3/31/99 Returned from Colendar to Human Rea

FILED FEB 2 3 1999

SENATE FILE <u>205</u>
BY COMMITTEE ON HUMAN RESOURCES

(SUCCESSOR TO SSB 1073)

Passed Senate, Date		Passed House, Date			
Vote: Ayes	Nays	Vote:	Ayes _	Nays	
Approved					

A BILL FOR 1 An Act relating to cigarettes and tobacco products by prohibiting 2 that such products be given away and by prohibiting giving of 3 other items as part of a sale of such cigarettes and tobacco products and making penalties applicable. 5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 6 7 8 9 10 11 12 13 14 15 16 17

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SE 205

- 1 Section 1. Section 421B.4, Code 1999, is amended to read 2 as follows:
- 3 421B.4 COMBINATION SALES.
- 4 In all offers for sale or sales involving cigarettes and
- 5 any other item at a combined price, and-in-all-offers-for
- 6 sale;-or-sales;-involving-the-giving-of-any-gift-or-concession
- 7 of-any-kind-whatsoever-(whether-it-be-coupons-or-otherwise);
- 8 the wholesaler's or retailer's combined selling price shall
- 9 not be below the cost to the wholesaler or the cost to the
- 10 retailer, respectively; of-the-total-of-all-articles;
- 11 products;-commodities;-gifts-and-concessions-included-in-such
- 12 transactions:--If-any-such-articles;-products;-commodities;
- 13 gifts-or-concessions,-shall-not-be-cigarettes,-the-basic-cost
- 14 thereof-shall-be-determined-in-like-manner-as-provided-in
- 15 section-4218-27-subsection-8.
- 16 Sec. 2. Section 453A.39, Code 1999, is amended by striking
- 17 the section and inserting in lieu thereof the following:
- 18 453A.39 TOBACCO PRODUCTS, CIGARETTES, GIFTS, AND PAYMENTS
- 19 FOR DISPLAYING CIGARETTES -- PROHIBITIONS.
- 20 1. A manufacturer, distributor, wholesaler, retailer, or
- 21 distributing agent or agent thereof shall not give away
- 22 cigarettes or tobacco products at any time in connection with
- 23 the manufacturer's, distributor's, wholesaler's, retailer's,
- 24 or distributing agent's business or for promotion of the
- 25 business or product.
- 2. A manufacturer, distributor, wholesaler, retailer, or
- 27 distributing agent shall not provide free articles, products,
- 28 commodities, gifts, or concessions in an offer for sale or
- 29 sale involving cigarettes or tobacco products.
- 30 EXPLANATION
- 31 This bill amends the cigarette discount sales law to
- 32 specifically strike reference to gifts, products, commodities,
- 33 or concessions that might be given away as an inducement to
- 34 purchase cigarettes.
- 35 The bill prohibits tobacco manufacturers, distributors,

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1 wholesalers, retailers, or their agents from giving away
 2 cigarettes or tobacco products. Present law allows giving
 3 away of samples to those over 18 years of age but not within
 4 500 feet of a school, playground, or other facility where
 5 youth may be present.
      A person who violates the provision prohibiting the giving
 7 away of cigarette or tobacco products is guilty of a simple
 8 misdemeanor pursuant to Code section 453A.3, and is subject to
 9 a civil penalty pursuant to Code section 453A.22, subsection
10 2.
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