
- 14 Safety Code, is amended to read as follows:
- 15 Sec. 161.301. TOBACCO AND VAPOR PRODUCT USE PUBLIC
- 16 AWARENESS CAMPAIGN.
- SECTION 31. Section 161.301(a), Health and Safety Code, is
- 18 amended to read as follows:
- 19 (a) The commissioner shall develop and implement a public
- 20 awareness campaign designed to reduce the [tobacco] use by minors
- 21 in this state of tobacco and of vapor products as defined by Section
- 22 161.081. The campaign may use advertisements or similar media to
- 23 provide educational information about tobacco and vapor product
- 24 use.
- 25 SECTION 32. Section 161.302(a), Health and Safety Code, is
- 26 amended to read as follows:
- 27 (a) The entity administering Section 161.301 shall also

- 1 develop and implement a grant program to support youth groups that
- 2 include as a part of the group's program components related to
- 3 reduction of [tobacco] use by the group's members of tobacco and of
- 4 vapor products as defined by Section 161.081.
- 5 SECTION 33. Section 161.351, Health and Safety Code, is
- 6 amended by adding Subdivision (4) to read as follows:
- 7 (4) "Vapor product" has the meaning assigned by
- 8 <u>Section 161.0</u>81.
- 9 SECTION 34. Sections 161.352(a) and (b), Health and Safety
- 10 Code, are amended to read as follows:
- 11 (a) Each manufacturer shall file with the department an
- 12 annual report for each cigarette, vapor product, or tobacco product
- 13 distributed in this state, stating:
- 14 (1) the identity of each ingredient in the cigarette,
- 15 <u>vapor product</u>, or tobacco product, listed in descending order
- 16 according to weight, measure, or numerical count, other than:
- 17 (A) tobacco;
- 18 (B) water; or
- 19 (C) a reconstituted tobacco sheet made wholly
- 20 from tobacco; and
- 21 (2) a nicotine yield rating for the cigarette, vapor
- 22 product, or tobacco product established under Section 161.353.
- 23 (b) This section does not require a manufacturer to disclose
- 24 the specific amount of any ingredient in a cigarette, vapor
- 25 product, or tobacco product if that ingredient has been approved as
- 26 safe when burned and inhaled by the United States Food and Drug
- 27 Administration or a successor entity.

- 1 SECTION 35. Section 161.353, Health and Safety Code, is
- 2 amended to read as follows:
- 3 Sec. 161.353. NICOTINE YIELD RATES. (a) Each manufacturer
- 4 shall assign a nicotine yield rating to each cigarette, vapor
- 5 product, or tobacco product distributed in this state. The rating
- 6 shall be assigned in accordance with standards adopted by the
- 7 department.
- 8 (b) The department standards must be developed so that the
- 9 nicotine yield rating reflects, as accurately as possible, nicotine
- 10 intake for an average consumer of the cigarette, vapor product, or
- 11 tobacco product.
- 12 SECTION 36. Section 161.355(a), Health and Safety Code, is
- 13 amended to read as follows:
- 14 (a) A district court, on petition of the department and on a
- 15 finding by the court that a manufacturer has failed to file the
- 16 report required by Section 161.352, may by injunction:
- 17 (1) prohibit the sale or distribution in this state of
- 18 a cigarette, vapor product, or tobacco product manufactured by the
- 19 manufacturer; or
- 20 (2) grant any other injunctive relief warranted by the
- 21 facts.
- SECTION 37. The heading to Subchapter R, Chapter 161,
- 23 Health and Safety Code, is amended to read as follows:
- SUBCHAPTER R. DELIVERY SALES OF CIGARETTES AND VAPOR PRODUCTS
- 25 SECTION 38. Section 161.451, Health and Safety Code, is
- 26 amended by amending Subdivisions (1) and (3) and adding Subdivision
- 27 (5) to read as follows:

