1	TO THE HOUSE OF REPRESENTATIVES:
2	The Committee on Human Services to which was referred Senate Bill No.
3	18 entitled "An act relating to banning flavored tobacco products and e-
4	liquids" respectfully reports that it has considered the same and recommends
5	that the House propose to the Senate that the bill be amended by striking out all
6	after the enacting clause and inserting in lieu thereof the following:
7	Sec. 1. FINDINGS
8	The General Assembly finds that:
9	(1) Tobacco use is costly. Vermont spends more than \$400 million
10	annually to treat tobacco-caused illnesses, including more than \$90 million
11	each year in Medicaid expenses. This translates into a tax burden each year of
12	over \$1,000.00 per Vermont household. Smoking-related productivity losses
13	add another \$576 million in additional costs each year.
14	(2) Youth tobacco use is growing due to e-cigarettes. Seven percent of
15	Vermont high school students smoke, but if e-cigarette use is included,
16	28 percent of Vermont youths use some form of tobacco product. More than
17	one in four Vermont high school students now uses e-cigarettes. Use more
18	than doubled among this age group, from 12 percent to 26 percent, between
19	2017 and 2019.
20	(3) Menthol cigarette use is more prevalent among persons of color who
21	smoke than among white persons who smoke and is more common among

1	lesbian, gay, bisexual, and transgender smokers than among heterosexual
2	smokers. Eighty-five percent of African American adult smokers use menthol
3	cigarettes, and of Black youths 12-17 years of age who smoke, seven out of 10
4	use menthol cigarettes. Tobacco industry documents show a concerted effort
5	to target African Americans through specific advertising efforts.
6	Sec. 2. 7 V.S.A. chapter 40 is amended to read:
7	CHAPTER 40. TOBACCO PRODUCTS
8	§ 1001. DEFINITIONS
9	As used in this chapter:
10	(1) "Bidis" or "Beedies" means a product containing tobacco that is
11	wrapped in temburni leaf (diospyros melanoxylon) or tendu leaf (diospyros
12	exculpra), or any other product that is offered to, or purchased by, consumers
13	as bidis or beedies.
14	(2) "Board" means the Board of Liquor and Lottery.
15	(3) "Characterizing flavor" means a taste or aroma, other than the taste
16	or aroma of tobacco, imparted either prior to or during consumption of a
17	tobacco product or tobacco substitute, or a component part or byproduct of a
18	tobacco product or tobacco substitute. The term includes tastes or aromas
19	relating to any fruit, chocolate, vanilla, honey, maple, candy, cocoa, dessert,
20	alcoholic beverage, mint, menthol, wintergreen, herb or spice, or other food or
21	drink, or to any conceptual flavor that imparts a taste or aroma that is

1	distinguishable from tobacco flavor but may not relate to any particular known
2	flavor. The term also includes induced sensations, such as those produced by
3	synthetic cooling agents, regardless of whether the agent itself imparts any
4	taste or aroma.
5	(4) "Child-resistant packaging" means packaging that is designed or
6	constructed to be significantly difficult for children under five years of age to
7	open or obtain a toxic or harmful amount of the substance in the container
8	within a reasonable time and not difficult for normal adults to use properly but
9	does not mean packaging that all children under five years of age cannot open
10	or obtain a toxic or harmful amount of the substance in the container within a
11	reasonable time.
12	(5) "Cigarette" means:
13	(A) any roll of tobacco wrapped in paper or any substance not
14	containing tobacco; and
15	(B) any roll of tobacco wrapped in a substance containing tobacco
16	that, because of its appearance, the type of tobacco used in the filler, or its
17	packaging and labeling, is likely to be offered to, or purchased by, consumers
18	as a cigarette described in subdivision (A) of this subdivision (5).
19	(2)(6) "Commissioner" means the Commissioner of Liquor and Lottery

1	(3) "Tobacco products" means cigarettes, little cigars, roll-your-own
2	tobacco, snuff, cigars, new smokeless tobacco, and other tobacco products as
3	defined in 32 V.S.A. § 7702.
4	(4) "Vending machine" means any mechanical, electronic, or other
5	similar device that dispenses tobacco products for money.
6	(7) "E-liquid" means the solution, substance, or other material used in or
7	with a tobacco substitute that is heated or otherwise acted upon to produce an
8	aerosol, vapor, or other emission to be inhaled or otherwise absorbed by the
9	user, regardless of whether the solution, substance, or other material contains
10	nicotine. The term does not include cannabis products as defined in section
11	831 of this title or products that are regulated by the Cannabis Control Board.
12	(8) "E-liquid container or other container holding a liquid or gel
13	substance containing nicotine" means a bottle or other container of an e-liquid
14	containing nicotine or a nicotine liquid or other substance containing nicotine
15	that is sold, marketed, or intended for use in a tobacco substitute. The term
16	does not include a container containing nicotine in a cartridge that is sold,
17	marketed, or intended for use in a tobacco substitute if the cartridge is prefilled
18	and sealed by the manufacturer and not intended to be opened by the
19	consumer.
20	(9) "Flavored e-liquid" means any e-liquid with a characterizing flavor.
21	An e-liquid shall be presumed to be a flavored e-liquid if a licensee, a