- "Delivery sale" means a sale of cigarettes  $\underline{\text{or}}$ 1 (1)vapor products to a consumer in this state in which the purchaser 2 3 submits the order for the sale by means of a telephonic or other method of voice transmission, by using the mails or any other 4 delivery service, or through the Internet or another on-line 5 service, or the cigarettes or vapor products are delivered by use of 6 the mails or another delivery service. A sale of cigarettes or 7 8 vapor products is a delivery sale regardless of whether the seller is located within or without this state. A sale of cigarettes or 9 10 vapor products not for personal consumption to a person who is a wholesale dealer or a retail dealer is not a delivery sale. 11
- 12 (3) "Shipping container" means a container in which
  13 cigarettes or vapor products are shipped in connection with a
  14 delivery sale.
- 15 <u>(5) "Vapor product" has the meaning assigned by</u>
  16 Section 161.081.
- 17 SECTION 39. Section 161.452, Health and Safety Code, is 18 amended to read as follows:
- Sec. 161.452. REQUIREMENTS FOR DELIVERY SALES. (a) A person may not make a delivery sale of cigarettes or vapor products to an individual who is under the age prescribed by Section 161.082.
- (b) A person taking a delivery sale order shall comply with:
- 23 (1) the age verification requirements prescribed by 24 Section 161.453;
- 25 (2) the disclosure requirements prescribed by Section 26 161.454;
- 27 (3) the shipping requirements prescribed by Section

```
1 161.455;
```

- 2 (4) the registration and reporting requirements
- 3 prescribed by Section 161.456;
- 4 (5) the tax collection requirements prescribed by
- 5 Section 161.457, if applicable; and
- 6 (6) each law of this state that generally applies to
- 7 sales of cigarettes or vapor products that occur entirely within
- 8 this state, if applicable, including a law:
- 9 (A) imposing a tax; or
- 10 (B) prescribing a permitting or tax-stamping
- 11 requirement.
- 12 SECTION 40. Section 161.453(a), Health and Safety Code, is
- 13 amended to read as follows:
- 14 (a) A person may not mail or ship cigarettes or vapor
- 15 products in connection with a delivery sale order unless before
- 16 mailing or shipping the cigarettes or vapor products the person
- 17 accepting the delivery sale order first:
- 18 (1) obtains from the prospective customer a
- 19 certification that includes:
- 20 (A) reliable confirmation that the purchaser is
- 21 at least 18 years of age; and
- 22 (B) a statement signed by the prospective
- 23 purchaser in writing and under penalty of law:
- 24 (i) certifying the prospective purchaser's
- 25 address and date of birth;
- 26 (ii) confirming that the prospective
- 27 purchaser understands that signing another person's name to the

- 1 certification is illegal, that sales of cigarettes or vapor
- 2 products to an individual under the age prescribed by Section
- 3 161.082 are illegal under state law, and that the purchase of
- 4 cigarettes or vapor products by an individual under that age is
- 5 illegal under state law; and
- 6 (iii) confirming that the prospective
- 7 purchaser wants to receive mailings from a <u>vapor product or</u> tobacco
- 8 company;
- 9 (2) makes a good faith effort to verify the
- 10 information contained in the certification provided by the
- 11 prospective purchaser under Subdivision (1) against a commercially
- 12 available database or obtains a photocopy or other image of a
- 13 government-issued identification bearing a photograph of the
- 14 prospective purchaser and stating the date of birth or age of the
- 15 prospective purchaser;
- 16 (3) sends to the prospective purchaser, by e-mail or
- other means, a notice that complies with Section 161.454; and
- 18 (4) for an order made over the Internet or as a result
- 19 of an advertisement, receives payment for the delivery sale from
- 20 the prospective purchaser by a credit or debit card that has been
- 21 issued in the purchaser's name or by check.
- 22 SECTION 41. Section 161.454, Health and Safety Code, is
- 23 amended to read as follows:
- Sec. 161.454. DISCLOSURE REQUIREMENTS. The notice required
- 25 by Section 161.453(a)(3) must include a prominent and clearly
- 26 legible statement that:
- 27 (1) cigarette and vapor product sales to individuals