1	manufacturer, or a licensee's or manufacturer's agent or employee has made a
2	statement or claim directed to consumers or the public, whether express or
3	implied, that the product has a distinguishable taste or aroma other than the
4	taste or aroma of tobacco.
5	(10) "Flavored tobacco product" means any tobacco product with a
6	characterizing flavor. A tobacco product shall be presumed to be a flavored
7	tobacco product if a licensee, a manufacturer, or a licensee's or manufacturer's
8	agent or employee has made a statement or claim directed to consumers or the
9	public, whether express or implied, that the product has a distinguishable taste
10	or aroma other than the taste or aroma of tobacco.
11	(11) "Flavored tobacco substitute" means any tobacco substitute with a
12	characterizing flavor. A tobacco substitute shall be presumed to be a flavored
13	tobacco substitute if a licensee, a manufacturer, or a licensee's or
14	manufacturer's agent or employee has made a statement or claim directed to
15	consumers or the public, whether express or implied, that the product has a
16	distinguishable taste or aroma other than the taste or aroma of tobacco.
17	(12) "Licensed wholesale dealer" means a wholesale dealer licensed
18	under 32 V.S.A. chapter 205.
19	(13) "Little cigars" means any rolls of tobacco wrapped in leaf tobacco
20	or any substance containing tobacco, other than any roll of tobacco that is a
21	cigarette, and as to which 1,000 units weigh not more than three pounds.

1	(14) "Nicotine" means the chemical substance named 3-(1-Methyl-2-
2	pyrrolidinyl)pyridine or C[10]H[14]N[2], including any salt or complex of
3	nicotine, whether naturally or synthetically derived.
4	(15) "Proper proof of age" means a valid authorized form of
5	identification as defined in section 589 of this title.
6	(16) "Retail dealer" means a person licensed pursuant to section 1002 of
7	this title.
8	(17) "Roll-your-own tobacco" means any tobacco that, because of its
9	appearance, type, packaging, or labeling, is suitable for use and likely to be
10	offered to, or purchased by, consumers as tobacco for making cigarettes.
11	(18) "Snuff" means any finely cut, ground, or powdered tobacco that is
12	not intended to be smoked, has a moisture content of not less than 45 percent,
13	and is not offered in individual single-dose tablets or other discrete single-use
14	units.
15	(5)(19) "Tobacco license" means a license issued by the Division of
16	Liquor Control under this chapter permitting the licensee to engage in the retail
17	sale of tobacco products.
18	(6) "Bidis" or "Beedies" means a product containing tobacco that is
19	wrapped in temburni leaf (diospyros melanoxylon) or tendu leaf (diospyros
20	exculpra), or any other product that is offered to, or purchased by, consumers
21	as bidis or beedies.

1/26/2024 - JGC - 12:17 PM

(7)(20) "Tobacco paraphernalia" means any device used, intended for
use, or designed for use in smoking, inhaling, ingesting, or otherwise
introducing tobacco products, tobacco substitutes, e-liquids, or a combination
of these, into the human body, or for preparing tobacco for smoking, inhaling,
ingesting, or otherwise introducing into the human body, including devices for
holding tobacco, rolling paper, wraps, cigarette rolling machines, pipes, water
pipes, carburetion devices, bongs, and hookahs, and clothing or accessories
adapted for use with a tobacco product, a tobacco substitute, an e-liquid, or
tobacco paraphernalia.
(21) "Tobacco products" means cigarettes, little cigars, roll-your-own
tobacco, snuff, cigars, new smokeless tobacco, and any other product
manufactured from, derived from, or containing tobacco that is intended for
human consumption by smoking, by chewing, or in any other manner.
(8)(22)(A) "Tobacco substitute" means products any product that is not
a tobacco product, as defined in subdivision (21) of this section, and that meets
one or both of the following descriptions:
(i) a product, including an electronic eigarettes cigarette or other
electronic or battery-powered devices device, or any component, part, or
accessory thereof, that contain or are contains or is designed to deliver nicotine
or other substances into the body through the inhalation or other absorption of
aerosol, vapor, or other emission and that have has not been approved by the

1	U.S. Food and Drug Administration for tobacco cessation or other medical
2	purposes; or
3	(ii) an oral nicotine product or any other item that is designed to
4	deliver nicotine into the body, including a product or item containing or
5	delivering nicotine that has been extracted from a tobacco plant or leaf.
6	(B) Cannabis products as defined in section 831 of this title or
7	products that have been approved by the U.S. Food and Drug Administration
8	for tobacco cessation or other medical purposes shall not be considered to be
9	tobacco substitutes.
10	(23) "Vending machine" means any mechanical, electronic, or other
11	similar device that sells or dispenses tobacco products, tobacco substitutes, e-
12	liquids, tobacco paraphernalia, or a combination of these.
13	(24) "Wholesale dealer" means a person who imports or causes to be
14	imported into the State any cigarettes, little cigars, roll-your-own tobacco,
15	snuff, new smokeless tobacco, or other tobacco product for sale or who sells or
16	furnishes any of these products to other wholesale dealers or retail dealers for
17	the purpose of resale, but not by small quantity or parcel to consumers thereof.
18	§ 1002. LICENSE REQUIRED; APPLICATION; FEE; ISSUANCE
19	(a)(1) Except as provided in subsection (h) of this section, no person shall
20	engage in the retail sale of tobacco products, tobacco substitutes, <u>e-liquids</u> , or

- tobacco paraphernalia in the person's place of business without a tobacco
 license obtained from the Division of Liquor Control.
- 3 ***

- (e) A person who sells tobacco products, tobacco substitutes, <u>e-liquids</u>, or tobacco paraphernalia without obtaining a tobacco license and a tobacco substitute endorsement, as applicable, in violation of this section shall be guilty of a misdemeanor and fined not more than \$200.00 for the first offense and not more than \$500.00 for each subsequent offense.
- (f) No individual under 16 years of age may sell tobacco products, tobacco substitutes, <u>e-liquids</u>, or tobacco paraphernalia.
- (g) No person shall engage in the retail sale of tobacco products, tobacco substitutes, substances containing nicotine or otherwise intended for use with a tobacco substitute e-liquids, or tobacco paraphernalia in the State unless the person is a licensed wholesale dealer as defined in 32 V.S.A. § 7702 or has purchased the tobacco products, tobacco substitutes, substances containing nicotine or otherwise intended for use with a tobacco substitute e-liquids, or tobacco paraphernalia from a licensed wholesale dealer.
- (h) This section shall not apply to a cannabis establishment licensed pursuant to chapter 33 of this title to engage in the retail sale of cannabis products as defined in section 831 of this title but not engaged in the sale of tobacco products or tobacco substitutes.

1	* * *
2	§ 1003. SALE OF TOBACCO PRODUCTS; TOBACCO SUBSTITUTES;
3	E-LIQUIDS; TOBACCO PARAPHERNALIA; REQUIREMENTS;
4	PROHIBITIONS
5	(a)(1) A person shall not:
6	(A) sell or provide tobacco products, tobacco substitutes, e-liquids, or
7	tobacco paraphernalia to any person under 21 years of age; or
8	(B) knowingly enable the usage of tobacco products, tobacco
9	substitutes, or e-liquids by a person under 21 years of age.
10	(2)(A) Except as otherwise provided in subdivision (B) of this
11	subdivision (2), a person, including a retail dealer, who violates subdivision (1)
12	of this subsection (a) shall be subject to a civil penalty of not more than
13	\$500.00 for the first offense and not more than \$2,000.00 for any subsequent
14	offense.
15	(B) An employee of a retail dealer who violates subdivision (1) of
16	this subsection (a) in the course of employment shall be subject to a civil
17	penalty of not more than \$100.00 for a first offense and not more than \$500.00
18	for any subsequent offense. This penalty shall be in addition to the penalty
19	imposed on the retail dealer pursuant to subdivision (A) of this subdivision (2).

1	(C) An action under this subsection (a) shall be brought in the same
2	manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be
3	brought within 24 hours after the occurrence of the alleged violation.
4	(b) All vending machines selling or dispensing tobacco products, tobacco
5	substitutes, e-liquids, or tobacco paraphernalia, or a combination of these, are
6	prohibited.
7	(c)(1) Persons holding a tobacco license may only display or store tobacco
8	products of, tobacco substitutes, and e-liquids:
9	(A) behind a sales counter or in any other area of the establishment
10	that is inaccessible to the public; or
11	(B) in a locked container.
12	(2) This subsection shall not apply to the following:
13	(A) a display of tobacco products, tobacco substitutes, or e-liquids
14	that is located in a commercial establishment in which by law no person under
15	21 years of age is permitted to enter at any time;
16	(B) cigarettes in unopened cartons and smokeless tobacco in
17	unopened multipack containers of 10 or more packages, any of which shall be
18	displayed in plain view and under the control of a responsible employee so that
19	removal of the cartons or multipacks from the display can be readily observed
20	by that employee; or

(C) cigars and pipe tobacco stored in a humidor on the sales counter
in plain view and under the control of a responsible employee so that the
removal of these products from the humidor can be readily observed by that
employee.

- (d) The sale and the purchase of bidis is prohibited. A person who holds a tobacco license who sells bidis as prohibited by this subsection shall be fined not more than \$500.00. A or a person who purchases bidis from any source shall be fined subject to a civil penalty of not more than \$250.00 for a first offense and not more than \$500.00 for a subsequent offense.
- (e) No person holding a tobacco license shall sell cigarettes or little cigars individually or in packs that contain fewer than 20 cigarettes or little cigars.
- (f) As used in this section, "little eigars" means any rolls of tobacco wrapped in leaf tobacco or any substance containing tobacco, other than any roll of tobacco that is a eigarette within the meaning of 32 V.S.A. § 7702(1), and as to which 1,000 units weigh not more than three pounds "enable the usage of tobacco products, tobacco substitutes, or e-liquids" means creating a direct and immediate opportunity for a person to use tobacco products, tobacco substitutes, or e-liquids, or a combination of these.