- 1 who are below the age prescribed by Section 161.082 are illegal
- 2 under state law;
- 3 (2) sales of cigarettes <u>and vapor products</u> are
- 4 restricted to those individuals who provide verifiable proof of age
- 5 in accordance with Section 161.453; and
- 6 (3) cigarette sales are taxable under Chapter 154, Tax
- 7 Code, and an explanation of how that tax has been or is to be paid
- 8 with respect to the delivery sale.
- 9 SECTION 42. Section 161.455, Health and Safety Code, is
- 10 amended to read as follows:
- 11 Sec. 161.455. SHIPPING REQUIREMENTS. (a) A person who
- 12 mails or ships cigarettes or vapor products in connection with a
- 13 delivery sale order shall:
- 14 (1) include as part of the shipping documents a clear
- 15 and conspicuous statement: "CIGARETTES AND VAPOR PRODUCTS: TEXAS
- 16 LAW PROHIBITS SHIPPING TO INDIVIDUALS UNDER 18 YEARS OF AGE AND
- 17 REQUIRES THE PAYMENT OF ALL APPLICABLE TAXES";
- 18 (2) use a method of mailing or shipping that obligates
- 19 the delivery service to require:
- 20 (A) the purchaser placing the delivery sale
- 21 order, or an adult who is at least 18 years of age and who resides at
- 22 the purchaser's address, to sign to accept delivery of the shipping
- 23 container; and
- 24 (B) the person signing to accept delivery of the
- 25 shipping container to provide proof, in the form of a
- 26 government-issued identification bearing a photograph that the
- 27 person is:

- 1 (i) the addressee or an adult who is at
- 2 least 18 years of age and who resides at the purchaser's address;
- 3 and
- 4 (ii) at least 18 years of age if the person
- 5 appears to be younger than 27 years of age; and
- 6 (3) provide to the delivery service retained to make
- 7 the delivery evidence of full compliance with Section 161.457.
- 8 (b) A person taking a delivery sale order who delivers the
- 9 cigarettes or vapor products without using a third-party delivery
- 10 service shall comply with the requirements prescribed by this
- 11 subchapter that apply to a delivery service.
- 12 SECTION 43. Section 161.456, Health and Safety Code, is
- 13 amended to read as follows:
- 14 Sec. 161.456. REGISTRATION AND REPORTING REQUIREMENTS. (a)
- 15 A person may not make a delivery sale or ship cigarettes or vapor
- 16 products in connection with a delivery sale unless the person first
- 17 files with the comptroller a statement that includes:
- 18 (1) the person's name and trade name; and
- 19 (2) the address of the person's principal place of
- 20 business and any other place of business, and the person's
- 21 telephone number and e-mail address.
- (b) Not later than the 10th day of each month, each person
- 23 who has made a delivery sale or shipped or delivered cigarettes or
- 24 vapor products in connection with a delivery sale during the
- 25 previous month shall file with the comptroller a memorandum or a
- 26 copy of the invoice that provides for each delivery sale:
- 27 (1) the name, address, telephone number, and e-mail

- 1 address of the individual to whom the delivery sale was made;
- 2 (2) the brand or brands of the cigarettes or vapor
- 3 products that were sold; and
- 4 (3) the quantity of cigarettes or vapor products that
- 5 were sold.
- 6 (c) With respect to cigarettes, a [A] person who complies
- 7 with 15 U.S.C. Section 376, as amended, is considered to have
- 8 complied with this section.
- 9 SECTION 44. Section 161.461(a), Health and Safety Code, is
- 10 amended to read as follows:
- 11 (a) Cigarettes or vapor products sold or that a person
- 12 attempted to sell in a delivery sale that does not comply with this
- 13 subchapter are forfeited to the state and shall be destroyed.
- 14 SECTION 45. Section 28.004(k), Education Code, is amended
- 15 to read as follows:
- 16 (k) A school district shall publish in the student handbook
- 17 and post on the district's Internet website, if the district has an
- 18 Internet website:
- 19 (1) a statement of the policies adopted to ensure that
- 20 elementary school, middle school, and junior high school students
- 21 engage in at least the amount and level of physical activity
- 22 required by Section 28.002(1);
- 23 (2) a statement of:
- 24 (A) the number of times during the preceding year
- 25 the district's school health advisory council has met;
- 26 (B) whether the district has adopted and enforces
- 27 policies to ensure that district campuses comply with agency