1	§ 1004. PROOF OF AGE FOR THE SALE OF TOBACCO PRODUCTS;
2	TOBACCO SUBSTITUTES; <u>E-LIQUIDS</u> ; TOBACCO
3	PARAPHERNALIA
4	(a) A person shall exhibit proper proof of his or her the person's age upon
5	demand of a person licensed under this chapter, an employee of a licensee, or a
6	law enforcement officer. If the person fails to provide proper proof of age, the
7	licensee shall be entitled to refuse to sell tobacco products, tobacco substitutes,
8	e-liquids, or tobacco paraphernalia to the person. The sale or furnishing of
9	tobacco products, tobacco substitutes, <u>e-liquids</u> , or tobacco paraphernalia to a
10	person exhibiting proper proof of age shall be prima facie evidence of a
11	licensee's compliance with section 1007 of this title.
12	(b) As used in this section, "proper proof of age" means a valid authorized
13	form of identification as defined in section 589 of this title.
14	§ 1005. PERSONS UNDER 21 YEARS OF AGE; POSSESSION OR
15	PURCHASE OF TOBACCO PRODUCTS; MISREPRESENTING
16	AGE OR PURCHASING TOBACCO PRODUCTS; PENALTY,
17	TOBACCO SUBSTITUTES, E-LIQUIDS, OR TOBACCO
18	PARAPHERNALIA PROHIBITED
19	(a)(1) A person under 21 years of age shall not possess, purchase, or
20	attempt to purchase tobacco products, tobacco substitutes, e-liquids, or tobacco
21	paraphernalia unless:

1	(A) the person is an employee of a holder of a tobacco license and is
2	in possession of tobacco products, tobacco substitutes, e-liquids, or tobacco
3	paraphernalia to effect a sale in the course of employment; or
4	(B) the person is in possession of tobacco products or tobacco
5	paraphernalia in connection with Indigenous cultural tobacco practices.
6	(2) A person under 21 years of age shall not misrepresent his or her the
7	person's age to purchase or attempt to purchase tobacco products, tobacco
8	substitutes, e-liquids, or tobacco paraphernalia.
9	(b) $\underline{(1)}$ A person who possesses tobacco products, tobacco substitutes, \underline{e} -
10	liquids, or tobacco paraphernalia in violation of subsection (a) of this section
11	shall be subject to having the tobacco products, tobacco substitutes, <u>e-liquids</u> ,
12	or tobacco paraphernalia immediately confiscated and shall be further subject
13	to a civil penalty of \$25.00 complete a tobacco cessation program approved by
14	the Department of Health.
15	(2) Within 90 days following the date of confiscation, the person shall
16	provide to the Division of Liquor Control a certificate or attestation of
17	completion of the tobacco cessation program. If the person does not submit
18	the certificate or attestation within 90 days, the person shall be subject to a
19	civil penalty of up to \$50.00.
20	(3) An action under this subsection shall be brought in the same manner
21	as a traffic violation pursuant to 23 V.S.A. chapter 24.

1	(c)(1) A person under 21 years of age who misrepresents his or her the
2	person's age by presenting false identification to purchase tobacco products,
3	tobacco substitutes, e-liquids, or tobacco paraphernalia shall be fined not more
4	than \$50.00 or provide up to 10 hours of community service, or both subject
5	<u>to:</u>
6	(A) having the tobacco products, tobacco substitutes, e-liquids, or
7	tobacco paraphernalia immediately confiscated;
8	(B) having the false identification immediately confiscated; and
9	(C) completing a tobacco cessation program approved by the
10	Department of Health.
11	(2) Within 90 days following the date of confiscation, the person shall
12	provide to the Division of Liquor Control a certificate or attestation of
13	completion of the tobacco cessation program. If the person does not submit
14	the certificate or attestation within 90 days, the person shall be subject to a
15	civil penalty of up to \$50.00.
16	(3) An action under this subsection shall be brought in the same manner
17	as a traffic violation pursuant to 23 V.S.A. chapter 24.
18	§ 1006. POSTING OF SIGNS
19	(a) A person licensed under this chapter shall post in a conspicuous place
20	on the premises identified in the tobacco license a warning sign stating that the
21	sale of tobacco products, tobacco substitutes, e-liquids, and tobacco

prepare the sign and make it available with the license forms issued under this chapter. The sign may include information about the health effects of tobacco and tobacco cessation services. The Board, in consultation with a representative of the licensees when appropriate, is authorized to change the design of the sign as needed to maintain its effectiveness. (b) A person violating this section shall be guilty of a misdemeanor and fined not more than \$100.00. \$ 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as necessary to ensure consistent statewide compliance with the prohibition on	1	paraphernalia to persons under 21 years of age is prohibited. The Board shall
and tobacco cessation services. The Board, in consultation with a representative of the licensees when appropriate, is authorized to change the design of the sign as needed to maintain its effectiveness. (b) A person violating this section shall be guilty of a misdemeanor and fined not more than \$100.00. \$ 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	2	prepare the sign and make it available with the license forms issued under this
representative of the licensees when appropriate, is authorized to change the design of the sign as needed to maintain its effectiveness. (b) A person violating this section shall be guilty of a misdemeanor and fined not more than \$100.00. § 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	3	chapter. The sign may include information about the health effects of tobacco
design of the sign as needed to maintain its effectiveness. (b) A person violating this section shall be guilty of a misdemeanor and fined not more than \$100.00. § 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	4	and tobacco cessation services. The Board, in consultation with a
(b) A person violating this section shall be guilty of a misdemeanor and fined not more than \$100.00. § 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	5	representative of the licensees when appropriate, is authorized to change the
fined not more than \$100.00. § 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	6	design of the sign as needed to maintain its effectiveness.
§ 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF AGE; REPORT (a) A person that sells or furnishes tobacco products, tobacco substitutes, or tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	7	(b) A person violating this section shall be guilty of a misdemeanor and
10 AGE; REPORT 11 (a) A person that sells or furnishes tobacco products, tobacco substitutes, or 12 tobacco paraphernalia to a person under 21 years of age shall be subject to a 13 civil penalty of not more than \$100.00 for the first offense and not more than 14 \$500.00 for any subsequent offense. An action under this section shall be 15 brought in the same manner as for a traffic violation pursuant to 23 V.S.A. 16 chapter 24 and shall be brought within 24 hours of the occurrence of the 17 alleged violation. [Repealed.] 18 (b)(1) The Division of Liquor Control shall conduct or contract for 19 compliance tests of tobacco licensees as frequently and as comprehensively as	8	fined not more than \$100.00.
12 tobacco paraphernalia to a person under 21 years of age shall be subject to a 13 civil penalty of not more than \$100.00 for the first offense and not more than 14 \$500.00 for any subsequent offense. An action under this section shall be 15 brought in the same manner as for a traffic violation pursuant to 23 V.S.A. 16 chapter 24 and shall be brought within 24 hours of the occurrence of the 17 alleged violation. [Repealed.] 18 (b)(1) The Division of Liquor Control shall conduct or contract for 19 compliance tests of tobacco licensees as frequently and as comprehensively as	9	§ 1007. FURNISHING TOBACCO TO PERSONS UNDER 21 YEARS OF
tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	10	AGE; REPORT
civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as		
\$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	11	(a) A person that sells or furnishes tobacco products, tobacco substitutes, or
brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as		
chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as	12	tobacco paraphernalia to a person under 21 years of age shall be subject to a
17 alleged violation. [Repealed.] 18 (b)(1) The Division of Liquor Control shall conduct or contract for 19 compliance tests of tobacco licensees as frequently and as comprehensively as	12 13	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than
18 (b)(1) The Division of Liquor Control shall conduct or contract for 19 compliance tests of tobacco licensees as frequently and as comprehensively as	12 13 14	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be
compliance tests of tobacco licensees as frequently and as comprehensively as	12 13 14 15	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A.
	12 13 14 15 16	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the
20 necessary to ensure consistent statewide compliance with the prohibition on	12 13 14 15 16	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.]
	12 13 14 15 16 17	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for
	12 13 14 15 16 17 18	tobacco paraphernalia to a person under 21 years of age shall be subject to a civil penalty of not more than \$100.00 for the first offense and not more than \$500.00 for any subsequent offense. An action under this section shall be brought in the same manner as for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought within 24 hours of the occurrence of the alleged violation. [Repealed.] (b)(1) The Division of Liquor Control shall conduct or contract for compliance tests of tobacco licensees as frequently and as comprehensively as

sales to persons under 21 years of age of at least 90 percent for buyers who are

1 between 17 and 20 years of age. An individual under 21 years of age 2 participating in a compliance test shall not be in violation of section 1005 of 3 this title. 4 (2) Any violation by a tobacco licensee of subsection 1003(a) of this 5 title and this section after a sale violation or during a compliance test 6 conducted within six months of a previous violation shall be considered a 7 multiple violation and shall result in the minimum license suspension in 8 addition to any other penalties available under this title. Minimum license suspensions for multiple violations shall be assessed as follows: 9 10 (A) two violations two weekdays; 11 (B) three violations 15-day suspension; 12 (C) four violations 90-day suspension; 13 (D) five violations one-year suspension. 14 (3) The Division shall report to the House Committee on General, 15 Housing, Government Operations and Military Affairs, the Senate Committee on Economic Development, Housing and General Affairs, and the Tobacco 16 17 Evaluation and Review Board Substance Misuse Prevention Oversight and 18 Advisory Council annually, on or before January 15, the methodology and 19 results of compliance tests conducted during the previous year. The provisions 20 of 2 V.S.A. § 20(d) (expiration of required reports) shall not apply to the 21 required report to be made under this subdivision.

1	* * *
2	§ 1009. CONTRABAND AND SEIZURE
3	(a) Any cigarettes or other tobacco products, tobacco substitutes, e-liquids,
4	or tobacco paraphernalia that have been sold, offered for sale, or possessed for
5	sale in violation of section 1003, 1010, or 1013 of this title, 20 V.S.A. § 2757,
6	32 V.S.A. § 7786, or 33 V.S.A. § 1919, and any commercial cigarette rolling
7	machines possessed or utilized in violation of section 1011 of this title, shall be
8	deemed contraband and shall be subject to seizure by the Commissioner, the
9	Commissioner's agents or employees, the Commissioner of Taxes or any agent
10	or employee of the Commissioner of Taxes, or by any law enforcement officer
11	of this State when directed to do so by the Commissioner. All cigarettes or
12	other tobacco products items seized under this subsection shall be destroyed.
13	* * *
14	§ 1010. INTERNET SALES
15	(a) As used in this section:
16	(1) "Cigarette" has the same meaning as in 32 V.S.A. § 7702(1).
17	(2) [Repealed.]
18	(3) "Licensed wholesale dealer" has the same meaning as in 32 V.S.A
19	§ 7702(5).
20	(4) "Little cigars" has the same meaning as in 32 V.S.A. § 7702(6).
21	(5) "Retail dealer" has the same meaning as in 32 V.S.A. § 7702(10).