- 1 vending machine and food service guidelines for restricting student
- 2 access to vending machines; and
- 3 (C) whether the district has adopted and enforces
- 4 policies and procedures that prescribe penalties for the use of
- 5 vapor products, as defined by Section 38.006, and tobacco products
- 6 by students and others on school campuses or at school-sponsored or
- 7 school-related activities; and
- 8 (3) a statement providing notice to parents that they
- 9 can request in writing their child's physical fitness assessment
- 10 results at the end of the school year.
- 11 SECTION 46. Section 38.006, Education Code, is amended to
- 12 read as follows:
- 13 Sec. 38.006. VAPOR PRODUCTS AND TOBACCO PRODUCTS ON SCHOOL
- 14 PROPERTY. (a) In this section, "vapor product" has the meaning
- 15 <u>assigned by Section 161.081, Health and Safety Code.</u>
- 16 (b) The board of trustees of a school district shall:
- 17 (1) prohibit smoking or using vapor products or
- 18 tobacco products at a school-related or school-sanctioned activity
- 19 on or off school property;
- 20 (2) prohibit students from possessing <u>vapor products</u>
- 21 or tobacco products at a school-related or school-sanctioned
- 22 activity on or off school property; and
- 23 (3) ensure that school personnel enforce the policies
- 24 on school property.
- 25 SECTION 47. Section 48.01, Penal Code, is amended by
- 26 amending Subsections (a), (c), (d), and (e) and adding Subsection
- 27 (a-1) to read as follows:

- 1 (a) <u>In this section</u>, "vapor product" has the meaning 2 assigned by Section 161.081, Health and Safety Code.
- <u>(a-1)</u> A person commits an offense if the person [he] is in possession of a burning tobacco product, [or] smokes tobacco, or operates a vapor product in a facility of a public primary or secondary school or an elevator, enclosed theater or movie house, library, museum, hospital, transit system bus, [or] intrastate bus, [as defined by Section 541.201, Transportation Code,] plane, or train which is a public place.
- (c) All conveyances and public places set out in Subsection

  (a-1) [(a) of Section 48.01] shall be equipped with facilities for

  extinguishment of smoking materials and it shall be a defense to

  prosecution under this section if the conveyance or public place

  within which the offense takes place is not so equipped.
- (d) It is an exception to the application of Subsection

  (a-1) [(a)] if the person is in possession of the burning tobacco

  product, [or] smokes tobacco, or operates the vapor product

  exclusively within an area designated for smoking tobacco or

  inhaling from a vapor product or as a participant in an authorized

  theatrical performance.
- (e) An area designated for smoking tobacco <u>or inhaling from</u>
  22 <u>a vapor product</u> on a transit system bus or intrastate plane or train
  23 must also include the area occupied by the operator of the transit
  24 system bus, plane, or train.
- 25 SECTION 48. (a) The change in law made by this Act applies 26 only to the sale or distribution of vapor products occurring on or 27 after October 1, 2015. The sale or distribution of vapor products

- 1 occurring before October 1, 2015, is governed by the law in effect
- 2 immediately before that date, and that law is continued in effect
- 3 for that purpose.
- 4 (b) Sections 161.082(a) and 161.252(a), Health and Safety
- 5 Code, as amended by this Act, and Section 48.01, Penal Code, as
- 6 amended by this Act, apply only to an offense committed on or after
- 7 October 1, 2015. An offense committed before that date is governed
- 8 by the law in effect on the date the offense was committed, and the
- 9 former law is continued in effect for that purpose. For purposes of
- 10 this subsection, an offense was committed before October 1, 2015,
- 11 if any element of the offense occurred before that date.
- 12 SECTION 49. (a) The comptroller shall develop the sign
- 13 described by Section 161.084, Health and Safety Code, as amended by
- 14 this Act, and make the sign available to the public not later than
- 15 September 15, 2015.
- 16 (b) This section takes effect September 1, 2015.
- 17 SECTION 50. Except as otherwise provided by this Act, this
- 18 Act takes effect October 1, 2015.