1	(6) "Roll-your-own tobacco" has the same meaning as in 32 V.S.A
2	§ 7702(11).
3	(7) "Snuff" has the same meaning as in 32 V.S.A. § 7702(13).
4	[Repealed.]
5	(b) No person shall cause cigarettes, roll-your-own tobacco, little cigars,
6	snuff, tobacco substitutes, substances containing nicotine or otherwise intended
7	for use with a tobacco substitute e-liquids, or tobacco paraphernalia, ordered or
8	purchased by mail or through a computer network, telephonic network, or
9	other electronic network, to be shipped to anyone other than a licensed
10	wholesale dealer or retail dealer in this State.
11	(c) No person shall, with knowledge or reason to know of the violation,
12	provide substantial assistance to a person in violation of this section.
13	(d) A violation of this section is punishable as follows:
14	(1) A knowing or intentional violation of this section shall be punishable
15	by imprisonment for not more than five years or a fine of not more than
16	\$5,000.00, or both.
17	(2) In addition to or in lieu of any other civil or criminal remedy
18	provided by law, upon a determination that a person has violated this section,
19	the Attorney General may impose a civil penalty in an amount not to exceed
20	\$5,000.00 for each violation. For purposes of this subsection, each shipment
21	or transport of cigarettes, roll-your-own tobacco, little cigars, or snuff, tobacco

1	substitutes, e-liquids, or tobacco paraphernalia shall constitute a separate
2	violation.
3	* * *
4	§ 1012. LIQUID NICOTINE E-LIQUIDS AND OTHER SUBSTANCES
5	CONTAINING NICOTINE ; PACKAGING
6	(a) Unless specifically preempted by federal law, no person shall
7	manufacture, regardless of location, for sale in; offer for sale in; sell in or into
8	the stream of commerce in; or otherwise introduce into the stream of
9	commerce in Vermont:
10	(1) any <u>e-liquid containing nicotine or any other</u> liquid or gel substance
11	containing nicotine unless that product is contained in child-resistant
12	packaging; or
13	(2) any nicotine liquid e-liquid container or other container holding a
14	<u>liquid or gel substance containing nicotine</u> unless that container constitutes
15	child-resistant packaging.
16	(b) As used in this section:
17	(1) "Child-resistant packaging" means packaging that is designed or
18	constructed to be significantly difficult for children under five years of age to
19	open or obtain a toxic or harmful amount of the substance in the container
20	within a reasonable time and not difficult for normal adults to use properly, but
21	does not mean packaging that all children under five years of age cannot open

1	or obtain a toxic or harmful amount of the substance in the container within a
2	reasonable time.
3	(2) "Nicotine liquid container" means a bottle or other container of a
4	nicotine liquid or other substance containing nicotine that is sold, marketed, or
5	intended for use in a tobacco substitute. The term does not include a container
6	containing nicotine in a cartridge that is sold, marketed, or intended for use in a
7	tobacco substitute if the cartridge is prefilled and sealed by the manufacturer
8	and not intended to be opened by the consumer. [Repealed.]
9	§ 1013. FLAVORED TOBACCO SUBSTITUTES, FLAVORED E-
10	LIQUIDS, AND MENTHOL TOBACCO PRODUCTS
11	<u>PROHIBITED</u>
12	(a) No person shall engage in the retail sale of:
13	(1) any flavored tobacco substitute;
14	(2) any flavored e-liquid; or
15	(3) any menthol-flavored tobacco product.
16	(b)(1) A person who violates subsection (a) of this section shall be subject
17	to a civil penalty of not more than \$200.00 for the first offense and not more
18	than \$500.00 for any subsequent offense.
19	(2) An action under this section shall be brought in the same manner as
20	for a traffic violation pursuant to 23 V.S.A. chapter 24 and shall be brought
21	within 24 hours after the occurrence of the alleged violation.

1	§ 1014. SALE OF DISCOUNTED TOBACCO PRODUCTS, TOBACCO
2	SUBSTITUTES, E-LIQUIDS, AND TOBACCO
3	PARAPHERNALIA PROHIBITED
4	(a) As used in this section, "price reduction instrument" means any coupon,
5	voucher, rebate, card, paper, note, form, statement, ticket, image, or other
6	issue, whether in paper, digital, or any other form, used for commercial
7	purposes to receive an article, product, service, or accommodation without
8	charge or at a discounted price.
9	(b) No person shall do any of the following:
10	(1) sell or offer for sale a tobacco product, tobacco substitute, e-liquid,
11	or tobacco paraphernalia to a consumer at a price lower than the price that was
12	in effect at the time the seller purchased the item from the wholesale dealer;
13	(2) sell or offer for sale a tobacco product, tobacco substitute, e-liquid,
14	or tobacco paraphernalia through any multipackage discount; or
15	(3) honor or accept a price reduction instrument in any transaction
16	related to the sale of a tobacco product, tobacco substitute, e-liquid, or tobacco
17	paraphernalia to a consumer.
18	(c) A person who violates subsection (b) of this section shall be subject
19	to a civil penalty of not more than \$200.00 for the first offense and not more
20	than \$500.00 for any subsequent offense. An action under this section shall be
21	brought in the same manner as for a traffic violation pursuant to 23 V.S.A.

1	chapter 24 and shall be brought within 24 hours after the occurrence of the
2	alleged violation.
3	Sec. 3. 4 V.S.A. § 1102(b) is amended to read:
4	(b) The Judicial Bureau shall have jurisdiction of the following matters:
5	* * *
6	(5) Violations of 7 V.S.A. § 1007 1003(a), relating to furnishing tobacco
7	products, tobacco substitutes, e-liquids, and tobacco paraphernalia to a person
8	under 21 years of age.
9	* * *
10	(33) Violations of 7 V.S.A. § 1013, relating to sale of flavored tobacco
11	substitutes, flavored e-liquids, and menthol-flavored tobacco products.
12	(34) Violations of 7 V.S.A. § 1014, relating to sale of discounted
13	tobacco products, tobacco substitutes, e-liquids, and tobacco paraphernalia.
14	Sec. 4. 7 V.S.A. § 661(c) is amended to read:
15	(c) The provisions of subsection (b) of this section shall not apply to a
16	violation of subsection 1005(a) of this title, relating to purchase of tobacco
17	products, tobacco substitutes, e-liquids, or tobacco paraphernalia by a person
18	under 21 years of age.

1	Sec. 5. 16 V.S.A. § 140 is amended to read:
2	§ 140. TOBACCO USE OF TOBACCO PRODUCTS, TOBACCO
3	SUBSTITUTES, AND E-LIQUIDS PROHIBITED ON PUBLIC
4	SCHOOL GROUNDS
5	No person shall be permitted to use tobacco products or, tobacco
6	substitutes, or e-liquids, as those terms are defined in 7 V.S.A. § 1001, on
7	public school grounds or at public school sponsored functions. Public school
8	boards may adopt policies that include confiscation and appropriate referrals to
9	law enforcement authorities.
10	Sec. 6. 18 V.S.A. § 4226 is amended to read:
11	§ 4226. MINORS; TREATMENT; CONSENT
12	(a)(1) If a minor 12 years of age or older is suspected to be dependent upon
13	have a substance use disorder, including a dependence on regulated drugs as
14	defined in section 4201 of this title, on alcohol, on nicotine, or on tobacco
15	products or tobacco substitutes as defined in 7 V.S.A. § 1001, or to have
16	venereal disease, or to be an alcoholic as defined in section 8401 of this title a
17	sexually transmitted infection, and the finding of such dependency, disease, or
18	alcoholism substance use disorder or infection is verified by a licensed
19	physician health care professional, the minor may give:
20	(A) his or her consent to medical treatment health care services and
21	hospitalization; and

1	(B) in the case of a drug dependent or alcoholic person an individual
2	who has a substance use disorder, consent to nonmedical inpatient or
3	outpatient treatment at a program approved by the Agency of Human Services
4	to provide treatment for drug dependency or alcoholism substance use disorder
5	if deemed necessary by the examining physician for diagnosis or treatment of
6	such dependency or disease or alcoholism health care professional.
7	(2) Consent under this section shall not be subject to disaffirmance due
8	to minority of the person consenting. The consent of the parent or legal
9	guardian of a minor consenting under this section shall not be necessary to
0	authorize care as described in this subsection.
1	(b) The parent, parents, or legal guardian shall be notified by the physician
2	if the condition of a minor child requires immediate hospitalization as the
.3	result of drug usage, alcoholism, or alcohol use or for the treatment of a
4	venereal disease sexually transmitted infection.
.5	(c) As used in this section, "health care professional" means an individual
.6	licensed as a physician under 26 V.S.A. chapter 23 or 33, an individual
.7	licensed as a physician assistant under 26 V.S.A. chapter 31, or an individual
8	licensed as a registered nurse or advanced practice registered nurse under 26
9	V.S.A. chapter 28.

1	Sec. /. 18 V.S.A. § 4803(a) is amended to read:
2	(a) Creation. There is created the Substance Misuse Prevention Oversight
3	and Advisory Council within the Department of Health to improve the health
4	outcomes of all Vermonters through a consolidated and holistic approach to
5	substance misuse prevention that addresses all categories of substances. The
6	Council shall provide advice to the Governor and General Assembly for
7	improving prevention policies and programming throughout the State and to
8	ensure that population prevention measures are at the forefront of all policy
9	determinations. The Advisory Council's prevention initiatives shall
10	encompass all substances at risk of misuse, including:
11	(1) alcohol;
12	(2) cannabis;
13	(3) controlled substances, such as opioids, cocaine, and
14	methamphetamines; and
15	(4) tobacco products and, tobacco substitutes, and e-liquids, as those
16	terms are defined in 7 V.S.A. § 1001 and substances containing nicotine or that
17	are otherwise intended for use with a tobacco substitute.
18	Sec. 8. 32 V.S.A. § 7702 is amended to read:
19	§ 7702. DEFINITIONS
20	As used in this chapter unless the context otherwise requires:
21	* * *

(15) "Other tobacco products" means any product manufactured from,
derived from, or containing tobacco that is intended for human consumption
by smoking, by chewing, or in any other manner, including. The term also
includes products sold as a tobacco substitute, as defined in 7 V.S.A.
§ 1001(8), and including any liquids, whether nicotine based or not, or; e-
liquids, as defined in 7 V.S.A. § 1001; and delivery devices sold separately for
use with a tobacco substitute or e-liquid, but shall not include cigarettes, little
cigars, roll-your-own tobacco, snuff, or new smokeless tobacco as defined in
this section, or cannabis products as defined in 7 V.S.A. § 831.

- Sec. 9. 18 V.S.A. § 9503 is amended to read:
- 12 § 9503. VERMONT TOBACCO PREVENTION AND TREATMENT
 - (a) Except as otherwise specifically provided, the tobacco prevention and treatment program shall be administered and coordinated statewide by the Department of Health, pursuant to the provisions of this chapter. The program shall be comprehensive and research-based.

* * *

(b) The Department shall establish goals for reducing adult and youth smoking rates, including performance measures for each goal in conjunction with the Substance Misuse Prevention Oversight and Advisory Council established pursuant to section 4803 of this title. The services provided by a quitline approved by the Department of Health shall be offered and made

1	available to any minor, upon his or her the minor's consent, who is a smoker or
2	user of tobacco products, tobacco substitutes, or e-liquids, as those terms are
3	defined in 7 V.S.A. § 1001.
4	(c) The Department of Liquor and Lottery shall administer the component
5	of the program that relates to enforcement activities.
6	(d) The Agency of Education shall administer school-based programs.
7	(e) The Department shall pay all fees and costs of the surveillance and
8	evaluation activities, including the costs associated with hiring a contractor to
9	conduct an independent evaluation of the program.
10	Sec. 10. 33 V.S.A. § 1900 is amended to read:
11	§ 1900. DEFINITIONS
12	As used in this subchapter, unless otherwise indicated:
13	* * *
14	(10) "Tobacco" means all of the products listed in the definition of
15	"tobacco products" in 7 V.S.A. § 1001(3).
16	* * *
17	Sec. 11. HEALTH EQUITY ADVISORY COMMISSION; MENTHOL
18	TOBACCO PRODUCT BAN; REPORT
19	On or before January 15, 2025, in its annual report due pursuant to 18
20	V.S.A. § 252(e), the Health Equity Advisory Commission shall recommend to

1	the General Assembly whether the sale of tobacco products containing
2	menthol, including menthol cigarettes, should be banned in Vermont.
3	Sec. 12. TOBACCO SUBSTITUTES AND E-LIQUIDS; ADVERTISING
4	RESTRICTIONS; REPORT
5	On or before December 1, 2024, the Office of the Attorney General shall
6	report to the House Committees on Commerce and Economic Development
7	and on Human Services and the Senate Committees on Economic
8	Development, Housing and General Affairs and on Health and Welfare
9	regarding whether and to what extent Vermont may legally restrict advertising
10	and regulate the content of labels for tobacco substitutes, including oral
11	nicotine products, and e-liquids in this State.
12	Sec. 13. DEPARTMENT OF HEALTH; VERMONT YOUTH RISK
13	BEHAVIOR SURVEY; TOBACCO SALES; REPORT
14	On or before March 1, 2027, the Department of Health shall report to the
15	House Committee on Human Services and the Senate Committee on Health
16	and Welfare the results of the 2025 Vermont Youth Risk Behavior Survey that
17	relate to youth use of tobacco products, tobacco substitutes, and e-liquids,
18	along with a comparison of the rates of use from previous Vermont Youth Risk
19	Behavior Surveys. In its report, the Department shall also provide data on
20	retail sales of tobacco products, tobacco substitutes, and e-liquids during
21	calendar years 2024, 2025, and 2026.

1	Sec. 14. DEPARTMENT OF HEALTH; SCHOOL-BASED USAGE AND
2	CESSATION EFFORTS; REPORT
3	The Department of Health shall collaborate with relevant school and
4	community partners to survey and report on the use of tobacco products,
5	tobacco substitutes, and e-liquids, as well as on nicotine and tobacco cessation
6	efforts, in Vermont's schools. On or before January 15, 2026, the Department
7	shall report to the House Committees on Human Services and on Education
8	and the Senate Committees on Health and Welfare and on Education with its
9	findings and any recommendations for legislative action.
10	Sec. 15. EFFECTIVE DATES
11	(a) Sec. 2 (7 V.S.A. chapter 40) shall take effect on January 1, 2025, except
12	that 7 V.S.A. § 1013(a)(3) (prohibiting retail sale of menthol-flavored tobacco
13	products) shall take effect on July 1, 2025.
14	(b) Secs. 1 (findings), 6 (18 V.S.A. § 4226; minor consent to treatment), 9
15	(18 V.S.A. § 9503; tobacco prevention and treatment), 11 (Health Equity
16	Advisory Commission; menthol ban; report), 12 (advertising restrictions;
17	report), 13 (Youth Risk Behavior Survey; tobacco sales; report), and 14
18	(school-based usage and cessation efforts; report) and this section shall take
19	effect on passage.
20	(c) Secs. 3 (4 V.S.A. § 1102(b); Judicial Bureau jurisdiction), 4 (7 V.S.A.
21	§ 661(c); penalties), 5 (16 V.S.A. § 140; use prohibited on school grounds), 7

1	(18 V.S.A. § 4803(a); Substance Misuse Prevention Oversight and Advisory
2	Council), 8 (32 V.S.A. § 7702; definition for tobacco tax purposes), and 10 (33
3	V.S.A. § 1900; definition for medical assistance statutes) shall take effect on
4	<u>January 1, 2025.</u>
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	(Committee vote:)
18	
19	Representative
20	FOR THE COMMITTEE